WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1969

ENROLLED

SENATE BILL NO._24__

(By Mr. Jackson, Mr. Passichent, and Im James)

PASSED March 8, 1969

In Effect Passage

FILED IN THE OFFICE
JOHN D. HORNEYLVER, VI
SECRETARY OF STATE

THIS DAYE 3-17-69

#24

Senate Bill No. 24

(By Mr. Jackson, Mr. President, and Mr. Gainer)

[Passed March 8, 1969; in effect July 1, 1969.]

AN ACT to amend and reenact sections one, one-a, one-f, one-g, one-h, one-i, two, two-a, seven, nine, ten, ten-a, thirteen and seventeen, article four, chapter twenty-two of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to further amend said article by adding thereto six new sections, designated sections one-k, two-b, three-a, four-a, eight-a and twelve-a, all relating to oil and gas wells and certain other wells, defining the powers and duties of the department of mines and the deputy director for oil and gas with regard to such wells, establishing administrative procedures with regard to the drilling, fracturing and flooding of such wells, the disposal of industrial waste into such wells, the manner in which

such wells shall be plugged, cased or abandoned, establishment of an oil and gas reclamation fund and providing for penalties for violations of this article.

Be it enacted by the Legislature of West Virginia:

That sections one, one-a, one-f, one-g, one-h, one-i, two, two-a, seven, nine, ten, ten-a, thirteen and seventeen, article four, chapter twenty-two of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted; and that said article be further amended by adding thereto six new sections, designated sections one-k, two-b, three-a, four-a, eight-a and twelve-a, all to read as follows:

ARTICLE 4. OIL AND GAS WELLS.

§22-4-1. Definitions.

- 1 Unless the context in which used clearly requires a
- 2 different meaning, as used in this article:
- 3 (a) "Deputy director" shall mean the deputy director
- 4 for oil and gas;
- 5 (b) "Well" shall mean any shaft or hole sunk, drilled,
- 6 bored or dug into the earth or into underground strata for
- 7 the extraction or injection or placement of any liquid or

- 8 gas, or any shaft or hole sunk or used in conjunction with
- 9 such extraction or injection or placement. The term
- 10 "well" shall not have included within its meaning any
- 11 shaft or hole sunk, drilled, bored or dug into the earth for
- 12 the sole purpose of core drilling or pumping or extracting
- 13 therefrom potable, fresh or usable water for household,
- 14 domestic, industrial, agricultural or public use;
- 15 (c) "Facility" shall mean any facility utilized in the oil
- 16 and gas industry in this state and specifically named or re-
- 17 ferred to in this article or in articles five or seven of this
- 18 chapter, other than a well or well site;
- 19 (d) "Owner" when used with reference to any such
- 20 well, shall include any person or persons, firm, partner-
- 21 ship, partnership association or corporation that owns,
- 22 manages, operates, controls or possesses such well as
- 23 principals, or as lessee or contractor, employee or agent
- 24 of such principal;
- 25 (e) "Well operator" or "operator" shall include any
- 26 person or persons, firm, partnership, partnership associa-
- 27 tion or corporation that proposes to or does locate, drill,
- 28 operate or abandon any well as herein defined;

- 29 (f) "Chief" shall mean chief of the division of water
- 30 resources of the department of natural resources;
- 31 (g) "Coal operator" shall include any person or per-
- 32 sons, firm, partnership, partnership association or corpora-
- 33 tion that proposes to or does operate a coal mine;
- 34 (h) "Department" or "department of mines" includes
- 35 the duly constituted authorities under the laws of this
- 36 state having jurisdiction over coal mining operations;
- 37 (i) "Plat" means a map, drawing or print showing the
- 38 location of a well or wells as herein defined;
- 39 (j) "Casing" means a string or strings of pipe com-
- 40 monly placed in wells drilled for natural gas or petroleum
- 41 or both;
- 42 (k) "Oil" and "gas" are synonyms for petroleum and
- 43 natural gas respectively;
- 44 (1) "Cement" means hydraulic cement properly mixed
- 45 with water only;
- 46 (m) "Workable coal bed" means a coal bed in fact
- 47 being operated commercially, or which, in the judgment
- 48 of the department of mines, can, and that it is reasonably
- 49 to be expected will, be so operated, and which, when

- 50 operated, will require protection if wells are drilled 51 through it.
- §22-4-1a. Deputy director for oil and gas—appointment;

 powers and duties generally; departmental records

 open to public.
 - 1 There shall be an employee of the department whose
 - 2 title shall be "deputy director for oil and gas," who shall
 - 3 be appointed by the director to serve at the will and
 - 4 pleasure of the director. The deputy director for oil and
 - 5 gas shall have full charge of the oil and gas matters set
 - 6 out in this article and in articles five and seven of this
 - 7 chapter, subject always to the direct supervision and
 - 8 control of the director of the department of mines. As
 - 9 such, the deputy director for oil and gas shall have the
 - 10 power and duty to:
 - 11 (1) Supervise and direct the execution and enforce-
 - 12 ment of the provisions of this article and articles five
 - 13 and seven of this chapter;
 - 14 (2) Employ a supervising oil and gas inspector and
 - 15 not more than eight district oil and gas inspectors upon
 - 16 approval by the director, such clerks, stenographers and

- 17 other employees as may be approved by the director,
- 18 at compensation fixed by the director, except as otherwise
- 19 provided in this article;
- 20 (3) Supervise and direct such oil and gas inspectors
- 21 and supervising inspector in the performance of their
- 22 duties;
- 23 (4) Suspend for good cause any oil and gas inspector
- 24 or supervising inspector without compensation for a
- 25 period not exceeding thirty days in any calendar year;
- 26 (5) Prepare report forms to be used by oil and gas
- 27 inspectors or the supervising inspector in making their
- 28 findings, orders and notices, upon inspections made in
- 29 accordance with this chapter;
- 30 (6) Hear and determine applications made by owners,
- 31 well operators, and coal operators for the annulment or
- 32 revision of orders made by oil and gas inspectors or the
- 33 supervising inspector, and to make inspections, in ac-
- 34 cordance with the provisions of this article and articles
- 35 five and seven of this chapter;
- 36 (7) Cause a properly indexed permanent and public
- 37 record to be kept of all inspections made by himself or by
- 38 oil and gas inspectors or the supervising inspector;

- 39 (8) Make annually a full and complete written report
- 40 to the director of the department of mines in such form
- 41 and detail as the director may from time to time request,
- 42 so that the director can complete the preparation of the
- 43 director's annual report to the governor of the state;
- 44 (9) Conduct such research and studies as the director
- 45 shall deem necessary to aid in protecting the health and
- 46 safety of persons employed within or at potential or
- 47 existing oil or gas production fields within this state, to
- 48 improve drilling and production methods and to provide
- 49 for the more efficient protection and preservation of oil
- 50 and gas-bearing rock strata and property used in connec-
- 51 tion therewith;
- 52 (10) Perform all other duties which are expressly im-
- 53 posed upon him by the provisions of this chapter, as well
- 54 as duties assigned to him by the director of the depart-
- 55 ment of mines.
- All records of the department shall be open to the
- 57 public.
- §22-4-1f. Authority and duty of deputy director and inspectors

 to visit and inspect wells and facilities; inspectors

 to devote full time to duties.
 - 1 The deputy director for oil and gas of the department

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- 2 of mines shall have authority to visit and inspect any
- 3 well or well site and any other oil and/or gas facility
- 4 in this state and may call for the assistance of any oil
- 5 and gas inspector or inspectors or supervising inspector
- 6 whenever such assistance is necessary in the inspection of
- ? any such well or well site or any other oil and/or gas
- 8 facility. Similarly, all oil and gas inspectors and the
- 9 supervising inspector shall have authority to visit and
- 10 inspect any well or well site and any other oil and/or gas
- 11 facility in this state. The operator or owner of every
- 12 well or well site or any other oil and/or gas facility shall
- 13 cooperate with the deputy director for oil and gas, all oil
- 14 and gas inspectors and the supervising inspector in mak-
- 15 ing inspections or obtaining information.
- 16 Oil and gas inspectors shall devote their full time and
- 17 undivided attention to the performance of their duties,
- 18 and they shall be responsible for the inspection of all
- 19 wells or well sites or other oil and/or gas facilities in
- 20 their respective districts as often as may be required in
- 21 the performance of their duties.

- §22-4-1g. Findings and orders of inspectors concerning violations; determination of reasonable time for abatement; extensions of time for abatement; special inspections; notice of findings and orders.
 - 1 (a) If an oil and gas inspector, upon making an in-
 - 2 spection of a well or well site or any other oil and/or gas
 - 3 facility, as authorized by this article, finds that any pro-
 - 4 vision of this article is being violated, he shall determine
 - 5 what would be a reasonable period of time within which
 - 6 such violation should be totally abated. Such findings
 - 7 shall contain reference to the provisions of this article
 - 8 which he finds are being violated, and a detailed descrip-
 - 9 tion of the conditions which cause and constitute such
 - 10 violation.
 - 11 (b) The period of time so found by such oil and gas
 - 12 inspector to be a reasonable period of time may be ex-
 - 13 tended by such inspector, or by any other oil and gas
 - 14 inspector duly authorized by the deputy director for oil
 - 15 and gas, from time to time, but on not more than three
 - 16 occasions, upon the making of a special inspection to
 - 17 ascertain whether or not such violation has been totally

abated. The deputy director for oil and gas shall cause a special inspection to be made: (A) Whenever an operator of a well or well site or any other oil and/or gas 20 21 facility, prior to the expiration of any such period of time, requests him to cause a special inspection to be 22 made at such well or well site or any other oil and/or gas 23 facility; and (B) upon expiration of such period of time 24 as originally fixed or as extended, unless the deputy director for oil and gas is satisfied that the violation has been abated. Upon making such special inspection, such oil and gas inspector shall determine whether or not such violation has been totally abated. If he determines that such violation has not been totally abated, he shall de-30 termine whether or not such period of time as originally fixed, or as so fixed and extended, should be extended. If he determines that such period of time should be ex-33 34 tended, he shall determine what a reasonable extension 35 would be. If he determines that such violation has not 36 been totally abated, and if such period of time as orig-37 inally fixed, or as so fixed and extended, has then expired, 38 and if he also determines that such period of time should

- 39 not be further extended, he shall thereupon make an
- 40 order requiring the operator of such well or well site or
- 41 other oil and/or gas facility to cease further operations
- 42 of such well, well site or facility, as the case may be.
- 43 Such findings and order shall contain reference to the
- 44 specific provisions of this article which are being violated.
- 45 (c) Notice of each finding and order made under this
- 46 section shall promptly be given to the operator of the
- 47 well or well site or other oil and/or gas facility to which
- 48 it pertains, by the person making such finding or order.
- 49 (d) No order shall be issued under the authority of
- 50 this section which is not expressly authorized herein.
- §22-4-1h. Review of findings and orders by deputy director for oil and gas; special inspection; annulment, revision, etc., of order; notice.
 - 1 Any operator of a well or well site or other oil and/or
 - 2 gas facility notified of findings or an order made by an oil
 - 3 and gas inspector pursuant to section one-g of this article,
 - 4 may apply to the deputy director for oil and gas for
 - 5 annulment or revision of such order. Upon receipt of
 - 6 such application the deputy director for oil and gas shall

- 7 make a special inspection of the well, well site or other
- 8 oil and/or gas facility affected by such order, or cause
- 9 two duly authorized oil and gas inspectors, other than
- 10 the oil and gas inspector who made such order or the
- 11 supervising inspector and one duly authorized oil and gas
- 12 inspector other than the oil and gas inspector who made
- 13 such order, to make such inspection of such well, or well
- 14 site or other oil and/or gas facility and to report thereon
- 15 to him. Upon making such special inspection himself, or
- 16 upon receiving the report of such special inspection, as the
- 17 case may be, the deputy director for oil and gas shall
- 18 make an order which shall include his findings and shall
- 19 annul, revise or affirm the order of the oil and gas in-
- 20 spector.
- 21 The deputy director for oil and gas shall cause notice of
- 22 each finding and order made under this section to be
- 23 given promptly to the operator of the well, well site or
- 24 other oil and/or gas facility to which such findings and
- 25 order pertain.
- 26 At any time while an order made pursuant to section
- 27 one-g of this article is in effect, the operator of the well,

- 28 well site or other oil and/or gas facility affected by such
- 29 order may apply to the deputy director for oil and gas
- 30 for annulment or revision of such order. The deputy
- 31 director for oil and gas shall thereupon proceed to act
- 32 upon such application in the manner provided in this
- 33 section.
- 34 In view of the urgent need for prompt decision of
- 35 matters submitted to the deputy director for oil and gas
- 36 under this article, all actions which he, or oil and gas in-
- 37 pectors, or the supervising inspector, is required to take
- 38 under this article, shall be taken as rapidly as practicable,
- 39 consistent with adequate consideration of the issues in-
- 40 volved.

§22-4-1i. Requirements for findings, orders and notices; posting of findings and orders.

- 1 (a) All findings and orders made pursuant to sections
- 2 one-g or one-h of this article, and all notices required to
- 3 be given of the making of such findings and orders, shall
- 4 be in writing. All such findings and orders shall be signed
- 5 by the person making them, and all such notices shall
- 6 be signed by the person charged with the duty of giv-

- 7 ing the notice. All such notices shall contain a copy of
- 8 the findings and orders referred to therein.
- 9 (b) Notice of any finding or order required by sections
- 10 one-g or one-h of this article to be given to an operator
- 11 shall be given by causing such notice, addressed to the
- 12 operator of the well, well site or other oil and/or gas
- 13 facility to which such finding or order pertains, to be
- 14 delivered to such operator by causing a copy thereof to
- 15 be sent by registered mail to the permanent address of
- 16 such operator as filed with the department of mines and
- 17 by causing a copy thereof to be posted upon the drilling
- 18 rig or other equipment at the well, well site or other oil
- 19 and/or gas facility, as the case may be. The requirement
- 20 of this article that a notice shall be "addressed to the
- 21 operator of the well, well site or other oil and/or gas
- 22 facility to which such finding or order pertains," shall not
- 23 require that the name of the operator for whom it is in-
- 24 tended shall be specifically set out in such address. Ad-
- 25 dressing such notice to "Operator of . . .," specifying the
- 26 well, well site or other oil and/or gas facility sufficiently
- 27 to identify it, shall satisfy such requirement.

- §22-4-1k. Permits required; application for permit; information; responsible agent; drilling permit number; when permits not to be issued.
 - 1 It shall be unlawful for any well to be drilled, redrilled,
 - 2 deepened, fractured, pressured, converted or combined
 - 3 unless a permit therefor has been issued by the depart-
 - 4 ment. An application for any such permit shall be filed
 - 5 with the deputy director and shall contain the following:
 - 6 (a) The name and address of the well operator;
 - 7 (b) The name and address of the owner of the surface
 - 8 lands upon which the well is or may be located;
 - 9 (c) The name and address of the agent of the well
 - 10 operator, if any such agent is required to be designated
 - 11 under the provisions of this section;
 - 12 (d) The approximate depth to which the well is to be
 - 13 drilled;
 - 14 (e) The proposed casing program of such well includ-
 - 15 ing the sizes of all such casing, the depth to which all
 - 16 casing is to be run and the extent to which such casing
 - 17 is to be cemented; and,
 - 18 (f) Any other information which the deputy director
 - 19 by rule or regulation may require.

20 If the well operator named in such application is a corp-21 oration, partnership or a nonresident of the state of West 22 Virginia, then there shall be designated the name and 23 address of an agent for such operator who shall be the 24 attorney in fact for the operator and who shall be a resi-25 dent of the state of West Virginia upon whom notices, 26 orders or other communications issued pursuant to this article or article five-a, chapter twenty, may be served, 27 28 and upon whom process may be served. Every well 29 operator required to designate an agent under this section 30 shall within five days after the termination of such designation notify the department of such termination and 31 32 designate a new agent. 33 The deputy director shall issue with the permit a metal plate containing the drilling permit number as designated by him, which plate shall be permanently affixed in the manner prescribed by the deputy director to the well site 36 upon the completion of the drilling of such well. The metal plate required to be issued by the deputy director shall be of a size and dimension of such material as he 39 40 shall establish by rule and regulation.

- 41 For the purpose of ascertaining whether or not issuance
- 42 of any permit to drill, redrill, deepen, case, fracture, pres-
- 43 sure, operate, plug, abandon, convert or combine any well
- 44 will contribute to an existing pollution problem, the deputy
- 45 director shall have the right and it shall be his duty to con-
- 46 sult with the director of the department of natural re-
- 47 sources. In the event the issuance of any such permit may
- 48 reasonably be expected to contribute to any such exist-
- 49 ing pollution then the deputy director will not issue such
- 50 permit.
- 51 Any person who violates any provision of this section
- 52 shall be guilty of a misdemeanor, and, upon conviction
- 53 thereof, shall be punished by a fine not exceeding two
- 54 thousand dollars, or imprisonment in jail for not exceed-
- 55 ing twelve months, or both such fine and imprisonment.
- §22-4-2. Plats prerequisite to drilling or fracturing wells; preparation and contents; notice and information furnished to coal operators; issuance of permits; performance bonds or securities in lieu thereof.
 - 1 Before drilling for oil or gas, or before fracturing a well
 - 2 originally drilled before the fifth day of June, one thous-
 - 3 and nine hundred twenty-nine, on any tract of land, the

4 well operator shall have a plat prepared by a competent 5 land surveyor or engineer showing the district and county in which the tract of land is located, the name and acreage of the same, the names of the owners of adjacent tracts, the proposed or actual location of the well determined by survey, the courses and distances of such location from two permanent points or landmarks on said tract 10 and the number to be given the well (and the date of 11 drilling completion of a well originally drilled before 12 13 the fifth day of June, one thousand nine hundred twentynine, when it is proposed that such well be fractured), 14 15 and shall forward by registered mail a copy of the plat to the department of mines. In the event the tract of 16 land on which the said well proposed to be drilled or 17 fractured is located is known to be underlaid with one 18 or more workable beds of coal, copies of the plat shall be forwarded by registered mail to each and every coal 20 21 operator, if any, operating said beds of coal beneath said tract of land, or within five hundred feet of the boundaries of the same, who has mapped the same and 23

24 filed his maps as required by law. With each of such

plats there shall be enclosed a notice (form for which 25 26 shall be furnished on request by the department of mines) 27 addressed to the department of mines and to each such 28 coal operator, if any, at their respective addresses, in-29 forming them that such plat and notice are being mailed 30 to them respectively by registered mail, pursuant to the requirements of this article. If no objections are 31 32 made, or are found by the department, to such pro-33 posed location or proposed fracturing within ten days 34 from receipt of such plat and notice by the department of mines, the same shall be filed and become a perma-35 nent record of such location or fracturing subject to inspection at any time by any interested person, and the 37 38 department may forthwith issue to the well operator a permit reciting the filing of such plat, that no objec-39 tions have been made by the coal operators, if any, or 40 found thereto by the department, and authorizing the well operator to drill at such location, or to fracture the well originally drilled before the fifth day of June, one 43 thousand nine hundred twenty-nine: Provided, That unless the department has objections to such proposed loca-

tion or proposed fracturing, such permit may be issued prior to the expiration of such ten-day period upon the 48 obtaining by the well operator of the consent in writ-49 ing of the coal operator or operators to whom copies 50 of the plat and notice shall have been mailed as herein required, and upon presentation of such written consent 51 52 to the department. The notice above provided for may be given to the coal operator by delivering or mailing it as above to any agent or superintendent in actual charge of mines. 55 56 A permit to drill, or to fracture an oil and/or gas well originally drilled before the fifth day of June, one thou-58 sand nine hundred twenty-nine, shall not be issued unless the application therefor is accompanied by a 59 60 bond of the operator in the sum of one thousand dollars, payable to the state of West Virginia, with a corporate bonding and/or surety company authorized to do busi-63 ness in this state as surety thereon, conditioned on full compliance with all laws, rules and regulations relating to the drilling, redrilling, deepening, casing, plugging 65 66 and abandonment of wells and for furnishing such reports

and information as may be required by the department: Provided, however, That when such operator makes or 69 has made application for permits to drill a number of 70 wells and/or fracture a well or wells originally drilled before the fifth day of June, one thousand nine hundred twenty-nine, the operator may in lieu of furnishing a 73 separate bond furnish a blanket bond in the sum of ten 74 thousand dollars, payable to the state of West Virginia, with a corporate bonding or surety company authorized 76 to do business in this state as surety thereon, and con-77 ditioned as aforesaid: Provided further, That in lieu of 78 corporate surety on a separate or blanket bond, as the 79 case may be, the operator may elect to deposit with the 80 deputy director for oil and gas cash or the following 81 collateral securities or any combination thereof: 82 Bonds of the United States or agency thereof, or those 83 guaranteed by, or for which the credit of the United 84 States or agency thereof is pledged for the payment of 85 the principal and interest thereof; (2) direct general 86 obligation bonds of this state, or any other state, or 87 territory of the United States, or the District of Co-

lumbia, unconditionally guaranteed as to the principal and interest by such other state or territory of the 89 90 United States, or the District of Columbia if such other 91 state, territory, or the District of Columbia has the power 92 to levy taxes for the payment of the principal and interest of such securities, and if at the time of the deposit 93 such other state, territory, or the District of Columbia 94 is not in default in the payment of any part of the 95 96 principal or interest owing by it upon any part of its funded indebtedness; (3) direct general obligation bonds 97 98 of any county, district, city, town, village, school district 99 or other political subdivision of this state issued pur-100 suant to law and payable from ad valorem taxes levied on all the taxable property located therein, provided that 101 the total indebtedness after deducting sinking funds and all debts incurred for self-sustaining public works 103 104 does not exceed five percent of the assessed value of all 105 taxable property therein at the time of the last assess-106 ment made before the date of such deposit, and pro-107 vided that the issuer has not, within five years prior to 108 the making thereof, been in default for more than ninety

days in the payment of any part of the principal or 109 interest on any debt evidenced by its bonds; (4) revenue 111 bonds issued by this state or any agency of this state 112 when such bonds are payable from revenues or earnings 113 specifically pledged for the payment of principal and 114 interest, and a lawful sinking fund or reserve fund has 115 been established and is being maintained for the pay-116 ment of such bonds; (5) revenue bonds issued by a municipality in this state for the acquisition, construction, improvement, or extension of a waterworks system, or a sewerage system, or a combined waterworks and 119 120 sewerage system, when such bonds are payable from 121 revenue or earnings specifically pledged for the pay-122 ment of principal and interest, and a lawful sinking fund 123 or reserve fund has been established and is being main-124 tained for the payment of such bonds; (6) revenue bonds 125 issued by a public service board of a public service district in this state for the acquisition, construction, improvement or extension of any public service prop-128 erties, or for the reimbursement or payment of the costs 129 and expenses of creating the district, when such bonds

130 are payable from revenue or earnings specifically pledged for the payment of principal and interest, and a lawful 131 132 sinking fund or reserve fund has been established and is being maintained for the payment of such bonds; (7) 134 revenue bonds issued by a board of trustees of a sanitary district in this state for the corporate purposes of such 135 136 district, when such bonds are payable from revenue or earnings specifically pledged for the payment of principal 137 138 and interest, and a lawful sinking fund or reserve fund 139 has been established and is being maintained for the 140 payment of such bonds; and (8) bonds issued by a federal 141 land bank or home owners' loan corporation. The cash 142 deposit and/or market value of the collateral securities shall be equal to or greater than the penalty of the 143 separate or blanket bond, as the case may be. Upon re-144 ceipt of any such deposit or cash or collateral securi-146 ties, the deputy director for oil and gas shall immediately deliver the same to the treasurer of the state of West 147 Virginia. The treasurer shall determine whether any such 148 securities satisfy the requirements of this section. If 149 150 the securities are approved they shall be accepted by

the treasurer. If the securities are not approved, they 152 shall be rejected and returned to the operator and no permit shall be issued until a corporate surety bond is filed or cash or proper collateral securities are filed in 155 lieu of such surety. The treasurer shall hold any cash 156 or securities in the name of the state in trust for the 157 purposes for which the deposit was made. The operator 158 shall be entitled to all interest and income earned on 159 the collateral securities filed by such operator so long 160 as the operator is in full compliance with all laws, rules 161 and regulations relating to the drilling, redrilling, deep-162 ening, casing, plugging and abandonment of wells and 163 for furnishing such reports and information as may be required by the department. The operator making the 165 deposit shall be entitled from time to time to receive from the treasurer, upon the written order of the deputy 167 director for oil and gas, the whole or any portion of 168 such securities upon depositing with the treasurer in 169 lieu thereof cash equal to or greater than the penalty of the bond, or other approved securities of the classes herein specified having a market value equal to or greater

- 172 than the penalty of the bond, or a corporate surety bond.
- 173 Any such bond shall remain in force until released by
- 174 the department and the department shall release the
- 175 same when it is satisfied the conditions thereof have
- 176 been fully performed. Upon the release of any such
- 177 bond, any cash or collateral securities deposited shall
- 178 be returned by the deputy director for oil and gas to
- 179 the operator who deposited same.

§22-4-2a. Notice to coal operators and department of mines of intention to fracture certain other wells; contents of such notice; permit required.

- 1 Before fracturing any well originally drilled on and
- 2 after the fifth day of June, one thousand nine hundred
- 3 twenty-nine, and before the effective date of this act.
- 4 and which is located on any tract of land known to be
- 5 underlaid with one or more workable beds of coal, the
- 6 well operator shall, by registered mail, forward a notice
- 7 of intention to fracture such well to the department of
- 8 mines and to each and every coal operator operating said
- 9 beds of coal beneath said tract of land, or within five
- 10 hundred feet of the boundaries of the same, who has

11 mapped the same and filed his maps as required by law. 12 Nothing contained in this article shall under any circumstances be construed to require any well operator to 13 14 give a notice of intention to fracture, or to obtain a permit to fracture, a well drilled on and after the effective date of this act. The notice shall be addressed to the department of mines and to each such coal operator at their respective addresses, shall contain the number of the drilling permit for such well and such other information as may be required by the department to enable the department and the coal operators to locate and identify such well and shall inform them that such notice is being mailed to them respectively by registered mail, pursuant to the requirements of this article. (The form for such notice of intention shall be furnished on request by the department of mines.) If no objections are made, or are found by the department, to such proposed fracturing within ten days from receipt of such notice by 29 the department of mines, the same shall be filed and be-30 come a permanent record of such fracturing, subject to 31 inspection at any time by any interested person, and the

- department shall forthwith issue to the well operator a 32 permit reciting the filing of such notice, that no objections 34 have been made by the coal operators, or found thereto by the department, and authorizing the well operator to 35 fracture such well. Unless the department has objections 36 37 to such proposed fracturing, such permit shall be issued 38 prior to the expiration of such ten-day period upon the obtaining by the well operator of the consent in writing of 39 40 the coal operator or operators to whom notice of intention to fracture shall have been mailed as herein re-42 quired, and upon presentation of such written consent to the department. The notice above provided for may be given to the coal operator by delivering or mailing 44 it as above to any agent or superintendent in actual 45 charge of mines.
- §22-4-2b. Plats prerequisite to introducing liquids or waste into wells; preparation and contents; notices and information furnished to coal operators and chief of water resources; issuance of permits; performance bonds of security in lieu thereof.
 - 1 Before drilling a well for the introduction of liquids
 - 2 for the purposes provided for in section ten-a of this

3 article or for the introduction of liquids for the disposal of sewage, industrial waste or other waste or the effluent therefrom on any tract of land, or before converting an existing well for such purposes, the well operator shall have a plat prepared by a competent engineer showing the district and county in which the tract of land is located, the name and acreage of the same, the names of the owners of all adjacent tracts, the proposed or actual location of the well or wells determined by a survey, the courses and distances of such location from two 12 permanent points of land marked on said tract and the number to be given to the well, and shall forward by registered or certified mail the original and one copy of the plat to the department of mines. In addition, the well operator shall provide the following information on the plat or by way of attachment thereto to the department in the manner and form prescribed by the department's rules and regulations: (a) the location of all wells, abandoned or otherwise located within the area to be affected; (b) where available, the casing records of all such 23 wells; (c) where available, the drilling log of all such

- 24 wells; (d) the maximum pressure to be introduced; (e)
- 25 the geological formation into which such liquid or pres-
- 26 sure is to be introduced; (f) a general description of the
- 27 liquids to be introduced; (g) the location of all water
- 28 bearing horizons above and below the geological forma-
- 29 tion into which such pressure, liquid or waste is to be
- 30 introduced; and (h) such other information as the deputy
- 31 director by rule and regulation may require.
- 32 In the event the tract of land on which said well pro-
- 33 posed to be drilled or converted for the purposes pro-
- 34 vided for in this section is located is known to be
- 35 underlaid with one or more workable beds of coal, copies
- 36 of the plat and all information required by this section
- 37 shall be forwarded by the operator by registered or certi-
- 38 fied mail to each and every coal operator, if any, operating
- 39 said beds of coal beneath said tracts of land, or within five
- 40 hundred feet of the boundaries of the same, who has
- 41 mapped the same and filed his maps as required by law.
- 42 With each of such plats, there shall be enclosed a notice
- 43 (form for which shall be furnished on request by the de-
- 44 partment of mines) addressed to the department of mines

and to each such coal operator, if any, at their respective addresses, informing them that such plat and notice are being mailed to them respectively by registered or certified mail, pursuant to the requirements of this section. The deputy director shall forward a copy of the plat, notice and all other information required by this section to the chief of the division of water resources of the department of natural resources.

53 If no objections are made by any such coal operator or 54 such chief, or are found by the department to such 55 proposed drilling or converting of the well or wells for 56 the purposes provided for in this section within thirty days from the receipt of such plat and notice by the de-57 partment of mines, the same shall be filed and become a 58 permanent record of such location or well, subject to 59 60 inspection at any time by any interested person, and 61 the department shall forthwith issue to the well operator 62 a permit reciting the filing of such plat and notice, that 63 no objections have been made by the coal operators, 64 if any, or found thereto by the department of mines or 65 by the chief, and authorizing the well operator to drill

at such location or convert such existing well or wells 67 for the purposes provided for in this section. Such permit shall be issued prior to the expiration of such thirty-day period upon the obtaining by the well oper-69 ator of the consent in writing of the coal operator or 71 operators to whom copies of the plat and notices must have been mailed as herein required and upon obtaining 72 73 the consent in writing of the chief, and upon presenta-74 tion of such written consent in writing of the chief, and upon presentation of such written consent to the 75 department. The notices above provided for may be given 76 to the coal operator by delivering or mailing it as above 77 78 to any agent or superintendent in actual charge of the 79 mines. A permit to drill a well or wells or convert an existing

A permit to drill a well or wells or convert an existing well or wells for the purposes provided for in this section shall not be issued until all of the bonding provisions required by the provisions of section two of this article have been fully complied with and all such bonding provisions shall apply to all wells drilled or converted for the purposes provided for in this section as if such

- wells had been drilled for the purposes provided for in section two of this article, except that such bonds shall 88 89 be conditioned upon full compliance with all laws, rules and regulations relating to the drilling of a well or the 90 converting of an existing well for the purposes provided 91 92 for in said section ten-a, or introducing of liquids for the disposal of sewage, industrial waste or other waste or the 93 effluent therefrom including the redrilling, deepening, casing, plugging, or abandonment of all such wells. 95
- §22-4-3a. Objections to proposed drilling or converting for introducing liquids or waste into wells; notices and hearings; agreed location or conditions; location or conditions fixed by the department of mines; indication of changes on plats, etc.; issuance of permits; docket of proceeding.
 - 1 In any case wherein a well is proposed to be drilled or
 - 2 converted for the purposes provided for in section two-b
 - 3 of this article and is above or in close proximity to any
 - 4 mine opening, shaft, entry, traveling, air, haulage, drain-
 - 5 age or other passageway, or to any proposed extension
 - 6 thereof, in any operated and abandoned or operating

coal mine or coal mine already surveyed and platted, but not yet being operated, so that such well or wells or the pillar of coal about such well or wells necessary to the protection of the mine and of such well itself when drilled or subjected to the introduction of liquid for the purposes provided for in section ten-a of this article or subjected to the introduction of liquid for the disposal of sewage, industrial waste or other waste or the effluent therefrom will interfere with or endanger the use of such mine 15 opening, entries or ways, then the coal operator or operators affected may, and shall, if the drilling or introducing 17 of any and all such liquids of or into a well at such location will cause a dangerous condition in their mines, file objections in writing (forms for which will be furnished 20 by the department on request) within thirty days from the receipt by the department of mines of the plat and notice required by section two-b of this article to such proposed drilling or converting for the purposes provided for in section two-b of this article, setting out therein as definitely as is reasonably possible the ground or grounds on which such objections are based and, in the case of drilling a well for the purposes provided for in section

28

29 two-b, where necessary, such coal operator shall indicate 30 the direction and distance from the location shown on the 31 plat from the location originally shown on the plat as the 32 proposed well location is suggested as a new location 33 where such proposed well may be drilled in order to overcome such coal operators objections, and in the case of 35 converting an existing well for such purposes, such 36 objecting coal operator shall indicate the conditions for 37 the protection of life and property under which the well 38 or wells should be converted or liquid introduced into 39 such well to overcome such objections. 40 In any case wherein a well proposed to be drilled or converted for the purposes provided for in section two-b 41 42 of this article shall, in the opinion of the chief of the 43 division of water resources of the department of natural resources, affect detrimentally the reasonable standards 45 of purity and quality of the waters of the state, such chief shall, within thirty days from the receipt of the plats and 46 notices required by said section two-b, file with the deputy 47 48 director his objections in writing to such proposed drilling

49 or conversion, setting out therein as definitely as is rea-50 sonably possible the ground or grounds upon which such 51 objections are based and indicating the conditions, consistent with the provisions of this article and the rules 53 or regulations promulgated thereunder, as may be necessary for the protection of the reasonable standards of the purity and quality of such waters under which such proposed drilling or conversion may be completed to 57 overcome such objections. 58 If any objection or objections are so filed by any such 59 coal operator or such chief or are made by the department of mines, the department shall notify the well operator 61 of the character of the objections and by whom made and fix a time and place, not less than ten days from the end of such thirty-day period, at which such objections 63 64 will be considered, of which time and place the well 65 operator and such chief and all coal operators to whom a 66 copy of the plat and notice required by said section two-b 67 was mailed, whether objecting or not objecting to the 68 proposed drilling or conversion, shall be given at least 69 five days' written notice by the department, by registered

70 or certified mail, and summoned to appear, and, in the 71 case of coal operators, bringing with them their maps and plans showing their mines and mine workings and, in the case of proposed drilling to be prepared to approve or except to such location or locations as the department may, after hearing, approve or itself fix in case no agreement is reached, and, in the case of proposed 76 conversion of a well for the purposes provided for in said 78 section two-b, to be prepared to approve or to except to any conditions under which the conversion is to take place as the department may, for the protection of life 80 and property or for the protection of reasonable standards 81 82 of purity and quality of the waters of the state, after hearing, approve or itself fix in case no agreement is 83 84 reached. In the case of proposed drilling or converting of a well for the purposes provided for in said section two-b, at the time and place so fixed, the well operator and the interested coal operators and the chief, or such 88 of them as are present or represented, shall proceed to 89 consider the objections and agree upon either the location 90 (in the case of drilling) as made or so moved as to

satisfy all objections and meet the approval of the department, and any change in the original location (in 92 case of drilling) so agreed upon and approved by the 93 department shall be indicated on said plat on file with 95 the department, and the distances and direction of the location of the new location from the original location 96 97 shall be shown, and, as so altered, the plat shall be filed 98 and become a permanent record, and in the case of pro-99 posed conversion, to agree upon conditions under which 100 the well is to be converted which will satisfy all objec-101 tions and meet the approval of the department, at which 102 time the plat and notice required by said section two-b 103 shall be filed and become a permanent record. Whereupon the department shall forthwith issue to the well operator 105 a permit to drill or convert the well or wells, as the case may be, for the purposes provided for in said section 107 two-b, reciting the filing of the plat and notice required by said section two-b, that at a hearing duly held a loca-108 tion as shown on the plat or the conditions under which 109 the conversion is to take place for the protection of life 110 and property and the reasonable standards of purity and 111

112 quality of the waters of the state were agreed upon and 113 approved, and that the well operator is authorized to

114 drill at such location or to convert at the site shown on

115 such plat, as the case may be.

116 In case the well operator and the coal operator and 117 the chief, or such of them as are present or represented 118 at such hearing are unable to agree upon a drilling location, or upon a drilling location that meets the approval of the department of mines, then the department shall 120 fix a drilling location on such tract of land as near to the 122 original location as possible in a pillar of suitable size, 123 through which the well can be drilled safely, taking into 124 consideration the dangers from creeps, squeezes or other disturbances, due to the extraction of coal. Should no such pillar exist, however, the well may be located and 126 drilled through open workings where, in the judgment of the department of mines, it is practicable and safe to 129 do so, taking into consideration the dangers from creeps, squeezes, or other disturbances. 130

131 In case the well operator and the coal operator and the 132 chief, or such of them as are present or represented at

such hearing are unable to agree upon the conditions 134 under which a well is to be converted so as to protect life and property and the reasonable standards of purity and 136 quality of the waters of the state, or upon such conditions of converting that meet the approval of the department 137 of mines, then the department shall fix the conditions 139 under which the well is to be converted, provided the 140 well can be converted safely, taking into consideration the dangers from creeps, squeezes, or other disturbances 141 and taking into consideration the protection of life and 143 property and the reasonable standards of the purity and quality of the waters of the state. Such new drilling location shall be indicated on the plat on file with the department as provided herein, and the department shall forthwith tender to the operator a permit to drill at such 147 location or to convert for the purposes provided for in 149 section two-b of this article at the site shown on the plat, as the case may be, which permit the well operator may accept or refuse to accept and if it accepts such permit, 152 such coal operators or chief having filed objections and 153 appearing or being represented at such hearing may ex-

154 cept to such location or conversion or to the issuance of such drilling or converting permit; and the well operator 155 156 accepting the same may require the record of the hearing 157 to show that it accepts such drilling permit at the location 158 made by the department as a new or additional location 159 and not in lieu of its original location, or that it accepts 160 such converting permit as to the conditions under which 161 the well is to be converted as fixed by the department as new conditions and not in lieu of the conditions pre-162 163 ferred by it, and that it reserved the right to appeal to the circuit court of the county in which its original drilling location, or its conversion site, lies for relief, and 165 that it excepts to the refusal of the department to ap-167 prove such original location substantially as made or to approve the conditions of converting preferred. In any 168 169 case, in addition to taking into consideration the dangers from creeps, squeezes or other disturbances, the depart-170 171 ment shall at all times consider the protection of life and property and the protection of the reasonable standards of quality and purity of the waters of the state. 174 In any case, either the well operator or the coal operator 175 or the chief may reserve the right to appeal to the circuit 176 court of the county in which the original drilling location

177 or conversion site lies for relief.

178 The department of mines shall number and keep an index of and docket each plat and notice mailed to it as 179 provided in said section two-b, entering in such docket 180 the name of the well operator, names of the coal operators 182 notified and their addresses, the date of receipt of any 183 such plat and notice required by said section two-b, the 184 date and circumstances of a forwarding of a copy of such plat and notice to the chief of the division of water 186 resources, and of all objections filed, dates of hearings 187 and all actions taken by the department, permits issued or refused, which docket shall be open to inspection by 188 the public, and, together with the papers filed, shall 189 190 constitute the record of each such proceeding before the 191 department.

§22-4-4a. Appeal by coal operator, well operator or chief of
the division of water resources from drilling location for introducing of liquids or waste fixed or
approved or from the conditions of converting
fixed or approved; procedure.

1 Any coal operator or the chief of the division of water

resources of the department of natural resources ex-2 cepting to any drilling location for the purposes pro-3 vided for in said section two-b fixed or approved or to the issuance of any drilling permit for such purposes, or 5 other conditions under which a well is to be converted for such purposes as fixed or approved by the department of mines for the protection of life and property and the reasonable standards of quality and purity of the 9 10 waters of the state or any other issuance of any such 11 converting permit and any well operator excepting to the 12 refusal of the department to grant any drilling permit for the purposes provided for in said section two-b at 13 the location shown in the plat mailed to the department as provided in said section two-b, or such location so shift-15 16 ed as to be substantially the same or the equivalent there-17 of, or to the refusal of the department to grant such converting permit in accordance with the conditions of such 18 converting preferred by the well operator, may at any 19 time within ten days of the taking of such action by the 20 department of mines appeal to the circuit court of the 21 county in which such proposed drilling location or site in-

volved lies. The procedure shall be by petition and ans-24 wer, duly verified, and naming the department as one of the respondents. The petition shall briefly set forth the matter in controversy, the ruling of the department 26 and the relief sought. The well operator, the coal operator or the chief making such appeal shall forthwith send a 28 copy of such petition for appeal, by registered or certified mail, to the deputy director for oil and gas. Upon 31 receipt of such copy of such petition for appeal the deputy director for oil and gas shall promptly certify and file in 32 such court a complete transcript of the record upon 34 which the ruling complained of was made, as well as copies of all papers filed with the department. The costs of such transcripts shall be paid by the party making 36 the appeal. The respondents shall be required to answer under oath within ten days after service of copies of the petition upon them, and the procedure shall be expedited, 39 as far as is reasonably possible, having regard to possible 40 drainage or loss of title by the well operator through its failure to complete or convert a well or through its failure to introduce liquids for the purposes provided

for in section ten-a of this article within the period fixed 45 by the terms of the lease under which it holds. The court 46 may, by preliminary order, upon proper proof of the necessity therefor and the giving of proper security, stay 48 the drilling or converting of any well, or stay the intro-49 duction of liquid for the purposes provided for in said section ten-a or stay the disposal of sewage, industrial 50 51 waste or other waste or the effluent therefrom, until a 52 final decision on the appeal, and after a final hearing, 53 at which any competent and relevant evidence may be introduced, may set aside any action or order of the department and enter such final order and decree as in its 55 56 judgment is just and right and will best carry out the 57 provisions of this article. From such final orders and decrees of the circuit court an appeal may be taken to 58 the supreme court of appeals. During vacation periods 59 or when for any reason the circuit court is not in session, 60 such proceedings shall be before the judge of an adjoin-61 ing circuit, who may act until the return of the regular 62 judge to his circuit, whereupon all further proceedings 63 64 shall be had before the regular judge or circuit court

- 65 having initial jurisdiction therein, and all proceedings in
- 66 vacation shall be of like force and effect as if before the
- 67 court in term.

§22-4-7. Protective devices—continuance during life of well; dry or abandoned wells.

- 1 In the event that a well becomes productive of natural
- 2 gas or petroleum, or is drilled for or converted for the
- 3 introduction of pressure, whether liquid or gas, or for
- 4 the introduction of liquid for the purposes provided for in
- 5 section ten-a of this article or for the disposal of sewage,
- 6 industrial waste or other wastes or the effluent there-
- 7 from, all coal-protecting strings of casing and all water-
- 8 protecting strings of casing shall remain in place until
- 9 the well is plugged or abandoned. During the life of the
- 10 well the annular spaces between the various strings of
- 11 casing adjacent to workable beds of coal shall be kept
- 12 open, and the top ends of all such strings shall be pro-
- 13 vided with casing heads, or such other suitable devices
- 14 as will permit the free passage of gas and prevent filling
- 15 of such annular spaces with dirt or debris.
- 16 Any well which is completed as a dry hole or which is

- 17 not in use for a period of twelve consecutive months shall
- 18 be presumed to have been abandoned and shall promptly
- 19 be plugged by the operator in accordance with the provi-
- 20 sions of this article, unless the operator furnishes satis-
- 21 factory proof to the deputy director that there is a bona
- 22 fide future use for such well.

§22-4-8a. Installation of fresh water casings.

- 1 When a permit has been issued for the drilling of an
- 2 oil or gas well or both, each well operator shall run and
- 3 permanently cement a string of casing in the hole through
- 4 the fresh water bearing strata in such a manner and to
- 5 the extent provided for in rules and regulations pro-
- 6 mulgated by the director of the department of mines
- 7 in accordance with the provisions of chapter twenty-
- 8 nine-a.

§22-4-9. Plugging and abandonment of well; notice of intention; performance bonds or securities in lieu thereof; affidavit showing time and manner.

- 1 All dry or abandoned wells or wells presumed to be
- 2 abandoned under the provisions of section seven of this
- 3 article shall be plugged in accordance with this section

- 4 and the other provisions of this article and in accord-
- 5 ance with the rules and regulations promulgated by
- 6 the deputy director.
- 7 Prior to the abandonment of any well, the well op-
- 8 erator shall notify, by registered or certified mail, the
- 9 department of mines and the coal operator or operators,
- 10 if any, to whom notices are required to be given by sec-
- 11 tion two of this article and the coal operator or operators
- 12 to whom notices are required to be given by section
- 13 two-a of this article of its intention to plug and abandon
- 14 any such well (using such form of notice as the depart-
- 15 ment may provide), giving the number of the well and
- 16 its location and fixing the time at which the work of
- 17 plugging and filling will be commenced, which time shall
- 18 be not less than five days after the day on which such
- 19 notice so mailed is received or in due course should be
- 20 received by the department of mines, in order that a
- 21 representative or representatives of the department and
- 22 the coal operator or operators, if any or of both, may be
- 23 present at the plugging and filling of the well. Whether
- 24 such representatives appear or do not appear, the well

operator may proceed at the time fixed to plug and fill the well in the manner hereinafter described. Notwith-26 standing the foregoing, a well operator may proceed to plug and fill a well at any time without giving the 29 aforesaid notice of intention if such operator has first obtained in writing the approval of the department of mines and the coal operator or operators, if any, to whom notices are required to be given by section two of this article and the coal operator or operators to whom notices are required to be given by section two-a of this article. No well shall be plugged or abandoned unless the department is furnished a bond of the operator in 36 the sum of one thousand dollars, payable to the state 38 of West Virginia, with a corporate bonding or surety company authorized to do business in this state as surety 39 thereon, conditioned on full compliance with all laws, rules and regulations relating to the casing, plugging and abandonment of wells and for furnishing such reports and information as may be required by the de-44 partment. When a number of wells are involved, the 45 operator may in lieu of furnishing a separate bond fur-

nish a blanket bond in the sum of ten thousand dollars. payable to the state of West Virginia, with a corporate 47 bonding or surety company authorized to do business 48 in this state as surety thereon, and conditioned as afore-50 said. In lieu of corporate surety on a separate or blanket 51 bond, as the case may be, the operator may elect to deposit with the deputy director for oil and gas cash or 52 collateral securities as specified in section two of this 53 54 article. All of the provisions of section two dealing with 55 cash or collateral securities in lieu of corporate surety shall be fully applicable hereto except for the condition 56 of the bond with respect to which the operator must be in full compliance in order to be entitled to the interest 58 59 and income earned on such securities. The operator shall be entitled to such interest and income under this sec-60 tion so long as the operator is in full compliance with all laws, rules and regulations relating to the casing, plugging and abandonment of wells and for furnishing such reports and information as may be required by the department. Any such bond shall remain in force until 66 released by the department and the department shall

release the same when it is satisfied the conditions thereof have been fully performed. Notwithstanding the fore-68 69 going provisions, any operator who, in accordance with 70 section two of this article, has furnished a separate bond, 71 which has not been released by the department, for the 72 drilling, converting or drilling for the introduction of 73 liquids, for the disposal of sewage, industrial waste or other waste or the effluent therefrom, or introducing 74 75 pressure, whether liquid or gas, or introducing liquid for the purposes provided for in section ten-a of this 77 article or fracturing of the well it is now proposed be 78 plugged and abandoned, or who, in accordance with the provisions of said section two of this article, has fur-79 80 nished a blanket bond which has not been released by the department shall not be required by this section 81 nine to furnish any other bond. When the plugging and 82 filling of a well have been completed, an affidavit, in 83 84 triplicate, shall be made (on a form to be furnished by the department) by two experienced men who participated in the work, in which affidavit shall be set forth 86 the time and manner in which the well was plugged and

- 88 filled. One copy of this affidavit shall be retained by the
- 89 well operator, another (or true copies of same) shall be
- 90 mailed to the coal operator or operators, if any, and
- 91 the third to the department of mines.

§22-4-10. Methods of plugging well.

- 1 Upon the abandonment or cessation of the operation
- 2 of any well drilled for natural gas or petroleum, or drilled
- 3 or converted for the introduction of pressure, whether
- 4 liquid or gas, or for the introduction of liquid for the
- 5 purposes provided for in section ten-a of this article or
- 6 for the disposal of sewage, industrial waste or other
- 7 waste or the effluent therefrom the well operator, at
- 8 the time of such abandonment, or cessation, shall fill and
- 9 plug the well in the following manner:
- 10 (a) Where the well does not penetrate workable coal
- ll beds, it shall either be filled with mud, clay or other non-
- 12 porous material from the bottom of the well to a point
- 13 twenty feet above the top of its lowest oil, gas or water-
- 14 bearing stratum; or a permanent bridge shall be anchored
- 15 thirty feet below its lowest oil, gas or water-bearing
- 16 stratum, and from such bridge it shall be filled with mud,

clay or other nonporous material to a point twenty feet above such stratum; at this point there shall be placed 18 a plug of cement or other suitable material which will 20 completely seal the hole. Between this sealing plug and 21 a point twenty feet above the next higher oil, gas or 22 water-bearing stratum, the hole shall either be filled, or 23 bridged and filled, in the manner just described; and at 24 such point there shall be placed another plug of cement 25 or other suitable material which will completely seal the 26 hole. In like manner the hole shall be filled and plugged, 27 or bridged, filled and plugged with reference to each of 28 its oil, gas or water-bearing strata. However, whenever such strata are not widely separated and are free from 29 30 water, they may be grouped and treated as a single sand, gas or petroleum horizon, and the aforesaid filling and 31 32 plugging be performed as though there were but one horizon. After the plugging of all oil, gas or waterbearing strata, as aforesaid, a final plug shall be anchored 35 approximately ten feet below the bottom of the largest 36 casing in the well; from this point to the surface the well shall be filled with mud, clay or other nonporous material.

- 38 In case any of the oil or gas-bearing strata in a well shall
- 39 have been shot, thereby creating cavities which cannot
- 40 readily be filled in the manner above described, the well
- 41 operator shall follow either of the following methods:
- 42 (1) Should the stratum which has been shot be the
- 43 lowest one in the well, there shall be placed, at the
- 44 nearest suitable point, but not less than twenty feet above
- 45 the stratum, a plug of cement or other suitable material
- 46 which will completely seal the hole. In the event, how-
- 47 ever, that the shooting has been done above one or more
- 48 oil or gas-bearing strata in the well, plugging in the
- 49 manner specified shall be done at the nearest suitable
- 50 points, but not less than twenty feet below and above
- 51 the stratum shot. Or (2), when such cavity shall be in
- 52 the lowest oil or gas-bearing stratum in the well, a liner
- 53 shall be placed which shall extend from below the
- 54 stratum to a suitable point, but not less than twenty feet
- 55 above the stratum in which shooting has been done. In
- 56 the event, however, that the shooting has been done above
- 57 one or more oil or gas-bearing strata in the well, the liner
- 58 shall be so placed that it will extend not less than twenty

- 59 feet above, nor less than twenty feet below, the stratum
- 60 in which shooting has been done. Following the placing
- 61 of the liner in the manner here specified it shall be com-
- 62 pactly filled with cement, mud, clay or other nonporous
- 63 sealing material;
- 64 (b) Where the well has penetrated one or more work-
- 65 able coal beds, it shall be filled and securely plugged in
- 66 the manner aforesaid, to a point forty feet below the
- 67 lowest workable coal bed. If, in the judgment of the well
- 68 operator, the coal operator and the department of mines,
- 69 a permanent outlet to the surface is required, such outlet
- 70 shall be provided in the following manner: A plug of
- 71 cement, or other suitable material, shall be placed in the
- 72 well at a suitable point, not less than thirty feet below
- 73 the lowest workable coal bed. In this plug and passing
- 74 through the center of it shall be securely fastened an
- 75 open pipe not less than two inches in diameter, which
- 76 shall extend to the surface. At or above the surface the
- 77 pipe shall be provided with a device which will permit
- 78 the free passage of gas, and prevent obstruction of the
- 79 same. Following the setting of the cement plug and

outlet pipe as aforesaid, the hole shall be filled with cement to a point twenty feet above the lowest workable 81 82 coal bed. From this point the hole shall be filled with mud, clay or other nonporous material to a point thirty feet beneath the next overlying workable coal bed, if 84 such there be, and the next succeeding fifty feet of the 85 86 hole filled with cement, and similarly, in case there are more overlying workable coal beds. If, in the judgment 87 of the well operator, the coal operator and the depart-88 89 ment of mines, no outlet to the surface is considered necessary, the plugging, filling and cementing shall be 91 as last above described.

§22-4-10a. Introducing liquid pressure into producing strata to recover oil contained therein.

- 1 The owner or operator of any well or wells which pro-
- 2 duce oil or gas may allow such well or wells to remain
- 3 open for the purpose of introducing water or other
- 4 liquid pressure into and upon the producing strata for
- 5 the purpose of recovering the oil contained therein, and
- 6 may drill additional wells for like purposes, provided
- 7 that the introduction of such water or other liquid pres-

- 8 sure shall be controlled as to volume and pressure and
- 9 shall be through casing or tubing which shall be so
- 10 anchored and packed that no water bearing strata or
- 11 other oil, or gas-bearing sand or producing stratum, above
- 12 or below the producing strata into and upon which such
- 13 pressure is introduced, shall be affected thereby.

§22-4-12a. Special reclamation fund; fees.

- 1 In addition to any other fees required by the provisions
- 2 of this article, every applicant for a permit to drill a well
- 3 shall, before the permit is issued, pay to the deputy di-
- 4 rector for oil and gas a special reclamation fee of one
- 5 hundred dollars for each well to be drilled. Such special
- 6 reclamation fee shall be paid at the time the application
- 7 for a drilling permit is filed with the deputy director and
- 8 the payment of such reclamation fee shall be a condition
- 9 precedent to the issuance of said permit.
- 10 There is hereby created within the treasury of the state
- 11 of West Virginia a special fund to be known as the oil and
- 12 gas reclamation fund, and the deputy director shall de-
- 13 posit with the state treasurer to the credit of such special
- 14 fund all special reclamation fees collected. The proceeds

- of any bond forfeited under the provisions of this article shall inure to the benefit of and shall be deposited in
- 17 such oil and gas reclamation fund. If at the end of any
- 18 fiscal year the total amount in the oil and gas reclamation
- 19 fund is in excess of two hundred thousand dollars, the
- 20 amount of such excess shall be paid into the general
- 21 revenue fund.
- 22 The oil and gas reclamation fund shall be administered
- 23 by the director of the department of mines. The deputy
- 24 director for oil and gas shall cause to be prepared plans
- 25 for the plugging of abandoned wells which have not been
- 26 plugged or which have been improperly plugged. The
- 27 director of the department of mines, as funds become
- 28 available in the oil and gas reclamation fund, shall re-
- 29 claim, and properly plug all abandoned wells in accord-
- 30 ance with said plans and specifications and in accordance
- 31 with the provisions of this article relating to the plugging
- 32 of wells and all rules and regulations promulgated there-
- 33 under. Such funds may also be utilized for the purchase
- 34 of abandoned wells, where such purchase is necessary,

- 35 and for the reclamation of such abandoned wells, and for
- 36 any engineering, administrative and research costs as
- 37 may be necessary to properly effectuate the plugging of
- 38 all wells, abandoned or otherwise.
- 39 The director may avail himself of any federal funds
- 40 provided on a matching basis that may be made available
- 41 for the purpose of plugging any wells.
- 42 The director shall make an annual report to the gov-
- 43 ernor and to the Legislature setting forth the number of
- 44 wells plugged through the use of the oil and gas reclama-
- 45 tion fund provided for herein. Such report shall identify
- 46 each such plugging project, state the number of wells
- 47 plugged thereby, show the county wherein such wells
- 48 are located and shall make a detailed accounting of all
- 49 expenditures from the oil and gas reclamation fund.
- 50 All wells shall be plugged by contract entered into by
- 51 the director on a competitive bid basis as provided for
- 52 under the provisions of article three, chapter five-a of
- 53 this code and the rules and regulations promulgated
- 54 thereunder.

§22-4-13. Rules and regulations; hearings before department of mines; appeals.

- 1 Except as provided for in section eight-a of this article,
- 2 the department shall prescribe rules of procedure and
- 3 for offering evidence in all matters brought before it, and
- 4 shall prepare and, on request, furnish to applicants copies
- 5 of forms of notices and of other forms that the depart-
- 6 ment may require to be used, and prescribe the manner
- 7 of serving the same. The department may also promul-
- 8 gate such other rules and regulations as it may deem
- 9 necessary or helpful in securing uniformity of procedure
- 10 in the administration of this article. Any matter in con-
- 11 troversy before the department shall, after hearing or
- 12 hearings, of which all persons interested have had due
- 13 notice and at which they have been given an opportunity
- 14 to appear and be heard and to offer evidence and to make
- 15 argument by counsel if desired, be decided by the de-
- 16 partment as may seem to it to be just and reasonable
- 17 and necessary or desirable for the proper enforcement of
- 18 the provisions of this article.
- 19 Whether or not it be so expressly stated, an appeal

from any final decision or action by the department in administering the provisions of this article may be 21 22 taken by any aggrieved person within ten days of notice 23 of such action or decision, to the circuit court of the 24 county in which the subject matter of such decision 25 or action is located, and in all cases of appeals to the cir-26 cuit court, that court shall certify its decisions to the 27 department of mines, and to all such final decisions an 28 appeal shall lie to the supreme court of appeals as now 29 provided by law in cases in equity. Any party feeling 30 aggrieved by the final order of the circuit court affecting him or it, may present his or its petition in writing 31 32 to the supreme court of appeals, or to a judge thereof in 33 vacation, within twenty days after the entry of such 34 order, praying for the suspension or modification of such final order. The applicant shall deliver a copy of such petition to the department of mines and to all other 36 parties of record, before presenting the same to the court 37 38 or judge. The court or judge shall fix a time for the hearing on the application, but such hearing shall not be held 39 sooner than seven days, unless by agreement of the par-40

ties, after its presentation, and notice of the time and place 42 of such hearing shall be forthwith given to the department of mines and to all other parties of record. If the court or judge, after such hearing, be of opinion that such final order should be suspended or modified, the court or the 46 judge may require bond, upon such conditions and in such penalty, and impose such terms and conditions upon 48 the petitioner as are just and reasonable. For such hear-49 ing the entire record before the circuit court, or a certified 50 copy thereof, shall be filed in the supreme court, and that 51 court, upon such papers, shall promptly decide the matter 52 in controversy as may seem to it to be just and right, and may award costs in each case as to it may seem just 54 and equitable.

§22-4-17. Offenses; penalties.

- 1 Any person or persons, firm, partnership, partnership
- 2 association or corporation violating any provision of this
- 3 article or rule or regulation promulgated by virtue of
- 4 this article, for which violation there is no penalty pre-
- 5 scribed, or any person or persons, firm, partnership,
- 6 partnership association or corporation wilfully violating

any of the provisions of this article which prescribe the manner of drilling and casing or plugging and filling any 9 well, or which prescribe the methods of conserving gas from waste, or which fix the distance from wells within which mining operations shall not be conducted without 11 12 the approval of the department, or violating the terms of 13 any order of the department allowing mining operations within a lesser distance of any well than that prescribed 14 by the article, shall be guilty of a misdemeanor, and, upon 15 16 conviction thereof, shall be punished by a fine not exceed-17 ing two thousand dollars, or imprisonment in jail for not 18 exceeding twelve months, or both, in the discretion of 19 the court, and prosecutions under this section may be 20 brought in the name of the state of West Virginia in the 21 court exercising criminal jurisdiction in the county in 22 which the violation of such provisions of the article or terms of such order was committed, and at the instance and upon the relation of any citizens of this state.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee
Clayton C. Dandson
Chairman House Committee
Originated in the Senate.
To take effect July 1, 1969.
Harraw Museu
Clerk of the Senate
Ca Blankinship
Clerk of the House of Delegates
Lland to Juchson
President of the Senate
Svor 7 Boiarsky
Speaker House of Delegates
The within Spenied this the 17th
day of March, 1969.
Arch A. Thaness.
Governor/

PRESENTED TO THE GOVERNOR

Date 3/14/69
Time 2:20 g.m.