

### Endorsements

- Over 35 sportsmen's, outfitter, environmental, and local citizen alliance groups endorsed the guidelines.
- Town councils, politicians, and county commissioners are supportive.
- Guidelines were referenced in State's comments on Roan Plateau DEIS/RMP.
- Discussions are ongoing with industry.

### Reasons Guidelines are Needed

- Magnitude of Oil and Gas Impacts
- Inconsistent and Inadequate Attention to Protection of Natural Resources
- Need to Get Ahead of the Problem
- Serious Concerns for Special Places and Important Fish and Wildlife Habitats











#### Mitigation Sequencing

- First, avoid impacts to the degree possible.
- Then, minimize impacts.
- After satisfying the first two requirements, mitigate in this order of preference:
  - Reclamation and Restoration
  - Onsite/In-kind Mitigation
  - Offsite/In-kind Mitigation



However, once a decision is made to lease and/or accept applications for permits to drill, we request incorporation of these guidelines into all phases of management & decision making.

- Maximize distance between drill pads.
- Maximize use of directional drilling from those pads.
- Minimize road construction impacts and size of drill pads; share roads with others.
- Have one company drill where intermingled ownership exists.

# Costs to Implement #1

- Initial costs are high, but over time there can be cost savings. For example:
  - Reduced truck hauling
  - Reduced road, pipeline, electric line,
    compressor, and pad construction costs, and
    their associated maintenance costs
  - Reduced number of compressor stations
  - Increased use of closed loop systems that recycle water and other fluids

- Public Land: After input from CDOW, the BLM & USFS should delineate the allowable number and locations of drill pads in a Geographic Area Plan.
- Private Land: Colorado Oil and Gas
   Commission should work with affected
   landowners on acceptable drilling locations.



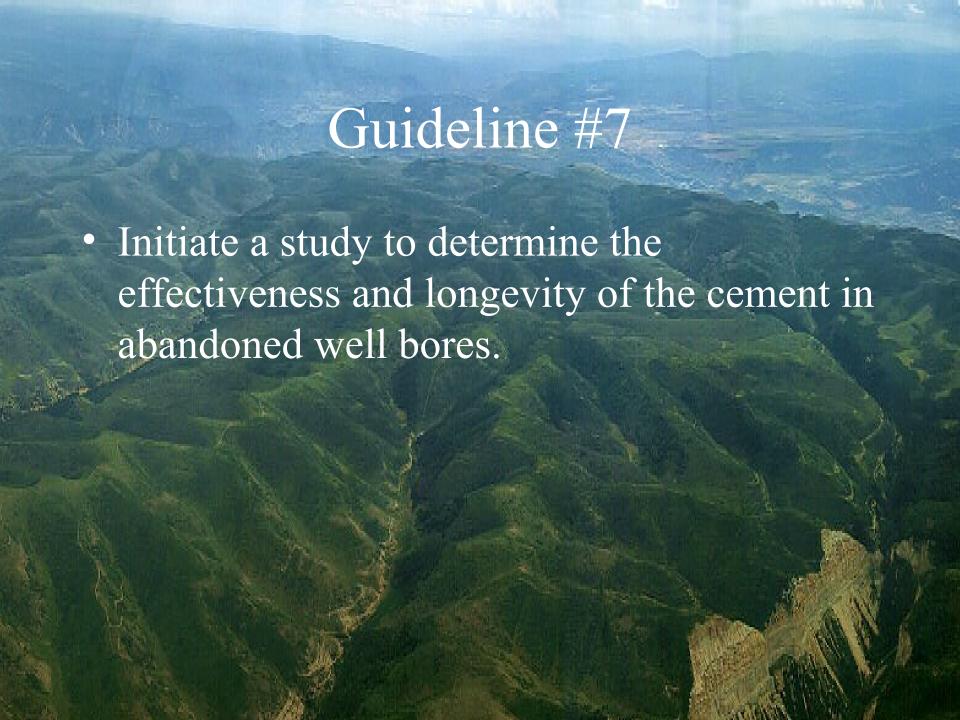
- Develop the field in phases.
- Once drilling has started, continue drilling on that pad until all the subsurface wells have been drilled that are needed to recover the hydrocarbons.
- Move to next pre-selected site and reclaim the old pad and roads immediately and completely.

- Require the use of applicable best management/operating practices such as:
  - Protection of stream riparian areas
  - Interim and final reclamation plans
  - Proper road and pipeline construction
  - Noise, pollutant, and soil erosion control
  - Remote monitoring of wells and compressors
- See BLM's "Gold Book"

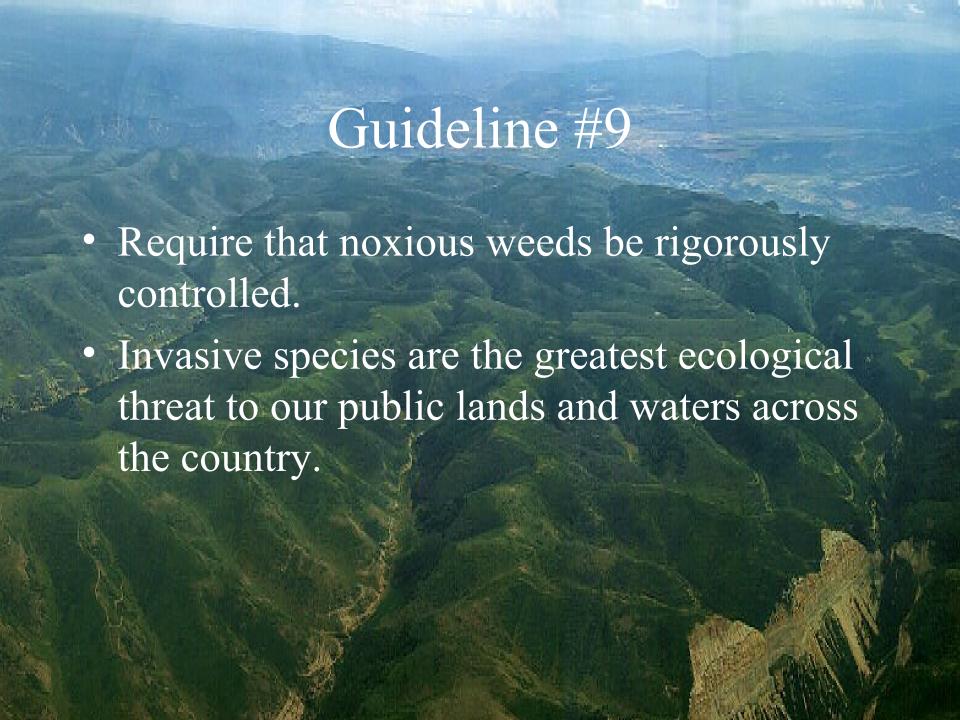




- Assemble an interagency technical review team to implement and supervise a system for gathering baseline data and monitoring effects of drilling and development.
- Establish a citizen's advisory group to periodically assess research, impact analysis, monitoring, and enforcement efforts.









"It looks like a set of guidelines that reflect, to a large degree, current practices and regulations. Given the right context, most of these are doable and are being done."

Ken Wonstolen, Senior VP, CO Oil & Gas Assn. Rocky Mountain News, August 3, 2006





• Are most people in Colorado opposed to oil and gas development?

• Do they think it ought to be done in a manner that ensures the long term sustainability of our fish and wildlife?