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WEST VIRGINIA LEGISLATURE

SECOND REGULAR SESSION, 1998

ENROLLED

House Bill No. 4711

(By Delegates Staton, Amores, Pino, Kominar. Coleman, L. White and Faircloth)

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Passed March 14, 1998

In Effect Ninety Days from Passage

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H. B. 4711

(BY DELEGATES STATON, AMORES, PINO, KOMINAR, COLEMAN, L. WHITE AND FAIRCLOTH)

[Passed March 14, 1998; in effect ninety days from passage.]

AN ACT to amend and reenact section two, article twenty-one, chapter twenty-two of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to environmental resources; coalbed methane wells and units; definitions; and modifying the definition of coalbed methane well.

Be it enacted by the Legislature of West Virginia:

That section two, article twenty-one, chapter twenty-two of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted to read as follows:

§22-21-2. Definitions.

1 Unless the context in which used clearly requires a 2 different meaning, as used in this article:

3 (a) "Review board" means the West Virginia coalbed 4 methane review board which shall be comprised of the 5 members of the West Virginia shallow gas well review 6 board provided for in article eight, chapter twenty-two-c 7 of this code, the state geologist, a representative of the 8 United Mine Workers of America, an employee of the gas industry, and the director of the office of miners' health, 9 safety and training, and the chairman of the review board 10^{-1}

11 shall be the chairman of the West Virginia shallow gas12 review board;

(b) "Coalbed" or "coal seam" means a seam of coal,
whether workable or unworkable, and the noncoal roof
and floor of said seam of coal;

16 (c) "Coalbed methane" means gas which can be 17 produced from a coal seam, the rock or other strata in 18 communication with a coal seam, a mined-out area or a 19 gob well;

20 (d) "Coalbed methane owner" means any owner of 21 coalbed methane;

22 (e) "Coalbed methane well" means any hole or well 23 sunk, drilled, bored or dug into the earth for the production of coalbed methane for consumption or sale, 24 25 including a gob well. The term "well" shall mean a coalbed methane well unless the context indicates 26 27 otherwise. The term "coalbed methane well" does not 28 include any shaft, hole or well sunk, drilled, bored or dug 29 into the earth for core drilling, production of coal or water, venting gas from a mine area, or degasification of a 30 31 coal seam, or any coalbed methane well extending from 32 the surface into, but not below, a coal seam being mined 33 after such well or its horizonal extension has been plugged 34 in accordance with section twenty-three of this article;

(f) "Coalbed methane well operator" or "well operator"
means any person who has the right to operate or does
operate a coalbed methane well;

38 (g) "Coal operator" means any person who proposes to39 or does operate a coal mine;

40 (h) "Coal owner" means any person who owns or 41 leases a coal seam;

42 (i) "Chief" means the chief of the office of oil and gas
43 of the division of environmental protection provided for
44 in section eight, article one of this chapter;

45 (j) "Director" means the director of the division of 46 environmental protection; 47 (k) "Division" means the division of environmental 48 protection;

(1) "Gob well" means a well drilled or vent hole
converted to a well pursuant to this article which produces
or is capable of producing coalbed methane or other
natural gas from a distressed zone created above and
below a mined-out coal seam by any prior full seam
extraction of the coal;

55 (m) "Mine" or "mine areas," including the 56 sub-definitions under "mine areas," shall have the same 57 definitions as are provided in section two, article one, 58 chapter twenty-two-a of this code;

(n) "Office" means office of oil and gas provided forin section seven, article one of this chapter;

61 (o) "Person" means any natural person, corporation,
62 firm, partnership, partnership association, venture, receiver,
63 trustee, executor, administrator, guardian, fiduciary, other
64 representative of any kind, any recognized legal entity, or
65 political subdivision or agency thereof;

66 (p) "Stimulate" means any action taken to increase the 67 natural flow of coalbed methane or the inherent 68 productivity of a coalbed methane well, including, but not 69 limited to, fracturing, shooting, acidizing or water 70 flooding, but excluding cleaning out, bailing or workover 71 operations;

72 (q) "Waste" means: (i) Physical waste as the term is 73 generally understood in the gas industry and as provided 74 for in article six of this chapter, but giving special 75 consideration to coal mining operations and the safe 76 recovery of coal; (ii) the locating, drilling, equipping, 77 operating, producing or transporting coalbed methane in a 78 manner that causes or tends to cause a substantial 79 reduction in the quantity of coalbed methane recoverable 80 from a pool under prudent and proper operations, or that 81 causes or tends to cause a substantial or unnecessary or 82 excessive surface loss of coalbed methane; (iii) the drilling 83 of more wells than are reasonably required to recover efficiently and economically the maximum amount of 84

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85 coalbed methane from a pool; or (iv) substantially inefficient, excessive or improper use, or the substantially 86 87 unnecessary dissipation of reservoir pressure. Waste does not include coalbed methane vented or released from any 88 89 mine area, the degasification of a coal seam for the 90 purpose of mining coal, the plugging of coalbed methane wells for the purpose of mining coal, or the conversion of 91 92 coalbed methane wells to vent holes for the purpose of 93 mining coal;

94 (r) "Workable coalbed" or "workable coal seam" means
95 any seam of coal twenty inches or more in thickness, or
96 any seam of less thickness which is being commercially
97 mined or can be shown to be capable of being
98 commercially mined.

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

Chairman Senate Committee

Chairman House Committee

Originating in the House.

Takes effect ninety days from passage.

Clerk of the Senate

A. D erk of the House of Delegates of the Senate eside

Speaker of the House of Delegates

this the_ The within _ A day of 1998. Governor 8 GCU 326-C

PRESENTED TO THE

GOVERNOR Date. 12:1 Time.