

United States Department of the Interior

BUREAU OF INDIAN AFFAIRS Great Plains Regional Office Mc_208 115 Fourth Avenue S.E., Suite 400 Aberdeen, South Dakota 57401



IN REPLY REFER TO: DESCRM MC-208 MAY 05 2011

Will Ill

MEMORANDUM

TO:

Superintendent, Fort Berthold Agency

FROM:

Regional Director, Great Plains Region

SUBJECT:

Supplemental to Environmental Assessment

In compliance with the regulations of the National Environmental Policy Act (NEPA) of 1969, as amended, for the proposed Supplemental for information tiering off of an existing Environmental Assessment for Enerplus Resources (USA) Corporation to drill additional wells on the approved Sherwood #28-44H, Fox Ridge #10-21H and Hall #5-11H well pads on the Fort Berthold Reservation, a Categorical Exclusion has been completed.

All the necessary requirements of the National Environmental Policy Act have been completed. Attached for your files is a copy of the Categorical Exclusion.

If you have any questions, please call Marilyn Bercier, Regional Environmental Scientist, Division of Environment, Safety and Cultural Resources Management, at (605) 226-7656.

Attachment

cc: Tex Hall, Chairman, Three Affiliated Tribes (with attachment)
Elgin Crow Breast, THPO (with attachments)
Roy Swalling, Bureau of Land Management (with attachment)
Jonathon Shelman, Corps of Engineers (with attachment)
Jeff Hunt, One Stop Shop, Fort Berthold Agency



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS Great Plains Regional Office 115 Fourth Avenue S.E. Aberdeen, South Dakota 57401



IN REPLY REFER TO-DESCRM MC-208

EXCEPTION CHECKLIST FOR BIA CATEGORICAL EXCLUSIONS

Date: 4/29/2011

Project: Supplemental to Environmental Assessment for Enerplus Resources (USA) Corp.: , Enerplus North Dakota, LLC: Five Horizontal Exploratory Wells (Hall #5-11H, Grassy Knoll #2-11H, Woman Creek #4-11H, Voigt #32-24, Fredericks #6-31H). October 2008, Enerplus North Dakota, LLC: Four Horizontal Exploratory Wells (Sherwood #28-44H, Red Tipped Arrow #33-11H, Baker #15-44H, Fredericks #23-31). July 2009, and Enerplus North Dakota, LLC: Drilling of Brugh-Bear, Danks, Eagle's Nest, and Fox Ridge Exploratory Oil and Gas Wells. January 2010 to Authorize additional wells from a previously approved well pad locations

Nature of Proposed Action: The purpose of the proposed action is to authorize Enerplus to drill additional wells (Miles 151-94-28D-21-2H TF, Morrison 149-93-10AH, Red Rocks 149-93-10AH, Artsy 150-94-05BH, Berkeley 150-94-05BH, Bloomsbury 150-94-05BH, Speedy 150-94-05BH TF) to explore the potential of the Bakken and the Three Forks formations, on the approved Sherwood #28-44H, Fox Ridge #10-21H & Hall #5-11H well pads. No new surface disturbances will be associated with the additional wells from previously approved well pads.

Exclusion category and number: 516 DM 10.5G(3)

Evaluation of Exceptions to use of Categorical Exclusion:

1.	This action would have significant adverse effects on public health or safety.	No X	Yes
2.	This action would have an adverse effect on unique geographical features, such as wetlands, wild or scenic rivers, refuges, floodplains, rivers placed on nationwide river inventory, or prime or unique farmlands.	No <u>X</u>	Yes
3.	The action will have highly controversial environmental effects.	No <u>X</u>	Yes
4.	The action will have highly uncertain environmental effects or involve unique or unknown environmental risks.	No <u>X</u>	Yes
5.	This action will establish a precedent for future actions.	No <u>X</u>	Yes
6.	This action is related to other actions with individually insignificant, but cumulatively significant environmental effects.	No X	Yes

7.	This action will affect properties listed or eligible for listing in the National Register of Historic Places.	NoX Yes
8.	This action will affect a species listed, or proposed to be listed as endangered or threatened.	NoX Yes
9.	This action threatens to violate federal, state, local or tribal law or requirements imposed for protection of the environment.	NoX Yes
10.	This action will have a disproportionately high and adverse effect on low income or minority populations.	NoX Yes
11.	This action will limit access to, and ceremonial use of Indian sacred sites on federal lands by Indian religious practitioners, or significantly adversely affect the physical integrity of such sacred sites.	No <u>X</u> Yes
12.	This action will contribute to the introduction, continued existence, or spread of noxious weeds or non-native invasive species known to occur in the area, or may promote the introduction, growth, or expansion of the range of such species.	No <u>X</u> Yes
Α'	'yes" to any of the above exceptions will require that an EA be prepare	red.
NE	PA Action CE X EA	
Pre	eparer's Name and Title: Marilyn Bercier, Regional Environmental S	cientist
	ncur: Regional Office/Agency Environmental Coordinator	Date: 4-28-2011
Со	ncur:	Date: 5/5/1/
Ò	Regional Director/Syperintendent	

ENVIRONMENTAL ASSESSMENT Addendum

United States Bureau of Indian Affairs

Great Plains Regional Office Aberdeen, South Dakota



Enerplus Resources (USA) Corp.

Addendum to Environmental Assessment to Authorize Additional Wells on the Sherwood #28-44H, Fox Ridge #10-21H, and Hall #5-11 Well Pads

Fort Berthold Indian Reservation

April 2011

For information contact:
Bureau of Indian Affairs, Great Plains Regional Office
Division of Environment, Safety and Cultural Resources Management
115 4th Avenue SE, Aberdeen, South Dakota 57401
(605) 226-7413

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- A Plats, Drawings, and Diagrams for the Proposed Morrison 149-93-10AH and Red Rocks 149-93-10AH Wells (Fox Ridge #10-21H Well Pad)
- B Plats, Drawings, and Diagrams for the Proposed Artsy 150-94-05BH, Berkeley 150-94-05BH, Bloomsbury 150-94-05BH, and Speedy 150-94-05BH TF Wells (Hall #5-11H Well Pad)
- C Plats, Drawings, and Diagrams for the Proposed Miles 151-94-28D-21-2H TF Well (Sherwood #28-44 Well Pad)

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1. Purpose and Need for the Proposed Action

Enerplus Resources (USA) Corp. (Enerplus) is proposing to drill an additional seven exploratory Bakken and Three Forks formations oil wells on the Fort Berthold Indian Reservation to evaluate and possibly develop the commercial potential of natural resources. Developments have been proposed on land held in trust by the United States in Dunn and McKenzie Counties, North Dakota. The Bureau of Indian Affairs (BIA) is the surface management agency for potentially affected tribal lands and individual allotments. The BIA also holds title to subsurface mineral rights. The economic development of available resources and associated BIA actions are consistent with BIA's general mission. Leasing and development of mineral resources offers substantial economic benefits to the Three Affiliated Tribes of the Mandan, Hidatsa, and Arikara Nation and to individual tribal members.

The purpose of the proposed action is to authorize Enerplus to drill the following:

Well Name	Approved Well Pad	Location	Formation
Miles 151-94-28D-21-2H	Sherwood #28-44H	SESE Section 28,	Three Forks
TF	Shel wood #28-4411	T151N, R94W	THICE POIKS
Morrison 149-93-10AH	Fox Ridge #10-21H	NENW Section 10,	Bakken
Red Rocks 149-93-10AH		T149N, R93W	Bakken
Artsy 150-94-05BH	Hall #5-11H	NWNW Section 5, T150N, R94W	Bakken
Berkeley 150-94-05BH			Bakken
Bloomsbury 150-94-			Bakken
05BH			
Speedy 150-94-05BH TF			Three Forks

2. Authorities

Oil and gas exploration and development activities are conducted under authority of the Indian Mineral Leasing Act of 1938 (25 United States Code [USC] 396a, et seq.), the Indian Mineral Development Act of 1982 (25 USC 2101, et seq.), and the Energy Policy Act of 2005 (42 USC 15801, et seq.).

3. Legal Land Description for Proposed Action

The proposed wells are located on three approved well pads in Dunn and McKenzie counties, ND. The table below summarizes the general locations and legal descriptions of the proposed wells.

Well Name	Bottom Hole Location	Approved Well Pad	Location	Nearest Town and Distance
	250' FNL,		SESE Section 28,	Mandaree,
Miles 151-94-28D-	550' FEL,	Sherwood #28-	T151N, R94W,	approximately 12
21-2H TF	Section 21,	44H	McKenzie	miles southeast of
	T151N, R94W		County, ND	the well pad
	250' FSL,			
Morrison 149-93-	1,047' FEL,		NENW Section 10, T149N,	Mandaree, approximately 13
10AH	Section 10,			
	T149N, R93W	Fox Ridge #10-		
	250' FSL,	21H	R93W, Dunn	miles southeast of
Red Rocks 149-93-	1,033' FWL,		County, ND	the well pad
10AH	Section 10,			
	T149N, R93W			
	2,600' FNL,	Hall #5-11H		
Artsy 150-94-05BH	200' FEL			
Altsy 150-94-05D11	Section 5,			
	T150N, R94W			
	200' FSL, 550'			
Berkeley 150-94-	FWL Section		NWNW Section 5, T150N, R94W, McKenzie County, ND	Mandaree, approximately 2 miles southeast of the well pad
05BH	5, T150N,			
	R94W			
	550' FNL,			
Bloomsbury 150-94-	200' FEL			
05BH	Section 5,			
	T150N, R94W			
	200' FNL,			
Speedy 150-94-	2,600' FWL			
05BH TF	Section 5,			
	T150N, R94W			

4. Scope of Work for Proposed Action

Enerplus proposes to drill seven additional wells to the Bakken and Three Forks formations on three approved well pads. There will be no additional surface disturbance to the well pads.

5. Applicable National Environmental Policy Act (NEPA) Document(s)

Environmental Assessment: Enerplus North Dakota, LLC: Five Horizontal Exploratory Wells (Hall #5-11H, Grassy Knoll #2-11H, Woman Creek #4-11H, Voigt #32-24, Fredericks #6-31H). October 2008.

Environmental Assessment: Enerplus North Dakota, LLC: Four Horizontal Exploratory Wells (Sherwood #28-44H, Red Tipped Arrow #33-11H, Baker #15-44H, Fredericks #23-31). July 2009.

Environmental Assessment: Enerplus North Dakota, LLC: Drilling of Brugh-Bear, Danks, Eagle's Nest, and Fox Ridge Exploratory Oil and Gas Wells. January 2010.

Supplement to Environmental Assessment to Authorize Land Use for a Right-of-Way Width Increase for the Fox Ridge #10-21H Access Road and Utility Corridor. March 2011.

Supplement to Environmental Assessment to Authorize Land Use for a Right-of-Way Width Increase for the Hall #5-11H Access Road and Utility Corridor. March 2011.

6. Other Relevant Documentation

None.

7. NEPA Adequacy Criteria

This document has identified the above-mentioned previously prepared NEPA document, which adequately describes the environmental consequences of the newly proposed action described herein, and meets the following NEPA Adequacy Criteria.

- 1. The proposed action is substantially the same action and at the site specifically analyzed in the existing NEPA document.
- 2. The range of alternatives is reasonable with respect to the current proposed action in the existing NEPA document, which appropriately considers and analyzes current environmental concerns, interests, and resource values.
- 3. The existing analysis and conclusions are adequate in the existing NEPA document. The analysis is still valid in light of new studies or resource assessment information.
- 4. The methodology and analytical approach used in the existing NEPA document continues to be appropriate for the proposed action.
- 5. The direct and indirect impacts of the proposed action are unchanged from those identified in the existing NEPA document.
- 6. The cumulative impacts that would result from implementation of the proposed action are unchanged from those analyzed in the existing NEPA document.
- 7. A 30-day comment period involving public input and interagency review was used in the development of the existing NEPA document.

8. Cultural Resources

A Class III cultural resource inventory for the Fox Ridge #10-21H well pad was conducted by Beaver Creek Archaeology, using an intensive pedestrian methodology. A 20.0-acre block, which included the well pad and the access road, was inventoried on October 5, 2009 (Burns

2009¹). As the lead federal agency, and as provided for in Title 36 Code of Federal Regulations 800.5, on the basis of the information provided, BIA reached a determination of **no historic properties affected** for these undertakings. This determination was communicated to the Tribal Historic Preservation Officer on November 16, 2009; no response was received from the Tribal Historic Preservation Officer.

A Class III cultural resource inventory was conducted on June 5 and July 1, 2008 for the Hall #5-11H well pad and access road by Earthworks Archaeology and Environmental Investigative Services (Earthworks²). The area surveyed included a 10-acre block around the well pad and a 150-foot corridor along the access road. A total of 44 acres was inventoried. During the inventory, archaeologists encountered and recorded one previously unrecorded cultural resource. The site was avoided and BIA reached a determination of **no historic properties affected** for these undertakings; the THPO concurred on October 13, 2008.

A Class III cultural resource inventory was conducted on March 13, 2008 for the Sherwood #28-44H well pad and access road by Earthworks Archaeology and Environmental Investigative Services (Earthworks³). The area surveyed included a 10-acre block around the well pad and a 150-foot corridor along the access road. The BIA reached a determination of **no historic properties affected** for these undertakings. This determination was communicated to the Tribal Historic Preservation Officer on April 24, 2008; no response was received from the Tribal Historic Preservation Officer.

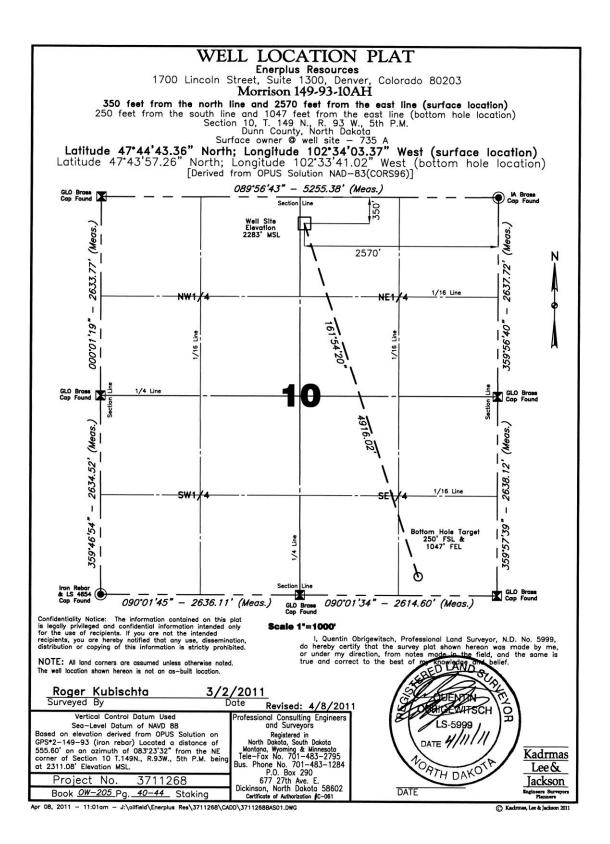
¹ Burns, Wade. 2009. Fox Ridge #10-21H and Fox Ridge #3-24H Dural Well Pad: A Class III Cultural Resource Inventory, Dunn County, North Dakota. Submitted to the Bureau of Indian Affairs-Great Plains.Regional Office by Beaver Creek Archaeology, Durango, Colorado.

² Earthworks. 2008. Hall #5-11H Well Pad and Access Road: A Class III Cultural Resource Inventory, McKenzie County, North Dakota. Prepared by Earthworks Archaeology and Environmental Investigative Services for Enerplus North Dakota, LLC.

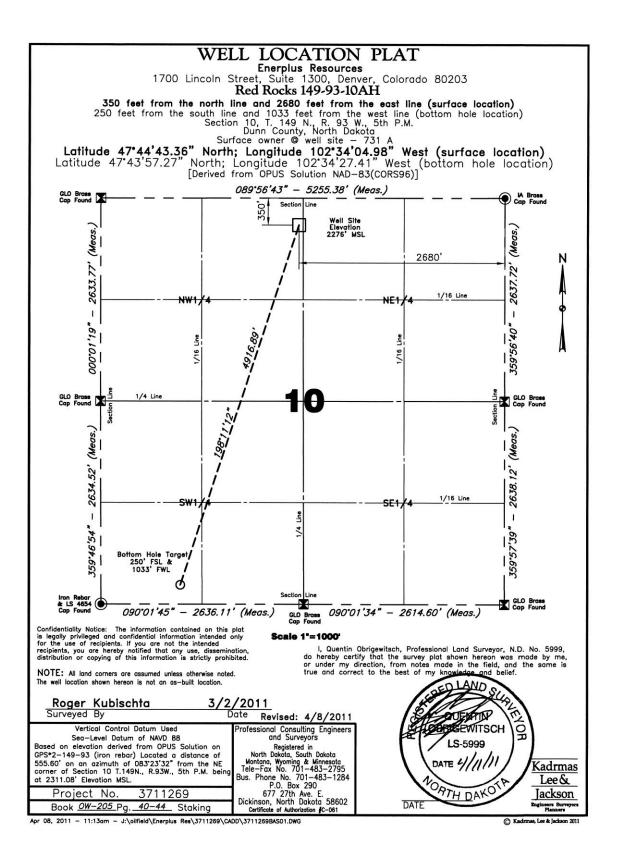
³ Earthworks. 2008. Sherwood #28-44H Well Pad and Access Road: A Class III Cultural Resource Inventory, Dunn County, North Dakota. Prepared by Earthworks Archaeology and Environmental Investigative Services for Enerplus North Dakota, LLC.

APPENDIX A

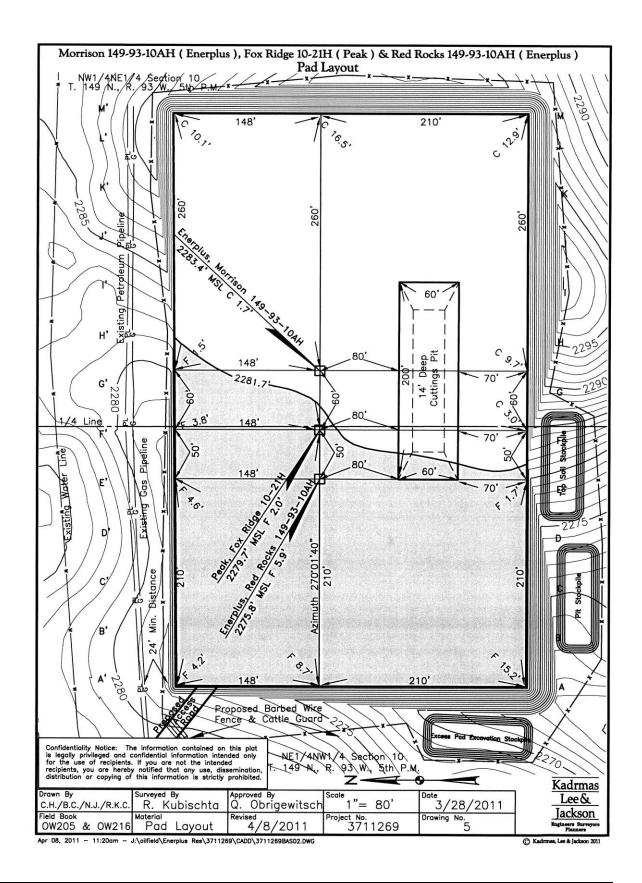
Plats, Drawings, and Diagrams for the Proposed Morrison 149-93-10AH and Red Rocks 149-93-10AH wells (Fox Ridge #10-21H Well Pad)



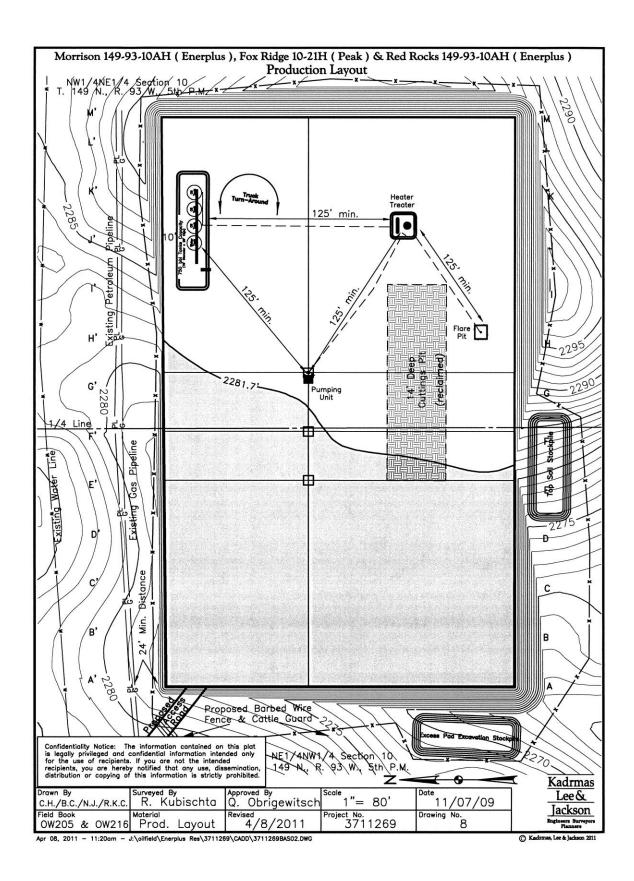
A-1 SWCA



A-2 SWCA



A-3 SWCA

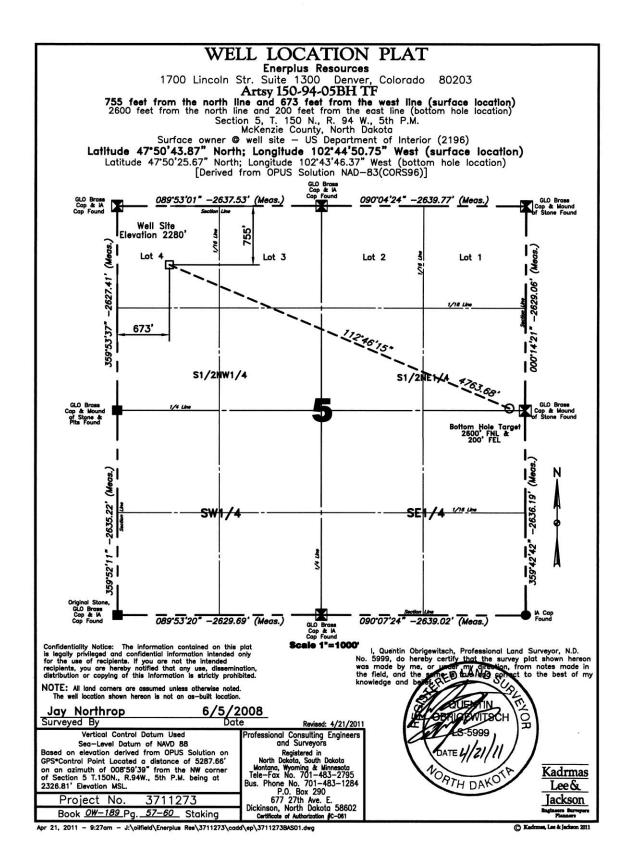


A-4 SWCA

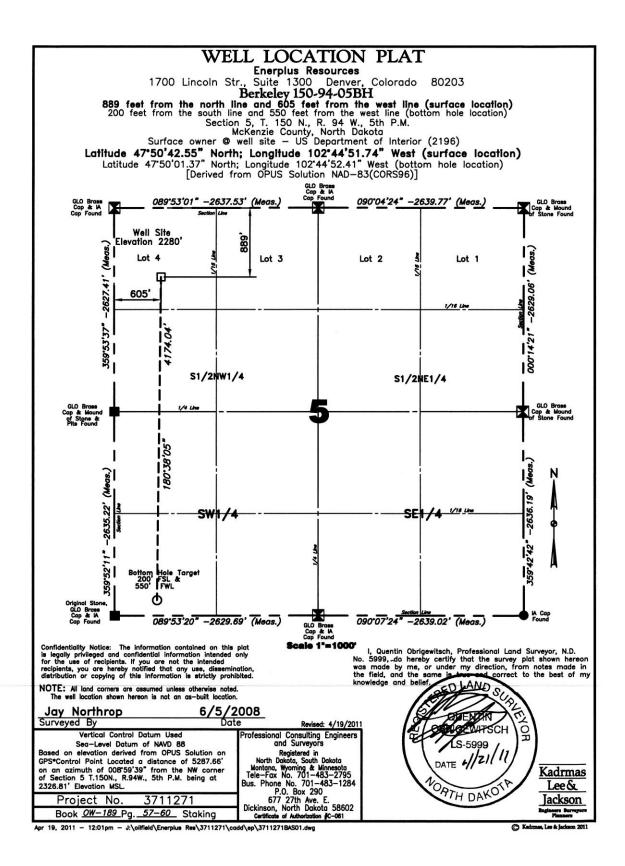
APPENDIX B

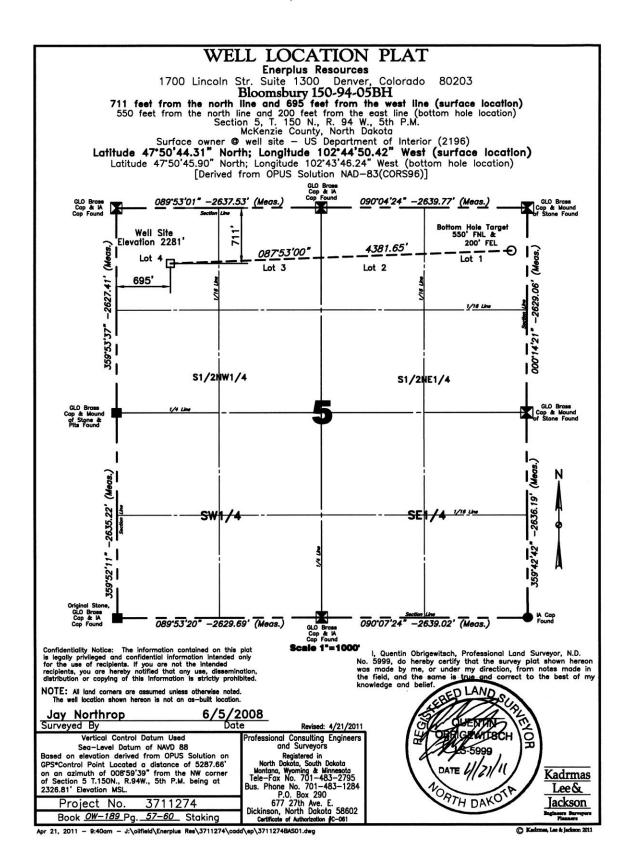
Plats, Drawings, and Diagrams for the Proposed Artsy 150-94-05BH, Berkeley 150-94-05BH, Bloomsbury 150-94-05BH, and Speedy 150-94-05BH Wells (Hall #5-11H Well Pad)

A-5 SWCA

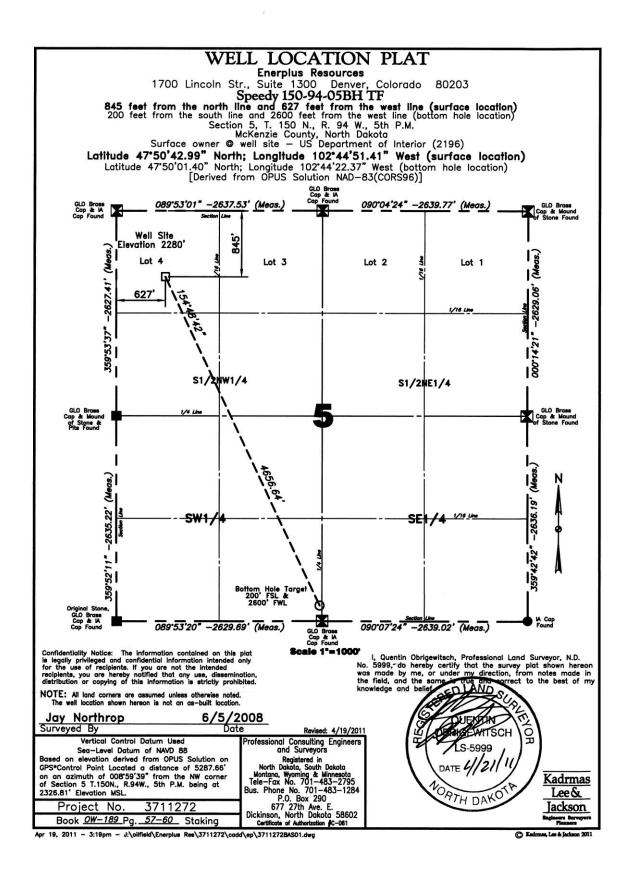


A-6 SWCA

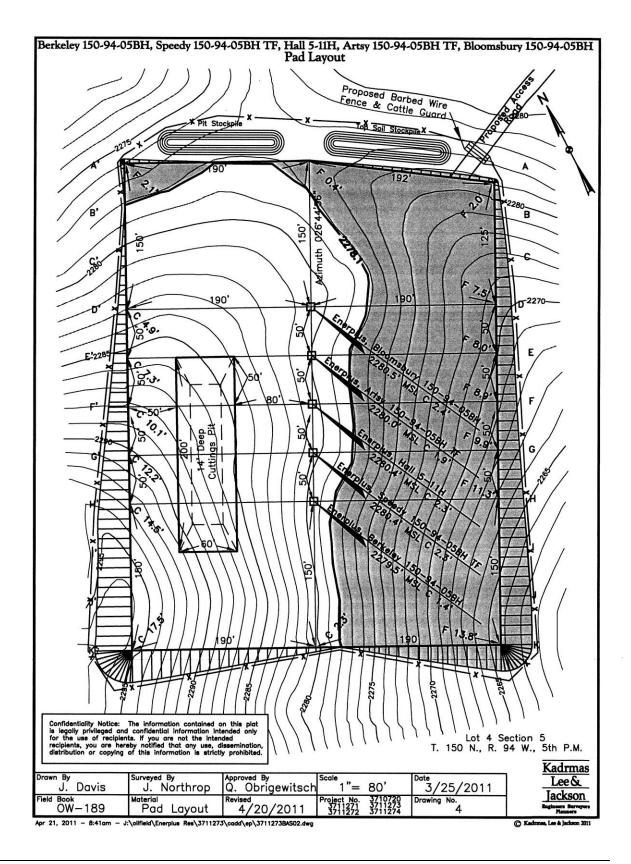




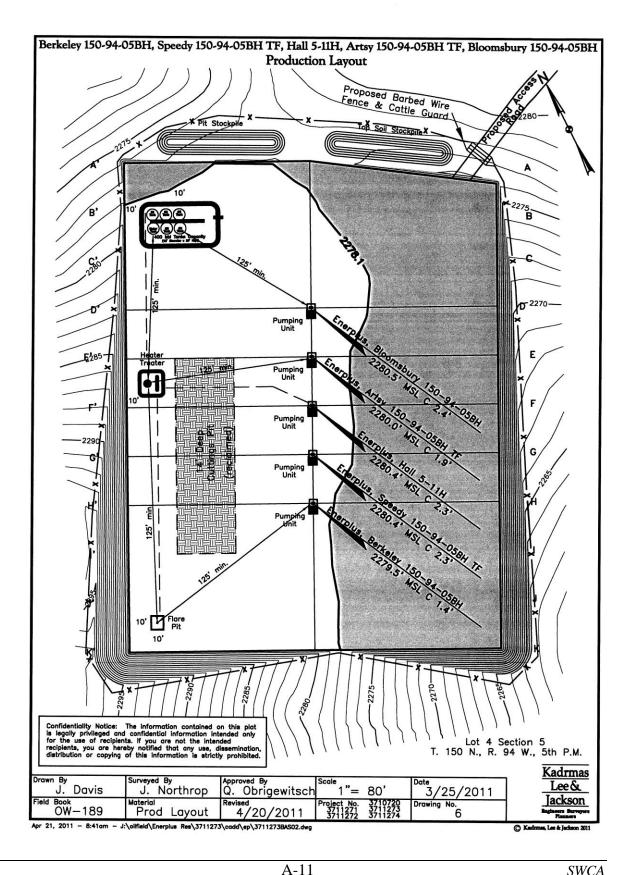
A-8 SWCA



A-9



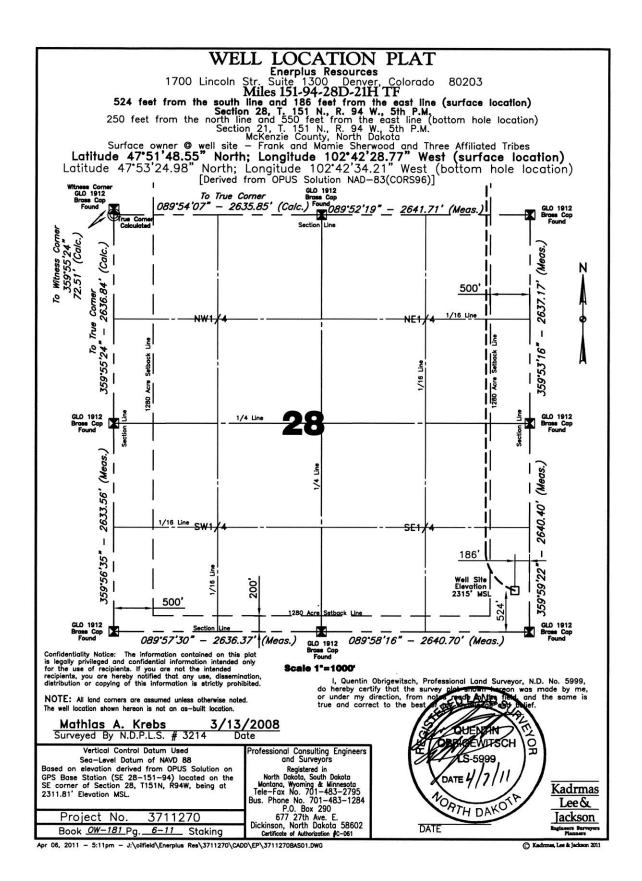
A-10 SWCA



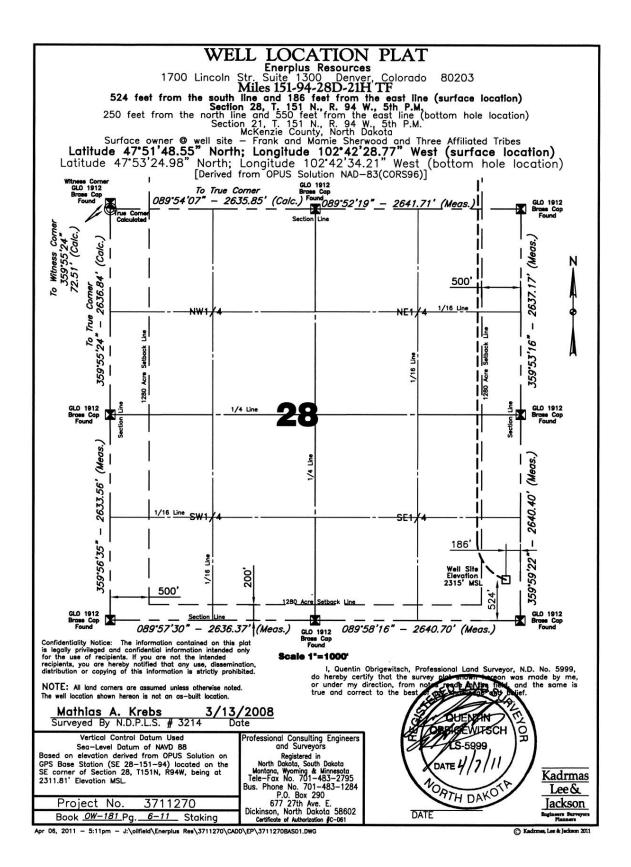
APPENDIX C

Plats, Drawings, and Diagrams for the Proposed Miles 151-94-28D-21-2H Well (Sherwood #28-44H Well Pad)

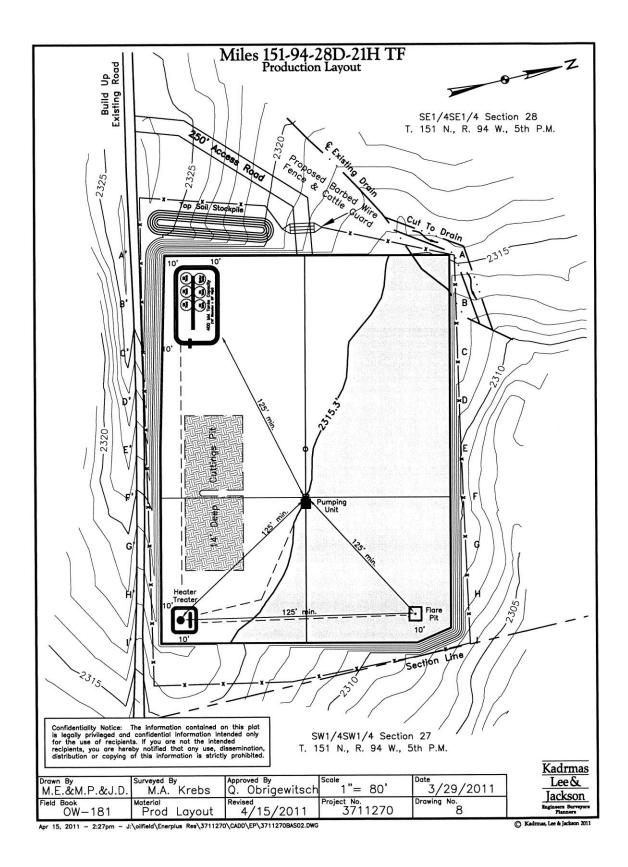
A-12 SWCA



A-13 SWCA



A-14 SWCA



A-15 SWCA