FILED

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

IN THE MATTER OF THE APPEAL)	Environmental Output	retar
OF CLABAUGH RANCH, INC.)	Docket No. 08-3811	uncil
FROM WYPDES PERMIT NO. WY0050989)		

FINAL ORDER FOR MODIFICATIONS OF WYPDES PERMIT NO.WY0050989 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. WY0050989 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:

- The parties' Joint Stipulation, including Attachment "A" thereto (Draft WY0050989 Modification, is hereby approved and is binding upon the parties, their successors and assigns;
- 2. The contested WYPDES Permit No. WY0050989 is hereby further modified and superseded as specifically set forth in Attachment "A";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. WY0050989 is hereby dismissed; and
- 4. Each party shall bear its own costs and attorney fees through the entry of this Order.

DATED this day of March, 2009.

Dennis M. Boal, Chairman

Environmental Quality Council

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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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