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## BEFORE THE ENVIRONMENTAL QUALITY COUNCIL MAR 2 7 2009 OF THE STATE OF WYOMING

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IN THE MATTER OF THE APPEAL OF CLABAUGH RANCH, INC. FROM WYPDES PERMIT NO. WY0052035 Jim Ruby, Executive Secretary Environmental Quality Council Docket No. 08-3810

## FINAL ORDER FOR MODIFICATIONS OF WYPDES PERMIT NO.WY0052035 AND DISMISSAL OF PETITION FOR REVIEW

This matter was brought before the Wyoming Department of Environmental Quality Council ("EQC") on Clabaugh Ranch Inc.'s ("Clabaugh") Petition for Review of the Wyoming Department of Environmental Quality ("DEQ"), Water Quality Division's issuance on November 5, 2008, of the renewal of WYPDES Permit No. WY0052035 authorizing Yates Petroleum Corporation ("Yates") to discharge water produced from its coal bed methane operations into tributaries of wild Horse Creek above the Clabaugh ranch. Clabaugh, Yates and the DEQ are the only parties in this contested case.

Chapter 1, Section 11(a) of the DEQ's Rules of Practice and Procedure provides for disposition of contested cases by stipulation of the parties upon approval of the Council. For purposes of this case, Wyo. Stat. Ann. § 35-11-112(c)(ii) (West 2008) authorizes the Council to order that a permit be modified, subject to applicable state and federal law.

The Council having considered the parties' Joint Stipulation, including Attachment "A" thereto, and statements made by the parties at the scheduling conference on January 27, 2009.

IT IS ORDERED that:

1. The parties' Joint Stipulation, including Attachment "A" thereto (Draft WY0052035 Modification, is hereby approved and is binding upon the parties, their successors and assigns;

2. The contested WYPDES Permit No. WY0052035 is hereby further modified and superseded as specifically set forth in Attachment "A";

Clabaugh's pending Petition for Review of the contested WYPDES Permit
No. WY0052035 is hereby dismissed; and

4. Each party shall bear its own costs and attorney fees through the entry of this Order.

DATED this 24 day of March, 2009.

Dennis M. Boal, Chairman Environmental Quality Council 122 West 25<sup>th</sup>, Room 1714 Herschler Building Cheyenne, Wyoming 82002 PHONE: 307-777-7170 FAX: 307-777-6134

## **CERTIFICATE OF SERVICE**

I, Kim Waring, certify that at Cheyenne, Wyoming, on the 27th day of March, 2009, I served a copy of the foregoing **ORDER** by electronic mail to the following:

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