### **WEST VIRGINIA LEGISLATURE**

**REGULAR SESSION, 1973** 

# ENROLLED Com. Sub. SENATE BILL NO. 60

(By Mr Meeley original spousor)

PASSED April 14 1973
In Effect 90 Days Jam Passage

FILED IN THE OFFICE EDGAR F. HEISKELL IXI SECRETARY OF STATE THIS DATE 5/4/25

### **ENROLLED**

### committee substitute For Senate Bill No. 60

(Mr. Neeley, original sponsor)

[Passed April 11, 1973; in effect ninety days from passage.]

AN ACT to amend and reenact sections one, one-c, one-e, one-k, two, two-a, two-b, eight-a, nine, ten and ten-a, article four, chapter twenty-two of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to further amend article four of said chapter twenty-two by adding there-to a new section, designated section nineteen, all relating to oil and gas wells; giving additional duties to examining board, increasing the scope of article to include any physical damage to well and providing limits for the drilling of wells near fresh water wells; increasing amounts of bond; requiring additional notice to be given; requiring plats to be made by registered engineer or licensed land surveyor; and increasing the scope of article to provide rebuttable presumption in actions for contamination or deprivation of fresh water source or supply.

Be it enacted by the Legislature of West Virginia:

That sections one, one-c, one-e, one-k, two, two-a, two-b, eight-a, nine, ten and ten-a, 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 article four of said chapter twenty-two be further amended by adding thereto a new section, designated section nineteen, to read as follows:

ARTICLE 4. OIL AND GAS WELLS.

### §22-4-1. Definitions.

1 Unless the context in which used clearly requires a dif-

- ferent meaning, as used in this article:
- 3 (a) "Deputy director" shall mean the deputy director for 4 oil and gas;
- 5 (b) "Well" shall mean any shaft or hole sunk, drilled, bored or dug into the earth or into underground strata for 6 the extraction or injection or placement of any liquid or gas. or any shaft or hole sunk or used in conjunction with such extraction or injection or placement. The term "well" shall not have included within its meaning any shaft or hole 10 sunk, drilled, bored or dug into the earth for the sole purpose of core drilling or plumbing or extracting therefrom 12 13 potable, fresh or usable water for household, domestic,
- industrial, agricultural or public use; 15 (c) "Facility" shall mean any facility utilized in the oil and gas industry in this state and specifically named or 16 referred to in this article or in articles five or seven of this 17

18 chapter, other than a well or well site;

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- 19 (d) "Owner" when used with reference to any such well, 20 shall include any person or persons, firm, partnership, 21 partnership association or corporation that owns, manages, 22 operates, controls or possesses such well as principals, or as lessee or contractor, employee or agent of such 23 24 principal;
- 25 (e) "Well operator" or "operator" shall include any per-26 son or persons, firm, partnership, partnership association or 27 corporation that proposes to or does locate, drill, operate or 28 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 persons, 32 firm, partnership, partnership association or corporation 33 that proposes to or does operate a coal mine;
- 34 (h) "Department" or "department of mines" 35 the duly constituted authorities under the laws of this 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 commonly placed in wells drilled for natural gas or petroleum or both; 40

- 41 (k) "Oil" and "gas" are synonyms for petroleum and 42 natural gas respectively;
- 43 (1) "Cement" means hydraulic cement properly mixed 44 with water only;
- 45 (m) "Workable coal bed" means a coal bed in fact 46 being operated commercially, or which, in the judgment
- 47 of the department of mines, can, and that it is reasonably
- 48 to be expected will, be so operated, and which, when
- 49 operated, will require protection if wells are drilled through
- 50 it;
- 51 (n) "Stimulate" means any action taken by any well
- 52 operator to increase oil or gas production from any oil
- 53 or gas well, including fracturing, shooting or acidizing,
- 54 but excluding cleaning out or bailing operations.

### §22-4-1c. Oil and gas inspectors; supervising inspectors; tenure; oath and bond.

- 1 Notwithstanding any other provisions of law, oil and gas
- ! inspectors shall be selected, serve and be removed as in this
- 3 article provided.
- 4 The deputy director for oil and gas shall divide the state
- 5 into not more than eight oil and gas districts, so as to
- 6 equalize, as far as practical, the work of each oil and gas
- 7 inspector. He may designate a supervising inspector and
- 8 other inspectors as may be necessary, and may designate
- 9 their places of abode, at points convenient to the ac-
- 10 complishment of their work.
- 11 The deputy director for oil and gas shall make each
- 12 appointment from among the three qualified eligible candi-
- 13 dates on the register having the highest grades. The director
- 14 of the department of mines or the deputy director for oil
- 15 and gas may, for good cause, at least thirty days prior to
- 16 making an appointment, strike any name from the register.
- 17 Upon striking any name from the register, the director or
- 18 deputy director, as the case may be, shall immediately
- 19 notify in writing each member of the oil and gas inspectors'
- 20 examining board of his action, together with a detailed
- 21 statement of the reasons therefor. Thereafter, the oil and
- 22 gas inspectors' examining board, after hearing, if it finds that
- 23 the action of striking such name was arbitrary or unreason-
- 24 able, may order the name of any candidate so stricken
- 25 from the register to be reinstated thereon. Such reinstate-

- ment shall be effective from the date of removal from the 27 register.
- Any candidate passed over for appointment for three years shall be automatically stricken from the register.

30 After having served for a probationary period of one 31 year to the satisfaction of the deputy director for oil and gas 32 and the director, an oil and gas inspector or supervising 33 inspector shall have permanent tenure until he becomes 34 seventy years of age, subject only to dismissal for cause in 35 accordance with the provisions of section one-d of this 36 article. No oil and gas inspector or supervising inspector 37 while in office shall be directly or indirectly interested as 38 owner, lessor, operator, stockholder, superintendent or engi-39 neer of any oil or gas drilling or producing venture or of any coal mine in this state. Before entering upon the dis-40 41 charge of his duties as an oil and gas inspector or supervising inspector, he shall take the oath of office prescribed 43 by the constitution, and shall execute a bond in the penalty 44 of two thousand dollars, with security to be approved by 45 the director of the department of mines, conditioned upon the faithful discharge of his duties, a certificate of which 46 47 oath and bond shall be filed in the office of the secretary of state. 48

- The supervising inspector and oil and gas inspectors shall perform such duties as are imposed upon them by this chapter, and related duties assigned by the deputy director
- 52 for oil and gas upon approval of the director.

## §22-4-1e. Oil and gas inspectors' examining board created; composition; appointment, term and compensation of members; chairman; oaths of members; meetings; powers and duties generally.

- 1 There is hereby created an oil and gas inspectors' examin-
- 2 ing board consisting of five members who, except for the
- By public representative on such board, shall be appointed by
- 4 the governor, by and with the advice and consent of the
- 5 Senate. Members may be removed only for the same causes
- 6 and like manner as elective state officers. One member
- 7 of the board who shall be the representative of the public,
- 8 shall be a professor in the petroleum engineering department
- 9 of the school of mines at West Virginia University appointed 10 by the dean of said school; two members shall be persons

who by reason of previous training and experience may reasonably be said to represent the viewpoint of independent oil and gas operators; and two members shall be persons who by reason of previous training and experience may reasonably be said to represent the viewpoint of major oil and gas producers.

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The deputy director for oil and gas shall be an ex officio member of the board, and shall serve as secretary of the board without additional compensation, but he shall have no right to vote with respect to any matter before the board.

The members of the board, except the public representative, shall be appointed for overlapping terms of eight years, except that the original appointments shall be for terms of two, four, six and eight years, respectively. Any member whose term expires may be reappointed by the governor.

Each member of the board shall receive fifty dollars per diem while actually engaged in the performance of the work of the board; and shall receive mileage at the rate of ten cents for each mile actually traveled going from the home of the member to the place of the meeting of the board and returning therefrom, which shall be paid out of the state treasury upon a requisition upon the state auditor, properly certified by such members of the board.

34 The public member shall serve as chairman of the board.

Members of the board, before performing any duty shall take and subscribe to the oath required by section five, article IV of the constitution of West Virginia.

The board shall meet at such times and places as shall be designated by the chairman. It shall be the duty of the chairman to call a meeting of the board on the written request of two members, or on the written request of the deputy director for oil and gas or the director of the department of mines. Notice of each meeting shall be given in writing to each member by the secretary at least five days in advance of the meeting. Three voting members shall constitute a quorum for the transaction of business.

In addition to other powers and duties expressly set forth elsewhere in this article, the board shall:

(1) Establish, and from time to time revise, forms of application for employment as an oil and gas inspector

- 51 and supervising inspector and forms for written examina-
- 52 tions to test the qualifications of candidates, with such
- 53 distinctions, if any, in the forms for oil and gas inspector
- 54 and supervising inspector as the board may from time to
- 55 time deem necessary or advisable;
- 56 (2) Adopt and promulgate reasonable rules and regula-
- 57 tions relating to the examination, qualification and certifica-
- 58 tion of candidates for appointment, and relating to hearings
- 59 for removal of inspectors or the supervising inspector,
- 60 required to be held by this article. All of such rules and
- 61 regulations shall be printed and a copy thereof furnished by
- 62 the secretary of the board to any person upon request;
- 63 (3) Conduct, after public notice of the time and place
- 64 thereof, examinations of candidates for appointment. By
- 65 unanimous agreement of all members of the board, one or
- 66 more members of the board or an employee of the depart-
- 67 ment of mines may be designated to give to a candidate the
- 68 written portion of the examination;
- 69 (4) Prepare and certify to the deputy director for oil and 70 gas and the director of the department of mines a register of
- 70 gas and the director of the department of mines a register of 71 qualified eligible candidates for appointment as oil and gas
- 72 inspectors or as supervising inspectors, with such differen-
- 73 tiation, if any, between the certification of candidates for
- 74 oil and gas inspectors and for supervising inspector as the
- 75 board may from time to time deem necessary or advisable.
- 76 The register shall list all qualified eligible candidates in the
- 77 order of their grades, the candidate with the highest grade 78 appearing at the top of the list. After each meeting of the
- 79 board held to examine such candidates and at least annual-
- 80 ly, the board shall prepare and submit to the deputy
- 81 director for oil and gas and the director of the department
- 82 of mines a revised and corrected register of qualified
- 83 eligible candidates for appointment, deleting from such
- 84 revised register all persons (a) who are no longer residents
- 85 of West Virginia, (b) who have allowed a calendar year to
- 86 expire without, in writing, indicating their continued
- 87 availability for such appointment, (c) who have been passed 88 over for appointment for three years. (d) who have
- 88 over for appointment for three years, (d) who have
- become ineligible for appointment since the board originally certified that such persons were qualified and eligible for
- 91 appointment, or (e) who, in the judgment of at least three
- 92 members of the board, should be removed from the register

- 93 for good cause:
- 94 (5) Cause the secretary of the board to keep and
- 95 preserve the written examination papers, manuscripts, grad-
- 96 ing sheets and other papers of all applicants for appoint-
- ment for such period of time as may be established by the 97
- 98 board. Specimens of the examinations given, together with
- 99 the correct solution of each question, shall be preserved
- 100 permanently by the secretary of the board;
- 101 (6) Issue a letter or written notice of qualification to
- 102 each successful eligible candidate:
- 103 (7) Hear and determine proceedings for the removal of
- 104 inspectors or the supervising inspector in accordance with
- 105 the provisions of this article;
- 106 (8) Hear and determine appeals of inspectors or the
- 107 supervising inspector from suspension orders made by the 108
- deputy director for oil and gas pursuant to the provisions 109 of section one-a of this article: Provided, That in order
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- to appeal from any order of suspension, an aggrieved
- 111 inspector or supervising inspector shall file such appeal in
- 112 writing with the oil and gas inspectors' examining board not
- 113 later than ten days after receipt of the notice of suspension.
- 114 On such appeal the board shall affirm the action of the
- deputy director for oil and gas unless it be satisfied from a 115
- 116 clear preponderance of the evidence that the deputy director
- 117 for oil and gas has acted arbitrarily;
- 118 (9) Make an annual report to the governor concerning
- 119 the administration of oil and gas inspection personnel in the
- 120 state service; making such recommendations as the board
- 121 considers to be in the public interest; and
- 122 (10) Render such advice and assistance to the deputy
- 123 director for oil and gas as he shall from time to time
- 124 determine necessary or desirable in the performance of his
- 125 duties.

### §22-4-1k. Permits required; application for permit; information; responsible agent; drilling permit number; when permits not to be issued; penalty.

- It shall be unlawful for any well to be drilled, redrilled, 1
- deepened, fractured, stimulated, plugged, pressured, convert-
- ed, combined or physically changed to allow the migration of
- fluid from one formation to another unless a permit therefor

- 5 has been issued by the department. An application for any
- 6 such permit shall be filed with the deputy director and shall
- 7 contain the following:
- 8 (a) The name and address of the well operator;
- 9 (b) The name and address of the owner of the surface 10 lands upon which the well is or may be located;
- 11 (c) The name and address of the agent of the well
- 12 operator, if any such agent is required to be designated
- 13 under the provisions of this section;
- 14 (d) The approximate depth to which the well is to be 15 drilled;
- 16 (e) The proposed casing program of such well including
- 17 the sizes of all such casing, the depth to which all casing
- 18 is to be run and the extent to which such casing is to be
- 19 cemented; and,
- 20 (f) Any other information which the deputy director by 21 rule or regulation may require.
- 22 If the well operator named in such application is a corpo-
- 23 ration, partnership or a nonresident of the state of West
- 24 Virginia, then there shall be designated the name and
- 25 address of an agent for such operator who shall be the
- 26 attorney in fact for the operator and who shall be a
- 27 resident of the state of West Virginia upon whom notices.
- 28 orders or other communications issued pursuant to this
- 29 article or article five-a, chapter twenty, may be served,
- 30 and upon whom process may be served. Every well opera-
- 31 tor required to designate an agent under this section shall
- 32 within five days after the termination of such designation
- 33 notify the department of such termination and designate
- 34 a new agent.
- 35 The well owner or operator shall install the permit
- 36 number as issued by the deputy director in a legible and
- 37 permanent manner to the well upon completion of any
- 38 permitted work. The dimensions, specifications and manner
- 39 of installation shall be in accordance with the administra-
- 40 tive rules and regulations of the department.
- For the purpose of ascertaining whether or not issuance of
- 42 any permit to drill, redrill, deepen, case, fracture, stimulate,
- 43 pressure, operate, plug, abandon, convert or combine
- 44 any well, or physically change any well to allow the

- 45 migration of fluid from one formation to another, will
- 46 contribute to an existing pollution problem, the deputy
- 47 director shall have the right and it shall be his duty to
- 48 consult with the director of the department of natural
- 49 resources. In the event the issuance of any such permit
- 50 may reasonably be expected to contribute to any such
- 51 existing pollution then the deputy director will not issue
- 52 such permit.

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- 53 Any person who violates any provision of this section
- 54 shall be guilty of a misdeameanor, and, upon conviction
- 55 thereof, shall be punished by a fine not exceeding two
- 56 thousand dollars, or imprisonment in jail for not exceeding
- 57 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; bond forfeiture.

- 1 Before drilling for oil or gas, or before fracturing or
- 2 stimulating a well on any tract of land, the well operator
- 3 shall have a plat prepared by a licensed land surveyor or
- 4 registered engineer showing the district and county in which
- 5 the tract of land is located, the name and acreage of the
- 6 same, the names of the owners of adjacent tracts, the pro-
- 7 posed or actual location of the well determined by survey,
- 8 the courses and distances of such location from two perma-
- 9 nent points or landmarks on said tract and the number to be
- 10 given the well and the date of drilling completion of a well
- 11 when it is proposed that such well be fractured and shall
- 12 forward by registered mail a copy of the plat to the
- 13 department of mines. In the event the tract of land on
- 14 which the said well proposed to be drilled or fractured
- 15 is located is known to be underlaid with one or more
- 16 workable beds of coal, copies of the plat shall be forwarded
- 17 by registered mail to each and every coal operator, if any,
- 18 operating said beds of coal beneath said tract of land,
- 19 or within five hundred feet of the boundaries of the
- of within five numbered feet of the boundaries of the
- 20 same, who has mapped the same and filed his maps as 21 required by law. With each of such plats there shall be
- 22 enclosed a notice (form for which shall be furnished on
- 22 chelosed a notice (form for which shall be furnished on
- 23 request by the department of mines) addressed to the

department of mines and to each such coal operator, if

25 any, at their respective addresses, informing them that 26 such plat and notice are being mailed to them respectively 2.7 by registered mail, pursuant to the requirements of this 28 article. If no objections are made, or are found by the 29 department, to such proposed location or proposed fractur-30 ing within ten days from receipt of such plat 31 notice by the department of mines, the same shall be filed and become a permanent record of such location or fractur-32 33 ing subject to inspection at any time by any interested 34 person, and the department may forthwith issue to the well 35 operator a permit reciting the filing of such plat, that no objections have been made by the coal operators, if any, 36 37 or found thereto by the department, and authorizing the well operator to drill at such location, or to fracture the 38 39 well. Unless the department has objections to such pro-40 posed location or proposed fracturing or stimulating, such 41 permit may be issued prior to the expiration of such ten-42 day period upon the obtaining by the well operator 43 of the consent in writing of the coal operator or operators 44 to whom copies of the plat and notice shall have been mailed as herein required, and upon presentation of such 45 46 written consent to the department. The notice above pro-47 vided for may be given to the coal operator by delivering 48 or mailing it as above to any agent or superintendent in 49 actual charge of mines.

50 A permit to drill, or to fracture or stimulate an oil or 51 gas well, shall not be issued unless the application therefor 52 is accompanied by a bond of the operator in the sum of 53 two thousand five hundred dollars, payable to the state of 54 West Virginia, with a corporate bonding or surety company 55 authorized to do business in this state as surety thereon, 56 conditioned on full compliance with all laws, rules and 57 regulations relating to the drilling, redrilling, deepening, 58 casing, plugging and abandonment of wells and for furnish-59 ing such reports and information as may be required by the 60 department: Provided, That when such operator makes or 61 has made application for permits to drill a number of wells 62 or fracture or stimulate a well or wells the operator may in 63 lieu of furnishing a separate bond furnish a blanket bond 64 in the sum of fifteen thousand dollars, payable to the state 65 of West Virginia, with a corporate bonding or surety com-66 pany authorized to do business in this state as surety thereon, and conditioned as aforesaid: Provided, however,

That in lieu of corporate surety on a separate or blanket 69 bond, as the case may be, the operator may elect to deposit 70 with the deputy director for oil and gas cash or the 71 following collateral securities or any combination thereof: 72 (1) Bonds of the United States or agency thereof, or those 73 guaranteed by, or for which the credit of the United States 74 or agency thereof is pledged for the payment of the princi-75 pal and interest thereof: (2) direct general obligation 76 bonds of this state, or any other state, or territory of the 77 United States, or the District of Columbia, unconditionally 78 guaranteed as to the principal and interest by such other 79 state or territory of the United States, or the District 80 of Columbia if such other state, territory, or the District 81 of Columbia has the power to levy taxes for the payment of 82 the principal and interest of such securities, and if at the 83 time of the deposit such other state, territory, or the 84 District of Columbia is not in default in the payment 85 of any part of the principal or interest owing by it upon any part of its funded indebtedness; (3) direct general obliga-86 tion bonds of any county, district, city, town, village, school 87 district or other political subdivision of this state issued 88 89 pursuant to law and payable from ad valorem taxes levied on all the taxable property located therein, that the total indebtedness after deducting sinking funds and all debts 91 incurred for self-sustaining public works does not exceed 93 five percent of the assessed value of all taxable property therein at the time of the last assessment made before the date of such deposit, and that the issuer has not, within 96 five years prior to the making thereof, been in default for more than ninety days in the payment of any part of the 98 principal or interest on any debt evidenced by its bonds; (4) revenue bonds issued by this state or any 100 agency of this state when such bonds are payable from revenues or earnings specifically pledged for the payment 101 of principal and interest, and a lawful sinking fund or 102 103 reserve fund has been established and is being maintained for the payment of such bonds; (5) revenue bonds issued 105 by a municipality in this state for the acquisition, construc-106 tion, improvement or extension of a waterworks system, 107 or a sewerage system, or a combined waterworks and 108 sewerage system, when such bonds are payable from reve-109 nue or earnings specifically pledged for the payment of principal and interest, and a lawful sinking fund or

111 reserve fund has been established and is being maintained 112 for the payment of such bonds; (6) revenue bonds issued by a public service board of a public service district 114 in this state for the acquisition, construction, improvement or extension of any public service properties, or for the reim-115 bursement or payment of the costs and expenses of creating 116 the district, when such bonds are payable from revenue or 117 earnings specifically pledged for the payment of principal 118 and interest, and a lawful sinking fund or reserve fund has 119 been established and is being maintained for the payment 120 of such bonds; (7) revenue bonds issued by a board of 121 trustees of a sanitary district in this state for the corporate 122 purposes of such district, when such bonds are payable from revenue or earnings specifically pledged for the pay-124 ment of principal and interest, and a lawful sinking fund 125 or reserve fund has been established and is being maintain-126 127 ed for the payment of such bonds; and (8) bonds issued by a federal land bank or home owners' loan corporation. 128 The cash deposit or market value, or both, of the collateral 129 securities shall be equal to or greater than the penalty of 130 the separate or blanket bond, as the case may be. Upon 131 receipt of any such deposit or cash or collateral securities, 132 the deputy director for oil and gas shall immediately deliver 133 the same to the treasurer of the state of West Virginia. 134 The treasurer shall determine whether any such securities 135 satisfy the requirements of this section. If the securities 136 are approved they shall be accepted by the treasurer. 137 If the securities are not approved, they shall be rejected 138 and returned to the operator and no permit shall be issued 139 until a corporate surety bond is filed or cash or proper 140 collateral securities are filed in lieu of such surety. The 141 142 treasurer shall hold any cash or securities in the name of the state in trust for the purposes for which the deposit 143 was made. The operator shall be entitled to all interest 144 145 and income earned on the collateral securities filed by such operator so long as the operator is in full compliance 146 147 with all laws, rules and regulations relating to the drilling, redrilling, deepening, casing, plugging and abandonment of 148 wells and for furnishing such reports and information as 149 may be required by the department. The operator making 150 the deposit shall be entitled from time to time to receive 151 from the treasurer, upon the written order of the deputy 152 153 director for oil and gas, the whole or any portion of

154 such securities upon depositing with the treasurer in lieu

155 thereof cash equal to or greater than the penalty of the

156 bond, or other approved securities of the classes herein

157 specified having a market value equal to or greater than

158 the penalty of the bond, or a corporate surety bond.

159 Any such bond shall remain in force until released by the

160 department and the department shall release the same

161 when it is satisfied the conditions thereof have been fully

162 performed. Upon the release of any such bond, any cash

163 or collateral securities deposited shall be returned by the

164 deputy director for oil and gas to the operator who deposit-

165 ed same.

If any of the requirements of this article or rules and regulations promulgated pursuant thereto or the orders of the deputy director for oil and gas have not been complied with within the time limit set by the violation notice as defined in sections one-g, one-h and one-i, article four, chapter twenty-two of this code the performance bond shall then be forfeited.

When any bond is forfeited pursuant to the provisions of

174 this article or rules and regulations promulgated pursuant

175 thereto the deputy director shall give notice to the attorney

176 general who shall collect the forfeiture without delay.

177 All forfeitures shall be deposited in the treasury of the 178 state of West Virginia in the special reclamation fund as

179 defined in section twelve-a, article four, chapter twenty-two

180 of this code.

### §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 the well operator shall, by

registered mail, forward a notice of intention to fracture such

3 well to the department of mines and to each and every coal

4 operator operating said beds of coal beneath said tract of

5 land, or within five hundred feet of the boundaries of the

6 same, who has mapped the same and filed his maps as 7 required by law.

8 The notice shall be addressed to the department of mines 9 and to each such coal operator at their respective addresses.

9 and to each such coal operator at their respective addresses, 10 shall contain the number of the drilling permit for such

11 well and such other information as may be required by the

12 department to enable the department and the coal opera-13 tors to locate and identify such well and shall inform them 14 that such notice is being mailed to them, respectively. 15 by registered mail, pursuant to the requirements of this 16 article. (The form for such notice of intention shall be furnished on request by the department of mines.) If no 17 18 objections are made, or are found by the department, to 19 such proposed fracturing within ten days from receipt of 20 such notice by the department of mines, the same shall 21 be filed and become a permanent record of such fracturing, 22 subject to inspection at any time by any interested person. 23 and the department shall forthwith issue to the well 24 operator a permit reciting the filing of such notice, that no 25 objections have been made by the coal operators, or found thereto by the department, and authorizing the well 26 27 operator to fracture such well. Unless the department has 28 objections to such proposed fracturing, such permit shall 29 be issued prior to the expiration of such ten-day period 30 upon the obtaining by the well operator of the consent in writing of the coal operator or operators to whom notice of 31 intention to fracture shall have been mailed as herein 32 33 required, and upon presentation of such written consent to the department. The notice above provided for may be 34 35 given to the coal operator by delivering or mailing it as 36 above to any agent or superintendent in actual charge of 37 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 for 2 the purposes provided for in section ten-a of this article or for the introduction of liquids for the disposal of sewage, industrial waste or other waste or the effluent there-5 from on any tract of land, or before converting an existing well for such purposes, the well operator shall have a plat 6 7 prepared by a registered engineer or licensed land surveyor showing the district and county in which the tract of land is located, the name and acreage of the same, the 10 names of the owners of all adjacent tracts, the proposed or actual location of the well or wells determined by a survey,

12 the courses and distances of such location from two permanent points of land marked on said tract and the number 13 14 to be given to the well, and shall forward by registered or 15 certified mail the original and one copy of the plat to the 16 department of mines. In addition, the well operator shall 17 provide the following information on the plat or by way of 18 attachment thereto to the department in the manner and 19 form prescribed by the department's rules and regulations: 20 (a) The location of all wells, abandoned or otherwise lo-21 cated within the area to be affected; (b) where available, 22 the casing records of all such wells; (c) where available, 23 the drilling log of all such wells; (d) the maximum pres-24 sure to be introduced; (e) the geological formation into 25 which such liquid or pressure is to be introduced; (f) a 26 general description of the liquids to be introduced; (g) the 27 location of all water-bearing horizons above and below 28 the geological formation into which such pressure, liquid 29 or waste is to be introduced; and (h) such other informa-30 tion as the deputy director by rule and regulation may re-31 quire.

32 In the event the tract of land on which said well pro-33 posed to be drilled or converted for the purposes provided 34 for in this section is located is known to be underlaid with 35 one or more workable beds of coal, copies of the plat and 36 all information required by this section shall be forwarded 37 by the operator by registered or certified mail to each and 38 every coal operator, if any, operating said beds of coal be-39 neath said tracts of land, or within five hundred feet of 40 the boundaries of the same, who has mapped the same 41 and filed his maps as required by law. With each of such 42 plats, there shall be enclosed a notice (form for which shall be furnished on request by the department of mines) 43 addressed to the department of mines and to each such coal 44 operator, if any, at their respective addresses, informing 45 them that such plat and notice are being mailed to them, 46 respectively, by registered or certified mail, pursuant to 47 the requirements of this section. The deputy director shall 48 49 forward a copy of the plat, notice and all other information required by this section to the chief of the division of 50. water resources of the department of natural resources. 51

If no objections are made by any such coal operator or such chief, or are found by the department to such proposed drilling or converting of the well or wells for the

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purposes provided for in this section within thirty days from the receipt of such plat and notice by the department 56 57 of mines, the same shall be filed and become a permanent record of such location or well, subject to inspection at any 58 time by any interested person, and the department shall 59 60 forthwith issue to the well operator a permit reciting the 61 filing of such plat and notice, that no objections have 62 been made by the coal operators, if any, or found thereto 63 by the department of mines or by the chief, and authorizing the well operator to drill at such location or convert such 64 65 existing well or wells for the purposes provided for in 66 this section. Such permit shall be issued prior to the expiration of such thirty-day period upon the obtaining by the 67 well operator of the consent in writing of the coal operator 68 or operators to whom copies of the plat and notices must 69 have been mailed as herein required and upon obtaining 70 71 the consent in writing of the chief, and upon presentation of such written consent in writing of the chief, and upon 72 presentation of such written consent to the department. The 73 74 notices above provided for may be given to the coal operator by delivering or mailing it as above to any agent 75 or superintendent in actual charge of the mines. 76

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 be conditioned upon full compliance with all laws, rules and regulations relating to the drilling of a well or the converting of an existing well for the purposes provided for in said section ten-a, or introducing of liquids for the disposal of sewage, industrial waste or other waste or the effluent therefrom including the redrilling, deepening, casing, plugging or abandonment of all such wells.

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

- l When a permit has been issued for the drilling of an oil
- or gas well or both, each well operator shall run and per-
- 3 manently cement a string of casing in the hole through

- 4 the fresh water bearing strata in such a manner and to the
- 5 extent provided for in rules and regulations promulgated
- 6 by the director of the department of mines in accordance
- 7 with the provisions of chapter twenty-nine-a.
- 8 No oil or gas well shall be drilled nearer than two hun-
- 9 dred feet from an existing water well or dwelling without
- 10 first obtaining the written consent of the owner of such
- 11 water well or dwelling.

### §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 aban-

2 doned under the provisions of section seven of this article

shall be plugged in accordance with this section and the

other provisions of this article and in accordance with the

5 rules and regulations promulgated by the deputy director.

6 Prior to the commencement of plugging operations and

7 the abandonment of any well, the well operator shall either 8 (a) notify, by registered or certified mail, the department of

9 mines and the coal operator or operators, if any, to whom

10 notices are required to be given by section two of this

11 article and the coal operator or operators to whom notices

12 are required to be given by section two-a of this article

13 of its intention to plug and abandon any such well

4 (using such form of notice as the department may provide),

15 giving the number of the well and its location and fixing

16 the time at which the work of plugging and filling will be

17 commenced, which time shall be not less than five days

18 after the day on which such notice so mailed is received

19 or in due course should be received by the department of 20 mines, in order that a representative or representatives of

21 the department and the coal operator or operators, if any

22 or of both, may be present at the plugging and filling of

the well: Provided, That whether such representatives

4\ appear or do not appear, the well operator may proceed

25 at the time fixed to plug and fill the well in the manner

26 hereinafter described, or (b) first obtain the written ap-

27 proval of the department of mines and the coal operator

28 or operators, if any, to whom notices are required to be

29 given by section two of this article and the coal operator 30 or operators to whom notices are required to be given by

31 section two-a of this article, or (c) in the event the well

to be plugged and abandoned is one on which drilling or 33 reworking operations have been continuously progressing 34 pursuant to authorization granted by the department, first 35 obtain the verbal permission of the deputy director for oil 36 and gas or his designated representative to plug and 37 abandon such well, except, that the well operator, shall, 38 within a reasonable period not to exceed five days after the commencement of such plugging operations, give the 39 written notices required by subdivision (a) above. 40

41 No well shall be plugged or abandoned unless prior to 42 the commencement of plugging operations and the aban-43 donment of any well the department is furnished a bond of 44 the operator in the sum of two thousand five hundred 45 dollars, payable to the state of West Virginia, with a 46 corporate bonding or surety company authorized to do 47 business in this state as surety thereon, conditioned on 48 full compliance with all laws, rules and regulations relat-49 ing to the casing, plugging and abandonment of wells and 50 for furnishing such reports and information as may be 51 required by the department. When a number of wells are 52 involved, the operator may in lieu of furnishing a separate 53 bond furnish a blanket bond in the sum of fifteen thousand 54 dollars, payable to the state of West Virginia, with a 55 corporate bonding or surety company authorized to do 56 business in this state as surety thereon, and conditioned 57 as aforesaid. In lieu of corporate surety on a separate or 58 blanket bond, as the case may be, the operator may elect 59 to deposit with the deputy director for oil and gas cash 60 or collateral securities as specified in section two of this 61 article. All of the provisions of section two dealing with 62 cash or collateral securities in lieu of corporate surety 63 shall be fully applicable hereto except for the condition of the bond with respect to which the operator must be in 64 65 full compliance in order to be entitled to the interest and income earned on such securities. The operator shall be 66 67 entitled to such interest and income under this section so long as the operator is in full compliance with all 68 69 laws, rules and regulations relating to the casing, plug-70 ging and abandonment of wells and for furnishing such 71 reports and information as may be required by the depart-72 ment. Any such bond shall remain in force until released 73 by the department and the department shall release the same when it is satisfied the conditions thereof have been 74

75 fully performed. Notwithstanding the foregoing provisions, any operator who, in accordance with section two 76 77 of this article, has furnished a separate bond, which has 78 not been released by the department, for the drilling, con-79 verting or drilling for the introduction of liquids, for the 80 disposal of sewage, industrial waste or other waste or 81 the effluent therefrom, or introducing pressure, whether 82 liquid or gas, or introducing liquid for the purposes pro-83 vided for in section ten-a of this article or fracturing of the 84 well it is now proposed be plugged and abandoned, or 85 who, in accordance with the provisions of said section 86 two of this article, has furnished a blanket bond which 87 has not been released by the department shall not be 88 required by this section to furnish any other bond. When 89 the plugging and filling of a well have been completed, 90 an affidavit, in triplicate, shall be made (on a form to be 91 furnished by the department) by two experienced men 92 who participated in the work, in which affidavit shall be 93 set forth the time and manner in which the well was 94 plugged and filled. One copy of this affidavit shall be 95 retained by the well operator, another (or true copies 96 of same) shall be mailed to the coal operator or operators. 97 if any, and the third to the department of mines.

#### §22-4-10. Methods of plugging well.

1 Upon the abandonment or cessation of the operation of any well drilled for natural gas or petroleum, or drilled or 3 converted for the introduction of pressure, whether liquid or gas, or for the introduction of liquid for the purposes 4 5 provided for in section ten-a of this article or for the dispos-6 al of sewage, industrial waste or other waste or the effluent 7 therefrom, the well operator, at the time of such abandon-8 ment or cessation, shall fill and plug the well in the follow-9 ing manner:

(a) Where the well does not penetrate workable coal 10 beds, it shall either be filled with mud, clay or other non-11 porous material from the bottom of the well to a point 12 13 twenty feet above the top of its lowest oil, gas or waterbearing stratum; or a permanent bridge shall be anchored 14 thirty feet below its lowest oil, gas or water-bearing stra-15 tum, and from such bridge it shall be filled with mud, 16 17 clay or other nonporous material to a point twenty feet

above such stratum; at this point there shall be placed a 19 plug of cement or other suitable material which will com-20 pletely seal the hole. Between this sealing plug and a point 21 twenty feet above the next higher oil, gas or water-bearing 22 stratum, the hole shall either be filled, or bridged and fill-23 ed, in the manner just described; and at such point there 24 shall be placed another plug of cement or other suitable 25 material which will completely seal the hole. In like man-26 ner the hole shall be filled and plugged, or bridged, filled 27 and plugged with reference to each of its oil, gas or water-28 bearing strata. However, whenever such strata are not 29 widely separated and are free from water, they may be 30 grouped and treated as a single sand, gas or petroleum hor-31 izen, and the aforesaid filling and plugging be performed 32 as though there were but one horizon. After the plugging of 33 all oil, gas or water-bearing strata, as aforesaid, a final 34 plug shall be anchored approximately ten feet below the 35 bottom of the largest casing in the well; from this point to 36 the surface the well shall be filled with mud, clay or other 37 nonporous material. In case any of the oil or gas-bearing 38 strata in a well shall have been shot, thereby creating cav-39 ities which cannot readily be filled in the manner above described, the well operator shall follow either of the follow-40 41 ing methods:

42 (1) Should the stratum which has been shot be the low-43 est one in the well, there shall be placed, at the nearest 44 suitable point, but not less than twenty feet above the stra-45 tum, a plug of cement or other suitable material which will 46 completely seal the hole. In the event, however, that the 47 shooting has been done above one or more oil or gas-bearing strata in the well, plugging in the manner specified 48 49 shall be done at the nearest suitable points, but not less 50 than twenty feet below and above the stratum shot. Or (2), when such cavity shall be in the lowest oil or gas-51 52 bearing stratum in the well, a liner shall be placed which shall extend from below the stratum to a suitable point, 53 54 but not less than twenty feet above the stratum in which 55 shooting has been done. In the event, however, that the 56 shooting has been done above one or more oil or gas-bearing strata in the well, the liner shall be so placed that it 57 58 will extend not less than twenty feet above, nor less than 59 twenty feet below, the stratum in which shooting has been 60 done. Following the placing of the liner in the manner here

specified it shall be compactly filled with cement, mud, clay or other nonporous sealing material;

63 (b) Where the well has penetrated one or more workable 64 coal beds, it shall be filled and securely plugged in the 65 manner aforesaid, to a point forty feet below the lowest workable coal bed. If, in the judgement of the well operator 66 67 the coal operator and the department of mines, a perma-68 nent outlet to the surface is required, such outlet shall be 69 provided in the following manner: A plug of cement, or 70 other suitable material, shall be placed in the well at a suit-71 able point, not less than thirty feet below the lowest work-72 able coal bed. In this plug and passing through the center 73 of it shall be securely fastened an open pipe not less than 74 two inches in diameter, which shall extend to the surface. 75 At or above the surface the pipe shall be provided with a device which will permit the free passage of gas, and pre-76 77 vent obstruction of the same. Following the setting of the 78 cement plug and outlet pipe as aforesaid, the hole shall be 79 filled with cement to a point twenty feet above the lowest 80 workable coal bed. From this point the hole shall be filled with mud, clay or other nonporous material to a point thirty 81 82 feet beneath the next overlying workable coal bed, if such 83 there be, and the next succeeding fifty feet of the hole fill-84 ed with cement, and similarly, in case there are more overlying workable coal beds. If, in the judgment of the well 85 operator the coal operator and the department of mines, 86 no outlet to the surface is considered necessary, the plug-87 ging, filling and cementing shall be as last above described. 88

Where a coal protection string of casing has been cemented in and circulated to the surface, if a coal outlet pipe is not required in a well which penetrates one or more workable coal beds, then a fifty foot cement plug shall be placed from thirty feet below the casing seat. The well shall than be filled to twenty feet of surface with nonporous material, and cement plug with the monument installed in cement from twenty feet to the surface and extending thirty inches above ground level.

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Where a coal protection string of casing has been cemented in and circulated to the surface, if a coal outlet pipe is required in a well which penetrates one or more workable coal beds, then a fifty foot cement plug shall be placeed in the well from thirty feet to eighty feet below casing

- 103 seat completely sealing the well. The outlet pipe shall be
- placed twenty feet below the casing seat centrally located 104
- in the casing. A cement basket shall be installed on the out-105
- let pipe and placed ten feet above the casing seat with 106
- twenty feet of cement in the annulus between the outlet 107
- 108 pipe and the casing. The remaining annulus shall be filled
- with nonporous material to ten feet of surface. The outlet 109
- pipe and monument shall then be cemented from ten feet 110
- to the surface with a bleeder pipe which will permit the 111
- free passage of gas and prevent obstructions of the same.

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

- 1 The owner or operator of any well or wells which produce
- oil or gas may allow such well or wells to remain open for
- the purpose of introducing water or other liquid pressure
- into and upon the producing strata for the purpose of
- 5 recovering the oil contained therein, and may drill additional
- wells for like purposes, provided that the introduction of
- such water or other liquid pressure shall be controlled as to
- volume and pressure and shall be through casing or tubing
- 9 which shall be so anchored and packed that no water-bear-
- ing strata or other oil, or gas-bearing sand or producing 10
- stratum, above or below the producing strata into and upon
- which such pressure is introduced, shall be affected thereby, 12
- fulfilling requirements as set forth under section two-b.

### §22-4-19. Civil action for contamination or deprivation of fresh water source or supply; presumption.

- In any action for contamination or deprivation of a fresh
- water source or supply within 1,000 feet of the site of
- drilling for an oil or gas well, there shall be a rebuttable
- presumption that such drilling, and such oil or gas well, or
- either, was the proximate cause of the contamination or de-
- privation of such fresh water source or supply.

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

W. Darrel Darby
Chairman Senate Committee
Claunce Co. hustie
Chairman House Committee
Originated in the Senate.
To take effect ninety days from passage.
Hawaid Wleasson Clerk of the Senate
(UBlankenship)
Clerk of the House of Delegates
President of the Senate
Speaker House of Delegates
The within approved this the 24th
This
day of Aprel , 1973.  Aud a. Masee fr.

PRESENTED TO THE
GOVERNOR

Date 4/24/73

Time 2:34pm.