State of California Natural Resources Agency / Department of Conservation GEOLOGIC ENERGY MANAGEMENT DIVISION

California Environmental Quality Act Notice of Exemption

To: Office of Planning & Research State Clearinghouse 1400 Tenth Street, Room 113 Sacramento, CA 95814 From: Department of Conservation 715 P Street, MS 1803 Sacramento, CA 95814 Contact: CEQA@conservation.ca.gov

Project Title: Aera 072023-001

Project Applicant: Department of Conservation, Geologic Energy Management Division

Project Location: South Belridge Oil Field; 29/28S/21E/MD; 35.46865082, -119.73880005

Project Description:

The originally approved project consists of reworking (cement squeeze perforations) an existing well. Temporary equipment for the project includes a workover rig and ancillary equipment. No new permanent facilities will be constructed. There will be no new ground disturbance or expansion of existing facilities associated with this project.

CalGEM has approved permits for Aera Energy LLC to rework the oil and gas wells listed below, in the South Belridge oilfield.

| API# | Well Name |
|------------|-------------|
| 0403019573 | DTR 921Z-29 |

Exempt Status: As the Lead Agency, CalGEM has determined that the proposed project is exempt from further environmental review requirements of the California Environmental Quality Act (CEQA), pursuant to the specified exemptions marked in the section below. CalGEM further finds that the proposed project would not result in a significant adverse impact to the environment, or that any of the exceptions to the application of the exemptions apply (14 CCR § 15300.2).

| | Exemption Type | | | Regulation | Regulation (14 CCR) | |
|-------------------------|--------------------------|------------------------------|--------------|------------------|---------------------|--|
| | Statutory Exemption: | | | | | |
| | Ongoing Project (pre-CEG | A approval on April 5, 1973) | 21169 | 15261 (b) | | |
| | ☐ Ministerial | | 21080 (b)(1) | 15268 | | |
| | ☐ Declared Emergency | | 21080 (b)(3) | 15269 (a) | | |
| | ☐ Emergency Projects | | 21080 (b)(4) | 15269 (b) or (c) | | |
| $\overline{\checkmark}$ | Categorical Exemption: | | 21084 | | | |

Historical Resources.

| | | Class 21: Enforcement Actions to revoke a permit Class 30: Minor Actions to Prevent, Minimize, Stabilize, Mitigate, or Eliminate a Release (Actual or Threat) of Hazardous Substances (Waste or Material) | 15321 15330 | |
|------------------------------------|---------------------------------|---|----------------|--|
| | | Hazardous Substances (Waste or Material) Class 33: Small Habitat Restoration Projects | 15333 | |
| General Exemption ("common sense") | | 15061 (b)(3) | | |
| | Not a "Project" subject to CEQA | | 15378 (b)(2) | |

Reasons Why Project is Exempt: The basis for CalGEM's determination that the project is exempt from the requirements of CEQA is provided in the brief explanation below.

Class 1, Existing Facilities (14 CCR §§ 15301, 1684.1): Class 1 exemption applies as CalGEM's regulations state: "Class 1 consists of the operation, repair, maintenance, or minor alteration of existing public or private structures, facilities, mechanical equipment, or topographical features involving negligible or no expansion of use beyond that existing previously. The Class includes, but is not limited to: remedial, maintenance, conversion, and abandonment work on oil, gas, injection, and geothermal wells...". This rework is a cement squeeze of perforations and is considered maintenance of the well in order to ensure O&G production.

Class 2, Replacement or Reconstruction (14 CCR § 15302): It is also a potential Class 2 as this type of rework of a well is considered "replacement or reconstruction of existing structures and facilities where the new structure will be located on the same site as the structure replaced and will have substantially the same purpose and capacity".

Class 4, Minor Alterations to Land (14 CCR §§ 15304, 1684.2): It is also a possible Class 4. The project would be conducted entirely in an existing pad of greater than 0.5 acres (enough to contain all equipment), . The project would not disturb any undisturbed areas. The project is located within an industrial area. Therefore, the project "consists of drilling operations that result in only minor alterations with negligible or no permanent effects to the existing condition of the land, water, air, and/or vegetation." The rework would not expand the facility and is conducted in order to maintain level of service.

Exceptions to Exemptions:

The Division further finds that there are no exceptions to the otherwise-applicable categorical exemptions (PRC 21084; 14 CCR 15300.2 (c)). There is no substantial evidence that there are any "unusual circumstances" associated with the proposed project that create a reasonable possibility that the activity will have a significant effect on the environment, and that there is no

significant "cumulative impacts" resulting from successive projects of the same type in the same place. Therefore, reliance on these exemptions is appropriate.

Consistent with the purposes of Public Resources Code § 3250 et seq and the documentation available for the preliminary review, the proposed project will benefit the environment. In addition, the work under the contracts and any resulting impacts will be temporary in duration. Therefore, the project can be considered exempt from the need for full CEQA review.

A copy of this NOE (as required by 14 CCR § 15062(a)) and all other related materials are available for public inspection at CalGEM's CEQA Program, located at 715 P Street, 18th floor, Sacramento, CA 95814; or an electronic copy of these documents may also be accessed online at the State Clearinghouse: https://ceqanet.opr.ca.gov

Certified: Rense Hu Date: 11/29/2023

California Geologic Energy Management Division
CEQA Program