FILED

BEFORE THE ENVIRONMENTAL QUALITY COUNCIL STATE OF WYOMING

SEP 2 9 2006

Terri A. Lorenzon, Director Environmental Quality Council

IN THE MATTER OF THE APPEAL AND)	
REVIEW OF THE DECISION REGARDING)	
THE RECLASSIFICATION OF EIGHT MAIN)	
STREAM DRAINAGES TO POWDER RIVER)	Docket Number 05-3203
AND OTHER TRIBUTARIES IN THE)	
POWDER RIVER BASIN, DATED)	
DECEMBER 22, 2004)	
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STATUS REPORT OF LANCE OIL & GAS COMPANY INC.

Lance Oil & Gas Company Inc., by and through its undersigned counsel, herewith files its status report, pursuant to order dated September 12, 2006.

- 1. Depositions were taken on March 30, 2006. The respondent Lance Oil & Gas Company served written discovery upon the attorney for the protesting/objecting parties in May and has not received any response to the written discovery requests. The DEQ and Lance are awaiting receipt of a report, long delayed, from the objectors' expert. Depositions will be scheduled after discovery responses are received and the expert's report is received.
- 2. It is respectfully suggested that the Council issue an order requiring the objectors to answer the written discovery requests and to tender the expert report by the end of October. It is respectfully suggested that a discovery completion and cutoff date be established, probably by the end of December, and that a pre-hearing conference be scheduled near the end of January, 2007.

BEFORE THE ENVIRONMENTAL QUALITY COUNCIL, STATE OF WYOMING

3. Lance concurs with the statements in the report from John S. Burbridge, Esq., dated September 27, 2006.

DATED this 28th day of September, 2006.

Randall T. Cox 400 South Kendrick Ave., Suite 101

Gillette, WY 82716 307-682-2500 307-685-0527 - fax

CERTIFICATE OF SERVICE

I, Randall T. Cox, hereby certify that on the 28th day of September, 2006, I did cause a true and correct copy of the foregoing to be deposited in the U.S. Mail, postage prepaid, addressed to each of the following:

John S. Burbridge, Esq. Sr. Assistant Attorney General 123 State Capital Building Cheyenne, Wyoming 82002

Dennis M. Kirven Kirven and Kirven, P.C. 104 Fort Street PO Box 640 Buffalo, Wyoming 82834-0640

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