



## PUBLIC HEARING AGENDA ITEM

<b>DATE OF PUBLIC HEARING:</b> September 26, 2017
<b>SUBJECT:</b> Alma Well Pad Road Maintenance Agreement
<b>FROM:</b> Jen Rutter, Senior Environmental Analyst
<b>AGENCY/DEPARTMENT:</b> Community & Economic Development
<b>HEARD AT STUDY SESSION ON:</b> n/a
<b>AUTHORIZATION TO MOVE FORWARD:</b> <input type="checkbox"/> YES <input type="checkbox"/> NO
<b>RECOMMENDED ACTION:</b> That the Board of County Commissioners Approves the resolution.

### **BACKGROUND:**

Extraction Oil & Gas, LLC has applied for and received an Administrative Use by Special Review Permit for drilling up to 16 oil and gas wells at the Alma well pad, which is to be located northwest of East 128<sup>th</sup> Avenue and Gun Club Road. As this well pad is to be located on an unimproved, gravel road, the Adams County Public Works and Community & Economic Development Departments initially determined that 128<sup>th</sup> Avenue could not withstand the anticipated impacts of the traffic associated with the original proposal. A third party engineering consulting firm was retained by Extraction to evaluate the current condition of 128<sup>th</sup> Avenue from the site access to the intersection with Piccadilly Road. The scope of the study was to assess the ability of the road to sustain current functionality and overall quality with the addition of the number and size of trucks required for the development and operation of the proposed facility. The result of the study determined that the road is capable of sustaining its current conditions with a reduction of wells from 20 to 16. Extraction has agreed to enter into a Road Maintenance Agreement with Adams County as a condition of approval. The impacts of the size and number of trucks will be significant to Piccadilly Road and 156<sup>th</sup> Avenue, so a negotiated road maintenance fee of \$2,000 per well (for a total of \$32,000) has been assessed.

A Road Maintenance Agreement has been negotiated with Extraction Oil & Gas, LLC to address the impacts to East 128<sup>th</sup> Ave, including the maintenance and repair of a portion of 128<sup>th</sup> Avenue, from Piccadilly Road to the well pad access site, which is an unpaved gravel road.

**AGENCIES, DEPARTMENTS OR OTHER OFFICES INVOLVED:**

Outside counsel for oil and gas, Jeff Robbins  
Public Works

**ATTACHED DOCUMENTS:**

Resolution approving entering into the road maintenance agreement with Extraction Oil & Gas, LLC for the Alma well pad  
Road Maintenance Agreement for the Alma Well Pad

**FISCAL IMPACT:**

Please check if there is no fiscal impact ☒. If there is fiscal impact, please fully complete the section below.

<b>Fund:</b>
<b>Cost Center:</b>

	Object Account	Subledger	Amount
Current Budgeted Revenue:			
Additional Revenue not included in Current Budget:			
<b>Total Revenues:</b>			

	Object Account	Subledger	Amount
Current Budgeted Operating Expenditure:			
Add'l Operating Expenditure not included in Current Budget:			
Current Budgeted Capital Expenditure:			
Add'l Capital Expenditure not included in Current Budget:			
<b>Total Expenditures:</b>			

New FTEs requested: ☐ YES ☐ NO

Future Amendment Needed: ☐ YES ☐ NO

**Additional Note:**