

# STATE OF ALASKA

SARAH PALIN, GOVERNOR

## **ALASKA OIL AND GAS CONSERVATION COMMISSION**

333 W. 7th AVENUE, SUITE 100  
ANCHORAGE, ALASKA 99501-3539  
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### ADMINISTRATIVE APPROVAL AIO 3.021

Mr. Steve Rossberg  
Wells Manager  
BP Exploration (Alaska) Inc.  
P.O. Box 196612  
Anchorage, AK 99519-6612

RE: PBU Z-25 (PTD 1881590) Request for Administrative Approval  
Prudhoe Bay Oil Pool

Dear Mr. Rossberg:

In accordance with Rule 9 of Area Injection Order (AIO) 03.000, the Alaska Oil and Gas Conservation Commission (AOGCC or Commission) hereby grants BP Exploration (Alaska) Inc. (BPXA)'s request for administrative approval to continue water injection in the subject well.

PBU Z-25 exhibits inner annulus repressurization that is being managed by periodic pressure bleeds. AOGCC finds that BPXA has elected to perform no corrective action at this time on PBU Z-25. The Commission further finds that, based upon reported results of BPXA's diagnostic procedures and wellhead pressure trend plots, PBU Z-25 exhibits two competent barriers to the release of well pressure. Accordingly, the Commission believes that the well's condition does not compromise overall well integrity so as to threaten human safety or the environment.

AOGCC's administrative approval to continue water injection in PBU Z-25 is conditioned upon the following:

1. BPXA shall record wellhead pressures and injection rate daily;
2. BPXA shall submit to the AOGCC a monthly report of well pressures, injection rates, and IA pressure bleeds;
3. BPXA shall perform an MIT-IA every 2 years to 1.2 times the maximum anticipated well pressure;
4. BPXA shall limit the well's IA pressure to 1,500 psi;

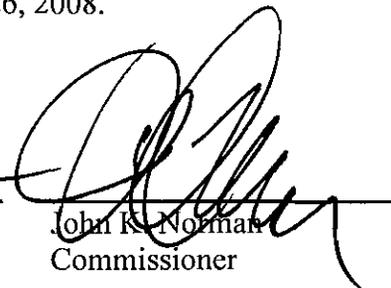
5. BPXA shall immediately shut in the well and notify the AOGCC if there is any change in the well's mechanical condition;
6. After well shut in due to a change in the well's mechanical condition, AOGCC approval shall be required to restart injection, and
7. The MIT anniversary date is January 6, 2008.

As provided in AS 31.05.080(a), within **20** days after written notice of the entry of this order, or such further time as the Commission grants for good cause shown, a person affected by it may file with the Commission an application for reconsideration of the matter determined by the order. If the notice was mailed, then the period of time shall be **23** days. The application for reconsideration must set out the respect in which the order is believed to be erroneous. The Commission shall grant or refuse the application for reconsideration in whole or in part within 10 days after it is filed. The failure to act on it within the 10-day period is a denial of it. If the Commission denies an application for reconsideration by order or inaction, upon denial, this order and the order denying reconsideration or inaction become **FINAL** and may be appealed to superior court. The appeal **MUST** be filed within **33** days after the date on which the Commission mails, **OR 30** days if the Commission otherwise distributes, the order denying reconsideration, **UNLESS** the denial results from inaction, in which case the appeal **MUST** be filed within **40** days after the date on which the application for reconsideration is filed. If the Commission grants an application for reconsideration, this order does not become final. Rather, the order on reconsideration will be the **FINAL** order of the Commission, and it may be appealed to superior court. That appeal **MUST** be filed within **33** days after the date on which the Commission mails, **OR 30** days if the Commission otherwise distributes, the order on reconsideration. As provided in AS 31.05.080(b), “[t]he questions reviewed on appeal are limited to the questions presented to the commission by the application for reconsideration.” In computing a period of time above, the date of the event or default after which the designated period begins to run is not included in the period; the last day of the period is included, unless it falls on a weekend or state holiday, in which event the period runs until 5:00 p.m. on the next day that does not fall on a weekend or state holiday.

**ENTERED** at Anchorage, Alaska and dated February 26, 2008.

  
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Daniel T. Seamount, Jr.  
Chair

  
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Cathy P. Foerster  
Commissioner

  
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John K. Norman  
Commissioner

