RURAL MUNICIPALITY OF RENO NO. 51 BOX 90 CONSUL, SASKATCHEWAN SON 0P0

Oil & Gas Development and Exploration Policy Requirements and stipulations of the Rural Municipality of Reno No. 51

"Municipality" means the Rural Municipality of Reno No. 51

"Company" means any Oil or Gas Company carrying out works in the said Municipality

- 1. The Company shall advise the Municipality, by contacting the Reeve or Administrator of the said Municipality, of the location of any works to be performed along or across any road allowance of the said Municipality, or the works that may alter the condition of any road or road allowance under this Municipality's jurisdiction.
- 2. That all development applications for Council approval shall be requested in writing at least 60 days prior to the commencement of proposed undertaking, and no examination or approval fee shall apply (Council meets second Monday of every month). All requests for Council approval prior to the expiry of 60 days must be in writing and accompanied by an examination/approval fee of \$1,600.00. Submission of application for approval shall not be construed as assured approval. Any development commenced prior to receiving approval shall be assessed a \$500.00 penalty fee and possible refusal.
- 3. The fourth Monday of every month is open for all requests requiring Council approval prior to regular meeting day. The request must be in writing one week prior to the special meeting day and accompanied by an examination/approval fee of \$1,600.00.
- 4. That all copies of all agreements with landowners, with regards to the spreading of drilling fluids and muds, underground and/or pit disposal of wastes, stating specific land locations be filed with the Municipality prior to any development.
- 5. The Company shall name and provide the address of an individual, in an area as near as possible to the works, to be contacted in the event of maintenance requirements or other works associated with the Company's undertakings, and this individual is to be empowered to undertake reasonable corrective action.
- 6. In the event that settlement occurs in a roadway surface due to a pipeline crossing installation, the Administrator of the Municipality shall advise the Company, and if the Company does not within 48 hours of receipt of notification, make the necessary repairs, the Municipality may take the required action to make the repairs, and the costs pertaining to such repairs shall be assessed to and be payable by the Company. The 48 hour notice shall be deemed to include Saturday, Sunday or Statutory holidays.
- 7. In the event that an emergency situation occurs, requiring repairs to the roadway surface immediately, the Municipality may commence making the repairs without providing the owner with 48 hours notice, but in such case, notice shall be given as soon thereafter as possible. Where the council deems it necessary to commence repairs, they shall use reasonable care to prevent any damage to the pipeline, or incur any possible risk of personal injury. If a possibility of damage to the

- pipeline or personal injury exists, the Municipality shall close those portions of the road.
- 8. Where a pipeline crosses any Road Allowance under this Municipality's jurisdiction that contains a built up road, the Company shall install the pipeline by an approved jacking or boring method.
- 9. Installation of pipelines that occur on Road Allowances under this Municipality's jurisdiction that do not contain built up roads, and are merely prairie trails, may be made by the open cut or trenching method.
- 10. All pipeline crossing shall be marked by suitable identification signs, placed approximately at the edge of the Municipality's right of way, and such signs shall indicate the following: Name of Owner/Warning Notice/Commodity being transported.
- 11. The installation of the pipeline shall be carried out in such manners as to protect and not unduly interfere with or obstruct or endanger traffic using that particular roadway.
- 12. The surface of the Municipal right of way shall be restored to its condition prior to the installation, or a close to such condition as is reasonably possible.

- 13. The pipeline should be located as to cross the Municipality's right of way at an angle as close to 90 degrees as is practical, and preferably not less than 45 degrees; however the Municipality will consider requests to cross at a lesser degree.
- 14. The top of the pipeline shall not be less than 2.5m below the surface of the road when crossing undeveloped road allowances; a depth of 1.5m below the lowest part of the ditch when crossing developed road allowances and shall be buried in accordance with the above on at least a 100 foot right of way. Where such circumstances arise, that it is not practical to achieve the specified minimum depth of the pipe, a separate application shall be made by the Company to the Municipality.
- 15. In the event that circumstances require the pipeline to be lowered or moved, the Company shall be responsible for the lowering or moving of the pipeline, except if the pipeline was installed in accordance with the Municipality's specifications, then the Municipality requiring the lowering or moving shall be responsible for the costs involved.
- 16. Should the Company need an approach for access to one of its Wells, the Company shall apply to the Municipality for approval to construct the approach, and should such approval be granted, all approaches must be constructed with a culvert, the shoulders of the approach must be back sloped to a maximum 5:1 (5 run to 1 rise) ratio. Minimum culvert size is 400 mm. The approach shall be graveled.
- 17. All work to be completed in dry conditions. Work must be rescheduled if conditions have a potential to cause surface disturbance. (Wet roads, fields etc.)
- 18. The Company shall be responsible for notifying all sub-contractors involved with the project as to the stipulations set out in the approval.
- 19. Non compliance of the Company of any of the conditions contained herein shall be sufficient basis for the cancellation of the Municipality's consent to the project.
- 20. The Company shall save harmless and keep indemnified, the said Municipality, from and against all costs, loss, damage, expense, for any cause, reason, in respect of works performed excepting where the Municipality is responsible.
- 21. All damage caused to the roadways assessed to and be in the area of project shall be the responsibility of the applicant/developer.
- 22. The Company shall not dispose of coil tubing, garbage or any other refuge. The said items are not to be left within the Municipalities road allowance by any representatives, contractors or subcontractors.
- 23. Any Company wanting to access water from a municipal road allowance will be charged a fee of \$1200.00.