

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

**California Environmental Quality Act
 Notice of Exemption**

To: Office of Land Use and Climate Innovation
 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: 661054_ARMCA_UIC

Project Applicant: ARMCA OIL & GAS LLC (12028)

Project Location: Kern, Canal; 14/30S/25E/MD; 35.31711578/-119.25574493; 3917' S and 990' W from NE Corner of Sect. 14

Project Description: ARMCA OIL & GAS LLC proposes to re-work (add perforations) well, KCL 58 375-14 over the period of approximately 5 days and then return it to production. Temporary surface equipment will be needed and will consist of a well service rig and ancillary equipment required to perform the perforation work. There is an existing well pad and no new facilities will be created. Any waste generated will be sampled, tested, and disposed of at the appropriate licensed waste disposal site and sent to site under Uniform Manifest. Water usage is estimated to be approximately 9,000 gallons. The water will be sourced from a metered fire hydrant. The well is located within an agricultural field amongst other existing oil wells associated with the Canal Oil Field.

The proposed project consists of the California Department of Conservation, Geologic Energy Management Division (CalGEM) approving 1 permit(s) for ARMCA OIL & GAS LLC to rework the well listed below, in the Canal Oil Field.

API #	Well Name
0402900315	KCL 58 375-14

Exempt Status: As the Lead Agency, CalGEM has determined that the proposed project is exempt from full 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		Statute (PRC)	Regulation (14 CCR)
"	Statutory Exemption:		

Exemption Type	Statute (PRC)	Regulation (14 CCR)	
.. Ongoing Project (<i>pre-CEQA approval on April 5, 1973</i>)	21169	15261 (b)	
.. Ministerial	21080 (b)(1)	15268	
.. Declared Emergency	21080 (b)(3)	15269 (a)	
.. Emergency Projects	21080 (b)(4)	15269 (b) or (c)	
<input checked="" type="checkbox"/> Categorical Exemption:	21084		
<input checked="" type="checkbox"/> Class 1: Existing Facilities		15301	1684.1
<input checked="" type="checkbox"/> Class 2: Replacement or Reconstruction Class 3: New		15302	
.. Construction/Conversion of Small Structures		15303	
<input checked="" type="checkbox"/> Class 4: Minor Alterations to Land		15304	1684.2
.. Class 7: Protection of Natural Resources		15307	
.. Class 8: Protection of the Environment		15308	
.. Class 11: Accessory Structures		15311	
.. Class 21: Enforcement Actions to revoke a permit		15321	
Class 30: Minor Actions to Prevent, Minimize, Stabilize, Mitigate, or			
.. Eliminate a Release (Actual or Threat) of Hazardous Substances (Waste or Material)		15330	
.. Class 33: Small Habitat Restoration Projects		15333	
.. General Exemption ("common sense")		15061 (b)(3)	
.. Not a "Project" subject to CEQA		15378 (b)(2)	
<p>CEQA Exceptions to the Exemptions (14 CCR § 15300.2): where project is located (e.g., sensitive environment); Cumulative Impact; Significant Effect due to Unusual Circumstances; Scenic Highways; Hazardous Waste Sites; Historical Resources.</p>			

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): The project is categorically exempt from CEQA under the "Class 1" (14 CCR § 15301) exemption per the CEQA Guidelines

because the proposed project is a repair or minor alteration of existing facilities and will not involve an expansion of use of the oil field, and therefore is exempt from the need for full CEQA review. Additionally, in accordance with 14 CCR § 1684.1 the Class 1 exemption consists of operation repair, maintenance, minor alternation of existing public or private structures, facilities, mechanical equipment, or topographical features involving negligible or no expansion of use beyond that existing previously. This project involves perforating one well within an existing zone and returning it to production. Additionally, a CalGEM engineer has confirmed that the proposed work would be a continuation of operations within UIC project 10403002, as permitted by the project approval letter (PAL).

Class 2, Replacement or Reconstruction (14 CCR § 15302): Class 2 applies because it consists of "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 as the structure replaced." The proposed project would make minor alterations to one existing well by adding perforations and returning its use back to production. The work will be done on an existing wellbore, which is located on an existing well pad. The project will not expand operations or change the existing use of the well. Additionally, a CalGEM engineer has confirmed that the proposed work would be a continuation of operations within UIC 10403002, as permitted by the PAL.

Class 4, Minor Alterations to Land (14 CCR §§ 15304, 1684.2): Class 4 consists of 'drilling operations that result only in minor alterations with negligible or no permanent effects to the existing condition of the land, water, air, and/or vegetation.' (14 CCR § 1684.2; see also 14 CCR § 15304.) The proposed project would be conducted entirely on an existing pad with enough space to contain all equipment. The project would not disturb any undisturbed areas. The proposed project is located within an active oil field. There would be no construction of new facilities or expansion of existing facilities.

Exceptions to Exemptions: CalGEM further finds that there are no exceptions to the application of the categorical exemptions (PRC § 21084; 14 CCR § 15300.2) referenced above. For example, 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 are no significant "cumulative impacts" resulting from successive projects of the same type in the same place. Therefore, reliance on the exemptions is appropriate.

A copy of this NOE (as required by 14 CCR § 15062(a)) and all other related materials can be made available to the public by contacting the CalGEM CEQA Program, located at 715 P Street, MS 1803, Sacramento, CA 95814; by calling (916) 445-9686; or an electronic copy of these documents may be requested by contacting CEQA@conservation.ca.gov. The notice filed with the State Clearinghouse may be accessed online at: <https://ceqanet.opr.ca.gov>

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Mila Galinski
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Certified: _____

Date: _____

2/21/2025

Department of Conservation,
Geologic Energy Management Division