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: 612292_Group_SPR_UIC

Project Applicant: Sentinel Peak Resources California LLC (SPR)

Project Location: Kern County, Cymric Oil Field; 06/30S/22E/MD;

35.33989716, -119.65082550

Project Description: SPR proposes to rework 33 existing wells located in the Cymric Oil Field. The wells will be completed in the same reservoir as the original wellbores. The completion design will be the same as the original wellbores. The project will include plugging back an existing perforation interval with cement and adding additional perforations to the existing perforated interval. Work will require the following equipment: (1) rig to pull/run tubing and lay the cement plug; (1) bulk truck and (1) pump to plug back the existing wellbores; and (1) wireline truck to add perforations. Deliveries are limited to water. All travel to/from the project location will occur on established roadways and no expansion is required. The speed limit while on SPR property is 15 mph. Dust is controlled via water trucks pursuant to SPR's Dust Control Plan.

The project is estimated to take 2 days to complete with 10-hour per day operations from 6:00 AM–5:00 PM. The work will be completed in the summer/fall/winter. The existing well pads can accommodate all associated equipment, materials storage, and operations including deliveries and personnel parking. Any undisturbed vegetation will be avoided, and all work will occur on the existing disturbed pads only. No expansion of the existing well pads, road, staging areas or pipelines is required. Freshwater requirements are less than 50 barrels per well to mix the cement used for plugging back the existing perforation interval. Water will be supplied by the West Kern Water District from a local meter on the lease. No new pumps, facilities, or flowlines will be installed. Storage, transmission, and processing will be handled utilizing existing infrastructure. Electricity will be supplied from existing systems. No expansion of the existing facilities is required.

The proposed project consists of the California Department of Conservation, Geologic Energy Management Division (CalGEM) approving 33 permits for SPR to rework the wells listed below, in the Cymric Oil Field.

API#	Well Name
0403033299	McKittrick Fee 406
0403033300	McKittrick Fee 407
0403033302	McKittrick Fee 409
0403033303	McKittrick Fee 410
0403033304	McKittrick Fee 411
0403064246	McKittrick Front A23-1
0403064243	McKittrick Front B24-1
0403067059	McKittrick Front D17-1
0403064912	Star Fee A26-1
0403063667	Star Fee A27-1
0403065322	Star Fee A28-1
0403064913	Star Fee B25-1
0403063664	Star Fee B26-1
0403065323	Star Fee B28-1
0403065325	Star Fee B29-1
0403064882	Star Fee D25-1
0403063658	Star Fee D28-1
0403066818	Star Fee D35-1
0403064240	Star Fee E20-1
0403065256	Star Fee E24-1
0403066556	Star Fee E34-1
0403065255	Star Fee F25-1
0403063846	Star Fee F31-1
0403065742	Star Fee F37-1
0403064203	Star Fee G21-1
0403065748	Star Fee G37-1
0403066298	Star Fee H34-1
0403066290	Star Fee H35-1
0403066906	Star Fee 140-1
0403066291	Star Fee J33-1
0403066288	Star Fee J36-1
0403066294	Star Fee J37-1
0403066908	Star Fee J40-1

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			Exemption Type	Statute (PRC)	Regulation (14 CCR)	
	Statutory Exemption:					
			Ongoing Project (pre-CEQA approval on April 5, 1973)	21169	15261 (b)	

Exemption Type		Statute (PRC)	Regulation (14 CCR)				
		Ministerial	21080 (b)(1)	15268			
		Declared Emergency	21080 (b)(3)	15269 (a)			
		Emergency Projects	21080 (b)(4)	15269 (b) or (c)			
V	Categ	orical Exemption:	21084				
	$\overline{\checkmark}$	Class 1: Existing Facilities		15301	1684.1		
	\checkmark	Class 2: Replacement or Reconstruction		15302			
		Class 3: New Construction/Conversion of Small Structures		15303			
	$\overline{\checkmark}$	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			
	Gene	ral Exemption ("common sense")		15061 (b)(3)			
☐ Not a "Project" subject to CEQA				15378 (b)(2)			
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.							

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 exempt under the Class 1, Existing Facilities exemption because the project would make minor changes to existing wells involving no expansion of the existing use of the wells. Class 1 consists of the "minor alteration" of existing facilities "involving negligible or no expansion of existing or former use." (14 CCR § 15301.) This includes "alteration of well casing, such as perforating and casing repair." 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 Class includes but is not limited to conversion, and abandonment work on oil, gas, injection, and geothermal wells involving the alteration of well casing, such as perforating and casing repair, removal, or replacement; installation or removal of downhole production or injection equipment, cement plugs, bridge plugs, and packers set to isolate production or injection intervals. The project will include plugging back an existing perforation interval with cement and adding additional perforations to the

existing perforated interval. The proposed work confirms there is no expansion required and that travel to and from the existing well pads can accommodate all associated equipment. The completion design will be the same as the original wellbores, and according to a CalGEM engineer, the proposed work is within the scope of UIC project 19024124 and would be a continuation of operations within the confines of the UIC project as permitted by the Project Approval Letter (PAL). Additionally, any undisturbed vegetation will be avoided, supporting current topographical features involving negligible or no expansion. Therefore, the changes to the existing facilities would be negligible and would not expand the existing use.

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[.]" Examples of Class 2 include, but are not limited to, "Replacement or reconstruction of existing utility systems and/or facilities involving negligible or no expansion of capacity." The completion design will be the same as the original wellbores, and according to a CalGEM engineer, the proposed work is within the scope of UIC project 19024124 and would be a continuation of operations within the confines of the UIC project as permitted by the PAL. The proposed operations are to plug back the lower portion, add new perforations, then return the well back to injection and production. Therefore, the proposed project location would be at the same site and would not change the purpose or capacity of the wells.

Class 4, Minor Alterations to Land (14 CCR §§ 15304, 1684.2): Class 4 exemption applies. The proposed project would be conducted entirely on existing pads with enough space to contain all equipment. The completion design will be the same as the original wellbores and the work will require equipment that can be supported by the existing well pads. The project will include plugging back an existing perforation interval with cement and adding additional perforations to the existing perforated interval, which would not disturb any undisturbed areas. No expansion of the existing well pads, road, staging areas or pipelines is required. The proposed project is located within an industrial area. The completion design will be the same as the original wellbores and according to a CalGEM engineer, the operations have no modifying effect on UIC project 19024124. Therefore, the proposed 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."

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

DocuSigned by:

Certified:

Maggie Harrington

Date: 12/6,

12/6/2024

Department of Conservation,
Geologic Energy Management Division