# IDAHO OIL AND GAS CONSERVATION COMMISSION May 21, 2024 Information Agenda

#### **SUBJECT**

Update on Rulemaking IDAPA 20.07.02, Rules Governing Conservation of Oil and Natural Gas in the State of Idaho

#### **BACKGROUND**

The Idaho Department of Lands (Department) administers these rules under the authority of the Oil and Gas Conservation Act (Title 47 Chapter 3, Idaho Code). These rules apply to the extraction of any and all crude oil and natural gas resources in the state of Idaho, not including biogas, manufactured gas, or landfill gas, regardless of ownership.

Following Executive Order 2020-01, Zero-Based Regulation, this rule chapter is scheduled for a comprehensive review in 2024. Revisions are needed to better align procedures and wording with statute revisions that occurred in 2017 and 2023.

At the November 14, 2023, Oil and Gas Conservation Commission (Commission) meeting, the Commission authorized the Department to initiate negotiated rulemaking. During the February 20, 2024, Commission meeting, a summary of the upcoming scheduled items on the Draft Rulemaking Timeline (Attachment 1) was presented.

#### DISCUSSION

During the preceding three months, the Department has submitted the Prospective Analysis Form (PAF) and the Notice of Intent to Promulgate Rules to the Division of Financial Management (DFM). The Notice of Intent was published in the April Idaho Administrative Bulletin and information on the Rulemaking has been posted on the Commission's website. Three public meetings to solicit comments and suggestions have taken place, including one in Fruitland, Idaho on April 15, 2024. Three drafts of the proposed rule changes have been posted. The Department welcomes comments on Draft Text #3 (Attachments 2 and 3) at this meeting from the Commission and members of the public. Written comments on Draft Text #3 are due by May 31, 2024. This is the end of the public comment period for Negotiated Rulemaking.

The next steps for the Department will be to file a complete PAF with DFM by June 21, 2024 and submit a Notice of Proposed Rule to DFM by July 5, 2024 for publication in the August Administrative Bulletin. This will commence a 21-day public comment period with an additional public hearing to be scheduled in August.

#### ATTACHMENTS

- 1. Draft Rulemaking Timeline
- 2. Draft Text #3 redline
- 3. Draft Text #3 clean copy



# IDAHO DEPARTMENT OF LANDS IDAPA 20.07.02

Zero-Based Regulation 2025 Legislative Session

## **Draft Rulemaking Timeline**

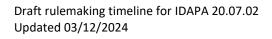
### IDAPA 20.07.02

Rules Governing Conservation of Oil and Natural Gas in the State of Idaho

November 14, 2023	Approval from OGCC to start negotiated rulemaking (Regular Meeting / regular agenda item)
February 20, 2024	Present update on this rulemaking to the OGCC (Regular Meeting / information agenda item)
February 23, 2024	Prospective Analysis Form due to DFM (1, 2, 5)
March 6, 2024	Post information on OGCC website about this rulemaking
March 8, 2024	Last day to submit <i>Notice of Intent to Promulgate Rules</i> to the Division of Financial Management (DFM) for Bulletin publication in April
April 3, 2024	Notice of Intent to Promulgate Rules publishes in the Idaho Administrative Bulletin; negotiated rulemaking and public comment period begins
April 5, 2024	Post Draft #1 on OGCC website
April 11, 2024	Negotiated rulemaking public meeting #1 in Boise and via Zoom (Draft #1)
April 15, 2024	Negotiated rulemaking public meeting #2 in Fruitland and via Zoom (Draft #1)
April 19, 2024	Written Comments on Draft #1 deadline
April 26, 2024	Post Draft #2 on OGCC website
April 29, 2024	Negotiated rulemaking public meeting #3 in Boise and via Zoom (Draft #2)
May 3, 2024	Written Comments on Draft #2 deadline
May 16, 2024	Post Draft #3 on OGCC website
May 21, 2024	Present update on this rulemaking to the OGCC (Regular Meeting / information agenda item with Draft #3. Will accept Commission and public comment)
May 31, 2024	Written Comments on Draft #3 deadline and end of public comment period for negotiated rulemaking
June 21, 2024	Completed Prospective Analysis Form due to DFM (all questions)
July 5, 2024	Last day to submit <i>Notice of Proposed Rule</i> to DFM for Bulletin publication in August

August 7, 2024	Notice of Proposed Rule publishes in the Idaho Administrative Bulletin and 21-day written public comment period begins
August, 2024	Hold public hearing on proposed rule (Date TBD)
August 28, 2024	End of written public comment period on proposed rule
October, 2024	Request approval from OGCC to adopt pending fee rule (Special Meeting / regular agenda item, Date TBD)
November 8, 2024	Last day to submit <i>Notice of Pending Fee Rule</i> to DFM for publication in December
December 4, 2024	Notice of Pending Fee Rule publishes in the Idaho Administrative Bulletin
	Pending fee rule to be reviewed during the 2025 legislative session

Note: All dates are subject to change.



Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

# 20.07.02 – RULES GOVERNING CONSERVATION OF OIL AND NATURAL GAS IN THE STATE OF IDAHO

#### SUBCHAPTER A – GENERAL PROVISIONS

#### 000. LEGAL AUTHORITY.

This Chapter is adopted under the legal authorities of Title 47, Chapter 3, Idaho Code; and Title 67, Chapter 52, Idaho Code.

#### 001. TITLE AND SCOPE.

01. Title. These rules are titled IDAPA 20.07.02, "Rules Governing Conservation of Oil and Natural Gas in the State of Idaho."

**Scope**. These rules apply to the exploration and extraction of any and all crude oil and natural gas resources in the state of Idaho, not including biogas, manufactured gas, or landfill gas, regardless of ownership.

(3-18-22)(

- 032. Other Laws. Owners or operators engaged in the exploration and extraction of crude oil and natural gas resources will comply with all applicable laws and rules of the state of Idaho including, but not limited to rules administered by the Idaho Department of Environmental Quality (IDEQ) and rules administered by the Idaho Department of Water Resources (IDWR).

  the following:(3 18 22)(\_\_\_\_\_)
- a. Idaho water quality standards and waste water treatment requirements established in Title 39, Chapter 1, Idaho Code; IDAPA 58.01.02, "Water Quality Standards"; IDAPA 58.01.16, "Wastewater Rules"; and IDAPA 58.01.11, "Ground Water Quality Rule," administered by the IDEQ. (3-18-22)
- b. Idaho air quality standards established in Title 39, Chapter 1, Idaho Code and IDAPA 58.01.01 "Rules for the Control of Air Pollution in Idaho," administered by the IDEQ. (3-18-22)
- Requirements and procedures for hazardous and solid waste management, as established in Title 39, Chapter 44, Idaho Code, and rules promulgated thereunder including IDAPA 58.01.05, "Rules and Standards for Hazardous Waste"; IDAPA 58.01.06, "Solid Waste Management Rules"; and IDAPA 58.01.10, "Rules Regulating the Disposal of Radioactive Materials Not Regulated Under the Atomic Energy Act of 1954, As Amended," administered by the IDEQ. (3-18-22)
- d. Idaho Stream Channel Protection Act, Title 42, Chapter 38, Idaho Code, and rules promulgated thereunder including IDAPA 37.03.07, "Stream Channel Alteration Rules," administered by the IDWR. (3-18-22)
- e. Injection Well Act, Title 42, Chapter 39, Idaho Code and rules promulgated thereunder including IDAPA 37.03.03, "Rules and Minimum Standards for the Construction and Use of Injection Wells," administered by the IDWR.

  (3 18 22)
- f. Department of Water Resources Water Resource Board Act, Title 42, Chapter 17, Idaho Code and rules promulgated thereunder including IDAPA 37.03.06, "Safety of Dams Rules," administered by the IDWR.

  (3, 18, 22)

#### 002. ADMINISTRATIVE APPEALS.

Any person aggrieved by any final decision or order of the Commission shall be entitled to judicial review pursuant to the provisions of Title 67, Chapter 52, Idaho Code, Title 47, Chapter 3, Idaho Code, and IDAPA 20.07.01, "Rules of Practice and Procedure before the Idaho Oil and Gas Conservation Commission." (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

#### 002. (RESERVED)

#### 003. INCORPORATION BY REFERENCE.

The following documents are incorporated by reference into these rules:

(3-18-22)

- O1. American Petroleum Institute (API) Bulletin E3, Well Abandonment and Inactive Well Practices for U.S. Exploration and Production Operations, Environmental Guidance Document Welbore Plugging and Abandonment Practices. 1st2nd Edition, January 1993 updated April 2018 and Reaffirmed June 2000 available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103. (3-18-22)(\_\_\_\_\_)
- **O2.** API SPEC 5CT, Specifications for Casing and Tubing. The 8th 11th edition, updated July, December 1, 2005 2023, and the amendments dated March, 31, 2006 and April, 7, 2006 are available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103.
- O3. API SPEC 10a, Specification for Cements and Materials for Well Cementing. The 24th 25th Edition dated December, February 2010 2019, updated through Addendum 2, August 2022 is Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103.
- 04. American Society for Testing and Materials (ASTM) D698-07e1 12(2021), Standard Test Methods for Laboratory Compaction Characteristics of Soil Using Standard Effort (12,400 ft-lbf/ft3 (600 kN-m/m3)). June 25, 20072012 revision. Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103. (3 18 22)(\_\_\_\_)
- o5. ASTM D1250-08, Standard Guide for Use of the Petroleum Measurement Tables. 2008 revision 1250-19e1, Standard Guide for the Use of the Joint API and ASTM Adjunct for Temperature and Pressure Volume Correction Factors for Generalized Crude Oils, Refined Products, and Lubricating Oils: API MPMS Chapter 11.1 May 15, 2020 revision. Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103.
- 06. ASTM D1557-0912(2021), Standard Test Methods for Laboratory Compaction Characteristics of Soil Using Modified Effort (56,000 ft-lbf/ft3 (2,700 kN-m/m3)). July 5, 20092021 revision. Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103.
- **Wastes and Membrane Liners.** Revision 1, July 1992. Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103 and this website: <a href="http://www.epa.gov/osw/hazard/testmethods/sw846/pdfs/9090a.pdf">http://www.epa.gov/osw/hazard/testmethods/sw846/pdfs/9090a.pdf</a>. <a href="https://www.epa.gov/hw-sw846/sw-846-testmethod-9090a-compatibility-test-wastes-and-membrane-liners">https://www.epa.gov/hw-sw846/sw-846-testmethod-9090a-compatibility-test-wastes-and-membrane-liners</a> (3-18-22)(\_\_\_\_\_)
- Oscupational Safety and Health Administration (OSHA) Standard 1910.1200 (Hazard Communication). Last revised 19962013. Available at the office of the Idaho Department of Lands at 300 North Street, Suite 103 and this website: http://www.osha.gov/pls/oshaweb/owadisp.show\_document?p\_table=standards&p\_id=10099.
  https://www.osha.gov/laws-regs/regulations/standardnumber/1910/1910.1200 (3-18-22)(\_\_\_\_\_)
- 004. -- 009. (RESERVED)
- 010. DEFINITIONS. In addition to the definitions found in Section 47-310, Idaho Code, the following apply:
  - **01.** Act. The Idaho Oil and Gas Conservation Act, Title 47, Chapter 3, Idaho Code. (3-18-22)
  - **02.** Active Well. A permitted well used for production, disposal, or injection that is not idled for more

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

than twenty-four (24) continuous months.	(3-18-22)
--	-----------

- **03.** Barrel. Forty-two (42) U. S. gallons at sixty (60) Degrees F at atmospheric pressure. (3-18-22)
- **04. Blowout**. An unplanned sudden or violent escape of fluids from a well. (3-18-22)
- **05. Blowout Preventer**. A casinghead control equipped with special gates or rams that can be closed and sealed around the drill pipe, or that otherwise completely closes the top of the casing. (3-18-22)
- 06. Bonus Payment. Monetary consideration that is paid by the lessee to the lessor for the execution of an oil and gas lease. (3-18-22)
- 07. Casing Pressure. The pressure within the casing or between the casing, tubing, or drill pipe.
- 0806. Casinghead. A metal flange attached to the top of the conductor pipe that is the primary interface for the diverter system during drilling out for surface casing. (3-18-22)
- 09. Casinghead Gas. Any gas or vapor, or both, indigenous to an oil stratum and produced from such stratum with oil.
- 1007. Common Source of Supply. The geographical area or horizon definitely separated from any other such area or horizon, and which contains, or from competent evidence appears to contain, a common accumulation of oil or gas or both. Any oil or gas field or part thereof which comprises and includes any area which is underlaid, or which from geological or other scientific data or experiments or from drilling operations or other evidence appears to be underlaid by a common pool or accumulation of oil or gas or both oil and gas.
- #108. Completion. An oil well is considered completed when the first new oil is produced through wellhead equipment into lease tanks from the ultimate producing interval after the production casing has been run. A gas well is considered completed when the well is capable of producing gas through wellhead equipment from the ultimate producing zone after the production casing has been run.

  (3-18-22)
- 1209. Conductor Pipe. The first and largest diameter string of casing to be installed in a well. This casing extends from land surface to a depth great enough to keep surface waters from entering and loose earth from falling in the hole and to provide anchorage for the diverter system prior to setting surface casing. (3-18-22)
- 1310. Cubic Foot of Gas. The volume of gas contained in one (1) cubic foot of space at a standard pressure base and a standard temperature base. The standard pressure base shall be fourteen and seventy-three hundredths (14.73) pounds per square inch absolute and the standard temperature base shall be sixty (60) Degrees F. (3-18-22)
- 14. Day. A period of twenty four (24) consecutive hours from 8 a.m. one day to 8 a.m. the following day. (3 18 22)
  - **1511. Development.** Any work that actively promotes bringing in production. (3-18-22)
- 16. Director. The head of the Idaho Department of Lands and secretary to the Oil and Gas Conservation Commission, or his designee. (3-18-22)
- 1712. **Drilling Logs**. The recorded description of the lithologic sequence encountered in drilling a well, and any electric, gamma ray, geophysical, or other logging done in the hole. (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- 1813. Fresh—Wwater. All surface waters and those ground waters that are used, or may be used in the future, for drinking water, agriculture, aquaculture, or industrial purposes other than oil and gas development. The possibility of future use is based on hydrogeologic conditions, water quality, future land use activities, and social/economic considerations.

  (3.18.22)(\_\_\_\_\_)
- 1914. Gas-Oil Ratio. The volume of gas produced in standard cubic feet to each barrel of oil or condensate produced concurrently during any stated period.
- 20. Gas Processing Facility. A facility that conditions liquids or gas by compression, dehydration, refrigeration, or by other means. (3-18-22)

- a. A well that produces primarily natural gas; (3-18-22)
- **b.** Any well capable of producing gas in commercial quantities and also producing oil from the same common source of supply but not in commercial quantities; or (3-18-22)
  - c. Any well classed as a gas well by the Commission for any reason. (3-18-22)
- 2216. Geophysical or Seismic Operations. Any geophysical method performed on the surface of the land utilizing certain instruments operating under the laws of physics respecting vibration or sound to determine conditions below the surface of the earth that may contain oil or gas and is inclusive of, but not limited to, the preliminary line survey, the acquisition of necessary permits, the selection and marking of shot-hole locations, necessary clearing of vegetation, shot-hole drilling, implantation of charge, placement of geophones, detonation and backfill of shot holes, and vibroseis.
- 2317. Hydraulic Fracturing, or Fracing, or Fracking. A method of stimulating or increasing the recovery of hydrocarbons by perforating the production casing and injecting fluids or gels into the potential target reservoir at pressures greater than the existing fracture gradient in the target reservoir.
- 24<u>18</u>. Inactive Well. An unplugged well that has no reported production, disposal, injection, or other permitted activity for a period of greater than twenty-four (24) continuous months, and for which no extension has been granted. (3-18-22)
- **2519. Intermediate Casing**. The casing installed within the well to seal intermediate zones above the anticipated bottom hole depth. The casing is generally set in place after the surface casing and before the production casing. (3-18-22)
  - **2620. Junk.** Debris in a hole that impedes drilling or completion. (3-18-22)
- 2721. Lease. A tract(s) of land that by virtue of an oil and gas lease, fee or mineral ownership, a drilling, pooling or other agreement, a rule, regulation or order of a governmental authority, or otherwise constitutes a single tract or leasehold estate for the purpose of the development or operation thereof for oil or gas or both. (3-18-22)
- 2822. Mechanical Integrity Test (MIT). A test designed to determine if there is a significant leak in the casing, tubing, or packer of a well.
  - 2923. Oil Well. Any well capable of primarily producing oil in paying quantities, but not a gas well. (3-18-22)
- 3024. Pit. Any excavated or constructed depression or reservoir used to contain reserve, drilling, well treatment, produced water, or other fluids at the drill site. This does not include enclosed, mobile, or portable tanks

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

used to contain fluids. (3-18-22)

- 3125. **Pollution**. Constituents of oil, gas, salt water, or other materials used in oil and gas extraction, occurring in fresh water supplies at levels that exceed the standards in IDAPA 58.01.02, "Water Quality Standards," and IDAPA 58.01.11, "Ground Water Quality Rules," as the result of the drilling, casing, treating, operation or plugging of wells.
- **32.** Pressure Maintenance. The injection of gas, water, or other fluids into oil or gas reservoirs to maintain pressure or retard pressure decline in the reservoir for the purpose of increasing the recovery of oil or other hydrocarbons therefrom.

  (3. 18. 22)
  - 3326. Produced Water. Water that is produced along with oil or gas. (3-18-22)
- 34<u>27</u>. **Production Casing**. The casing set across the reservoir interval and within which the primary completion components are installed. (3-18-22)
  - 3528. **Proppant**. Sand or other materials used in hydraulic fracturing to prop open fractures. (3-18-22)
- **3629. Release**. Any unauthorized spilling, leaking, emitting, discharging, escaping, leaching, or disposing into soil, ground water, or surface water. (3-18-22)
- **3730. Spud.** To start the drilling process by removing rock, dirt, and other sedimentary material with the drill bit by the drilling rig that is capable of drilling the well to the permitted total depth.
- 3831. Surface Casing. The first casing that is run and cemented in place after the conductor pipe to anchor blow out prevention equipment and seals out fresh water freshwater zones.
  - 39<u>32</u>. Surface Water. Rivers, streams, lakes, and springs when flowing in their natural channels. (3-18-22)
- 4033. Systems Approach. The disclosure of chemical information by eChemical aAbstracts sService (CAS) name only, without disclosing component percentages or chemical relationships.
  - **4134. Tank.** A concrete, metal, or plastic stationary vessel used to contain fluids. (3-18-22)
- 4235. Tank Battery. One (1) or more tanks that are connected to receive crude oil, condensate, or produced waters from a well(s) and that serves as the point of collection and disbursement of oil or gas from a well(s).

  (3-18-22)
- 43<u>36</u>. **Tank Dike**. An impermeable man-made structure constructed around a tank to contain leakage from the tank. (3-18-22)
- 44<u>37</u>. **Tubing**. Pipe used inside the production casing to convey oil or gas from the producing interval to the surface. (3-18-22)
- 4538. Volatile Organic Compound (VOC). Organic chemical compounds whose composition makes it possible for them to evaporate under normal indoor atmospheric conditions of sixty-eight (68) degrees F and an absolute pressure of fourteen point seven (14.7) pounds per square inch (psi) atmospheric.
- 46. Waterflooding. The injection into a reservoir through one (1) or more wells with volumes of water for the purpose of increasing the recovery of oil therefrom. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

4739. Well Report. The written record progressively describing the strata, water, oil, or gas encountered in drilling a well with such additional information as to give volumes, pressures, rate of fill-up, water depths, caving strata, casing record, etc., as is usually recorded in normal procedure of drilling; also, it includes electrical radioactivity, or other similar logs run, lithologic description of all cores, and all drill stem drillstem tests, including depth-tested, cushion-used, time tool open, flowing and shut-in pressures and recoveries.

48<u>40</u>. **Well Site**. The areas that are directly disturbed during the drilling and subsequent operation of, or affected by production facilities directly associated with, any oil well, gas well, or injection well, and its associated well pad. (3-18-22)

49<u>41.</u> Well Treatment. Actions performed on a well to acidize, fracture, or stimulate the target reservoir. (3-18-22)

5042. Wildcat Well. An exploratory well drilled in an area of unknown subsurface conditions. (3-18-22)

#### 011. ABBREVIATIONS.

<del></del>	API. American Petroleum Institute.	(3-18-22)
<del></del>	ASTM. American Society for Testing and Materials.	(3-18-22)
<del></del>	BBL. Oilfield Barrel.	(3-18-22)
<del></del>	BOP. Blowout Preventer.	(3-18-22)
<del></del>	CAS. Chemical Abstracts Service.	(3 18 22)
——————————————————————————————————————	EPA. United States Environmental Protection Agency. F. Fahrenheit.	(3 18 22) (3 18 22)
<del></del>	GPS. Global Positioning System.	(3-18-22)
<del></del>	HDPE. High Density Polyethylene.	(3-18-22)
10.	IDAPA. Idaho Administrative Procedure Act.	(3-18-22)
<del>11.</del>	IDEQ. Idaho Department of Environmental Quality.	(3-18-22)
<del>12.</del>	IDWR. Idaho Department of Water Resources.	(3-18-22)
<del>13.</del>	MCF. One thousand cubic foot.	(3 18 22)
<del>14.</del>	MSDS. Material Safety Data Sheet.	(3 18 22)
<del>15.</del>	OSHA. Occupational Safety & Health Administration.	(3-18-22)
<del>16.</del>	PSI. Pounds per Square Inch.	(3-18-22)
17	PVC Polyvinyl Chloride	(3.18.22)

0<del>12</del>11. -- 0<del>14</del>29. (RESERVED)

015. PROTECTION OF CORRELATIVE RIGHTS.

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

The Commission and the Department should afford a reasonable opportunity to each person entitled thereto to recover or receive the oil or gas in such person's tract(s) or the equivalent thereof, without being required to drill unnecessary wells or to incur other unnecessary expense to recover or receive such oil or gas or its equivalent.

(3.18.22)

<del>016. - 019. (RESERVED)</del>

#### 020. APPLICABILITY.

- O1. Oil and Gas Development. These rules apply to oil and gas development and carry out the Commission's duty to prevent waste, protect correlative rights, and prevent pollution of fresh water supplies through activities authorized by these rules.

  (3-18-22)
- **O2.** Exclusions. These rules do not apply to the exploration and development of other mineral resources covered by Title 47, Chapter 13, Idaho Code; Title 47, Chapter 15, Idaho Code; or Title 42, Chapter 40, Idaho Code.

  (3 18 22)

#### 021. CLASS II INJECTION WELLS.

Class II injection wells, as described in IDAPA 37.03.03, "Rules and Minimum Standards for the Construction and Use of Injection Wells," are currently not authorized under this rule. Permits for Class II injection wells must be obtained through IDAPA 37.03.03.

(3-18-22)

022. - 029. (RESERVED)

#### 030. NOTICES - GENERAL.

- **01.** Written Authorization Required. Any notice, written notice of intentionrequest to do work, or request to change plans previously approved plans must be filed with the Department in writing, unless otherwise directed, and must be approved before the work is begunbegins. Such approval may be given orally and, if so given, shall thereafter be confirmed by the Department in writing. Written notices may be submitted to the Department by e-mail or facsimile.
- **02. Emergency Authorization**. In case of emergency, or a situation where operations might be unduly delayed, any written notice required by these rules and regulations to be given the Department may be given orally or by wire electronically and if approval is obtained, the transaction shall be confirmed in writing, as a matter of record.

(3.18.22)(

03. Publication of Legal Notices. Whenever these rules require <u>publication of</u> a legal notice to be <u>published</u> in a newspaper, the notice must be published once a week for two (2) consecutive weeks. (3-18-22)(\_\_\_\_\_\_)

#### **031.** FORMS.

The Department will adopt such forms of notices, requests, permits, and reports as it may deem advisable or necessary in carrying out the provisions of law and its rules. (3-18-22)

#### 032. ORGANIZATION REPORTS.

- **O1.** Required Content. Before any person engages in any activity covered by the <u>statutes Act</u> and <u>these</u> rules of the Commission, that person must file an organization report with the Department. The organization report must include the following information:

  (3.18-22)(\_\_\_\_)
  - **\_a.** The person's name and the type of the business being operated or conducted; (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- **b.** The mailing address to which all correspondence from the Department is to be sent; (3-18-22)
- c. The telephone number(s), facsimile number(s), and email address(es) for which contact by the Department may be made; (3-18-22)(\_\_\_\_\_)
- **d.** The names of persons authorized to submit required forms, reports, and other documents to the Department; and (3-18-22)
  - e. If a legal entity, proof the person is authorized to transact business within the state. (3-18-22)
- **02. Updates.** A supplementary report must be filed with the Department within thirty (30) days of any change to facts stated in a previously-filed organization report. (3-18-22)

#### 033. DESIGNATION OF AGENT.

A "Designation of Agent" must be submitted to the Department in a manner and form approved by the Department prior to the commencement of operations before commencing operations. A Designation of Agent(s) will be accepted as authority of the agent to fulfill the all legal obligations or powers of the owner and to sign any papers or reports required under these oil and gas operating regulations rules. and aAll authorized orders or notices given to the designated agent by the Department, when given in the manner hereinafter provided, will be deemed service of such orders or notices upon the owner and the lessee. All changes of address and any termination of the agent's authority must be immediately reported in writing to the Department, and, in the latter case, the designation of a new agent(s) must be immediately made. If the designated any agent(s) is at any time incapacitated for duty or absent from the address provided, the owner must designate in writing a substitute to serve in his or their stead their place. and in the absence of such owner or of notice of appointment of a substitute, then, in such case, notices may be given by mailed toby the Department by delivering a registered letter to the United States Post Office at Boise, Idaho, directed to the agent(s) at the address shown on the current Designation of Agent on file in the Department's office, and Such notice will be deemed service upon the owner and lessee.

#### 034. -- 039. (RESERVED)

#### 040. PUBLIC COMMENT.

Applications submitted under Sections 100, 200, 210, 230 and 330 of these rules will be posted on the Department's website for a <u>fifteenten</u>-day (150) written <u>public</u> comment period. The Department will also send an electronic copy of the application to the respective county, and city if applicable, where the proposed operation is located. The <u>purpose of the comment period is to receive written comments on whether a proposed application complies with these rules. These comments will be considered by the Department prior to permit approval or denial. Relevant comments will be posted on the Department's website following the comment period.

(3 18 22)</u>

041. -- 04<u>9</u>9. (RESERVED)

050. ENFORCEMENT.

The Department enforces these rules pursuant to Section 47-325, Idaho Code. (3-18

051. - 099. (RESERVED)

#### SUBCHAPTER B – EXPLORATION AND DEVELOPMENT

#### 100. GEOPHYSICAL OPERATIONS.

**01. Permit Required.** Before beginning seismic operations in the state of Idaho, a representative of the client company and the seismic contractor will meet with the staff of the Department Department staff, file an application for a permit to conduct seismic operations, and pay an application fee. No seismic operation may be conducted without such a permit. The Department has discretion to waive the requirement of the pre-permit meeting

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

for the client company. The permit for seismic operations may be revoked or suspended or the application for the permit denied by the Department for failure to comply with the <u>se Commission's</u> rules, <u>statutes the Act</u>, and orders <u>of the Commission or the Department</u>. The Department may revoke, suspend, or deny the application for a seismic permit without a hearing; provided that the seismic contractor will be given an opportunity for a hearing at the next regularly scheduled Commission meeting. The <u>fact that Revocation or suspension of</u> a permit <u>is revoked or suspended</u> does not excuse the seismic contractor or client company from properly plugging existing seismic holes but does prohibit <u>the person(s) from drilling</u> any more. The application for a permit for seismic operations must include: (3 18 22)(\_\_\_\_\_)

- a. The proposed route of the seismic line on a topographic or recent air photo base map at a sufficient scale to show roads, buildings, surface waters, and Section Section, Township township, and Rangerange lines. The map must also show additional area as needed for any alternative routing. The alternative routing must be within at least one-half (1/2) mile of the proposed route. Reapplication must be made if the final route strays from the proposed route and outside the designated alternative routing areas.
- **b.** The <u>proposed</u> energy sources <del>proposed to be used</del> for the seismic operation, such as vibroseis, shot holes, surface shot, or others.
- c. The approximate number, depth, and location of the seismic holes and the size of the explosive charges. The application must be accompanied by a map with a scale of one inch equaling two (2) miles that shows the depth and location of the shotholes.
- **d.** The name and permanent address of the client company the Department may contact about the seismic operation. (3-18-22)
- e. The name, permanent address, and phone number of the seismic contractor and his-their local representative whom the Department may contact about the seismic activity.
- **f.** The name, phone number, and permanent address of the hole plugging contractor, if different from the seismic contractor. (3-18-22)
- **g.** A detailed description of the hole plugging procedures, and a description of the surface reclamation procedures, if such reclamation is needed. (3-18-22)
  - h. The anticipated starting date of seismic operations. (3-18-22)
- i. The anticipated completion date of seismic operations, and the anticipated date of any required reclamation or hole plugging. (3-18-22)
- j. A description of the identifying mark that will be on the hat or nonmetallic plug to be used in the plugging of the seismic hole.
- **Operating Requirements**. All geophysical operations must comply with the following requirements: (3 18 22)(\_\_\_\_\_)
- a. All vVehicles utilized by the permit holder, or its agents, or contractors, shall be clearly identified by signs or markings utilizing letters or numbers, or a combination thereof, a minimum of three (3) inches in height and one-half (1/2) inch wide, indicating the name of the such permit holder, its agent, or contractor.
- b. No seismic source generation from vibroseis, shot holes, surface shot, or other method shall-may be conducted within two hundred (200) feet of any residence, water well, oil well, gas well, injection well, or other structure without having first secured the express written authority of the owner(s) thereof and the permit holder shall be responsible for any resulting damages.

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

**c.** Written authority from the owner of a residence, water well, oil well, gas well, injection well or other structure must also be obtained from the owner(s) if any explosive charge exceeds the maximum allowable charge within the scaled distance below:

DISTANCE TO STRUCTURE (Feet)*	MAXIMUM ALLOWABLE CHARGE WEIGHTS (Pounds)*
50	0.5
100	2.0
150	4.5
200	8.0
250	12.0
300	18.0
350	25.0
* Based upon a charge	weight of seventy (70) Foot/Pound <sup>1/2</sup>

(3-18-22)

- d. The maximum allowable charge weight is twenty-five (25) pounds, unless the permit holder requests and secures the the Department's prior written authorization. from the Department.
- e. All seismic sources placed for detonation shall contain additives to accelerate the biodegradation thereof and shall be handled with due care in accordance with industry standards. The eCap leads for any seismic sources that fail to detonate shall be buried at least three (3) feet deep.
- **f.** All vegetation cleared to the ground shall be cleared in a competent and workmanlike manner in the exercise of due care. (3-18-22)
- g. Unless otherwise consented to by the surface owner in writing, permit holder shall may not cut down any tree measuring six (6) inches or more in diameter, as measured at a height of three (3) feet from the ground surface, unless there are no reasonable alternatives to the removal of such tree(s) available to permit holder. Permit holder shall compensate surface owner the value of all such trees removed.
- h. All excessive rutting or soil disturbances shall be repaired or restored to the original condition and contour to the extent reasonable, unless otherwise agreed to by the permit holder and the surface owner in writing.

  (3-18-22)
- i. All fences removed shall be replaced, unless otherwise agreed to by the permit holder and the surface owner in writing. (3-18-22)
  - j. All debris associated with the seismic activity shall be removed and properly disposed. (3-18-22)
  - **03. Bond Required.** (3-18-22)
- **a.** Before beginning geophysical operations, the geophysical contractor must file and have approved by the Department a bond in the amount of at least ten thousand dollars (\$10,000). The Department may increase

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

this bonding requirement for geophysical contractors based on the amount of potential damage from the contemplated operation. The condition of such bond shall comply with the Act, these rules, and orders of the Commission or, and orders of the Department. The obligation of the bond shall not be discharged until one (1) year from completion of the survey or until the geophysical contractor has complied with the Oil and Gas Conservation LawAct, these rules Commission's rules, and the orders of the Commission and or the Department. (3 18 22)(\_\_\_\_\_)

- **b.** Persons or other entities who engage in the plugging of seismic holes and are not a regular full-time employee of the seismic company, owner, or operator shall have posted with the director Administrator a surety bond in favor of the Department. Said bond shall be on a form prescribed by the Department and in the amount of five thousand dollars (\$5,000). The condition of the bond shall comply with the Oil and Gas Conservation Law Act, these rules, and the regulations and orders of the Commission and or the Department.
- **04.** Newspaper Notice. Before a <u>geophysical contractor conducts the <u>beginning</u> geophysical operations, the <u>geophysical</u> contractor shall publish a legal notice in a newspaper of general circulation in the county where the survey will be conducted. The notice shall stateing the nature and approximate time period of the seismic operations. These requirements do not apply to operations conducted within a well or <u>conducted</u> by aerial surveys. (3 18 22)</u>
- 05. Owner and Occupant Notification. No entry shall be made by any person toperson may conduct seismic operations, upon the lands where such seismic operations are to be conducted, without the permit holder having first given notice at least thirty (30) calendar days prior to commencement of field seismic operations, or at the time permission is granted, if less than thirty (30) days.

  (3-18-22)(\_\_\_\_\_)
- **a.** The notice shall be in writing and given either personally or by certified United States mail to the following persons: (3-18-22)
- i. Surface owners reflected in the tax records of the counties where the lands are located, at the mailing addresses identified for such surface owners in such records; (3-18-22)
- ii. Occupants residing on the lands who are not the surface owners, if it can be reasonably ascertained that there are such occupants; and (3-18-22)
- iii. Owners or operators of oil and gas wells within the seismic survey area, as reflected in Department records. (3-18-22)
  - **b.** The notice shall contain the following: (3-18-22)
  - i. Name of the person or entity that is conducting the seismic operations; (3-18-22)
  - ii. Proposed location of the seismic operations; and (3-18-22)
  - iii. Approximate date the person or entity proposes to commence seismic operations. (3-18-22)
  - **06.** Department Notifications. (3-18-22)
- **a.** The permit holder shall also notify the Department within five (5) business days of the commencement and completion of each seismic operation. (3-18-22)
- **b.** Before beginning geophysical operations other than seismic operations, the geophysical contractor shall file a notice of intention to do so with the Department. Said notice shall describe the geophysical method to be used and be accompanied by a map of a scale of one (1) inch equals two (2) miles showing the location of the project. (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

#### 07. Reports and Notices Required.

(3-18-22)

- a. Activity Report. Upon completion of the seismic activity or at thirty (30) day intervals after the work has commenced, whichever occurs first, the seismic contractor shall file with the Department a report of the completion or progress of the seismic project. The final completion report shall be in affidavit form and shall-include a seven and one-half (7.5) or fifteen (15) minute United States Geological Survey topographic quadrangle map (at a scale of one (1) inch equals two thousand (2,000) feet or one (1) inch equals four thousand (4,000) feet that shows section, township, and range) and the location of each survey so that the shot\_holes and other potential impacts can be easily located. The final completion report shall-must\_also include a statement that all work has been performed in compliance with the application for a permit to perform seismic activity, Section 100 of these rules, and permit provisions. Said maps, applications, and reports shall-will be kept confidential by the Department for a period of one (1) year from the date of receipt, subject to the needs of the Department to use them to enforce these regulations rules, the Act, and the orders of the Commission or the Department. Also, the owner of the surface of the landsurface owners may be advised of the location of seismic lines or seismic holes on his their land and of the exploration method used.
- **b.** Plugging Notice. Seismic contractors shall give the Department at least twenty-four (24) hours advance notice of shothole plugging operations, provided that notice of plugging operations planned for Sunday or Monday may be given on the previous Friday. (3-18-22)
- O8. Client-Contractor Responsibility. The client company may be held responsible along with the seismic contractor for conducting the operation in compliance with the Commission's rules and orders, the Department's orders, and the Act for the seismic contractor's failure to comply with such rules these rules, the Act statutes, and orders of the Commission or the Department. The hats used in the plugging of seismic holes shall must be imprinted with the name of the contractor responsible for the plugging of the hole.

  (3-18-22)(\_\_\_\_\_)
- **09. Plugging.** Unless the seismic contractor can prove to the satisfaction of the Department that another method will provide better protection to ground water and long-term land stability, seismic shothole operations shall must be conducted in the following manner as follows:

  (3.18.22)(\_\_\_\_)
- a. When water is used in conjunction with the drilling of seismic shotholes and artesian flow is not encountered at the surface, seismic holes are to be filled with a high grade bentonite/water slurry mixture. Said The slurry shall must have a density that is at least four percent (4%) greater than the density of fresh water and; said slurry shall also have a Marsh funnel viscosity of at least sixty (60) seconds per quart. Density and viscosity are to be measured prior to adding cuttings to the slurry. Cuttings not added to the slurry are to be disposed of in accordance withper Paragraph 100.09.f. of this rule. Any other suitable plugging material commonly used in the industry may be substituted for the bentonite/water slurry as long as if the physical characteristics of said substitute are at least comparable to those of the bentonite/water slurry. Between November 1 and May 1, coarse ground bentonite approved by the Department shall must be used as a plugging material.
- b. The hole will be filled with the slurry from the bottom up to a depth of three (3) feet (three (3) feet below ground level). A nonmetallic plug will be set at this depth of three (3) feet, and the remaining hole will be filled and tamped to the surface with cuttings and native soil.
- c. When drilling with air and non-artesian water is encountered, the hole shall be plugged with the slurry mixture, or coarse ground bentonite, as specified in Paragraph 100.09.a., supra.
- d. When drilling with air only and in completely dry holes, plugging may be accomplished by returning the cuttings to the hole, tamping the returned cuttings to the above-referenced depth of three (3) feet below ground level, and setting the permaplug topped with more cuttings and soil as per Paragraph 100.09.b. above. A small mound will be left over the hole for settling allowance. Auger holes twenty (20) feet or less in depth may be plugged in this same manner.

  (3-18-22)(\_\_\_\_)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- e. The foregoing sSeismic holes shall be properly plugged and abandoned as soon as practical after the shot has been fired; however, a shot hole shall and may not be left unplugged for more than thirty (30) days without written approval of the Department.
- g. The requirements of Paragraphs 100.09.a. through 100.09.f. of this rule may be modified by any reasonable written agreement between the seismic company and the surface owner. (3-18-22)
- h. If artesian flow (water flowing at the surface) is encountered in the drilling of any seismic hole, cement will be used to seal off the water flow thereby preventing cross-flow, erosion, and/or contamination of freshwater supplies. Said holes shall be cemented immediately. (3-18-22)
- i. After completing the plugging of seismic shot holes and spreading the cuttings as required by this rule, the seismic contractor shall record the Global Positioning System (GPS) location of the seismic hole, and the contractor shall provide the location data to the Department.
- 10. Forfeiture of Geophysical Exploration Bond. The Department may forfeit the bond submitted under Subsection 100.03 of this rule upon failure of the owner or operator to conduct the seismic survey and complete reclamation in conformance with Section 100 of this rule. The owner or operator will be given an opportunity to address compliance issues prior to the Department taking action against the bond. (3-18-22)(

#### 101. -- 199. (RESERVED)

#### SUBCHAPTER C - DRILLING, WELL TREATMENT, AND PIT PERMITS

#### 200. PERMIT TO DRILL, DEEPEN, OR PLUG BACK.

- **O1. Permits Required.** Prior to the commencement of operations to drill, deepen, or plug back to any source of supply other than the existing producing horizon, <u>an</u> application <u>shall be delivered to must be filed with</u> the Department of intention to drill, deepen, or plug back any well for oil or gas, and approval obtained. <u>Any permit issued under Subchapter C of this rule may be revoked or suspended or the application for the permit denied by the Department for failure to comply with these rules, the Act, and orders of the Commission or the Department. (3-18-22)(\_\_\_\_\_\_)</u>
- **02. Fees.** An application fee must accompany each application for permit to drill, deepen, or plug back. No service fee is required for a permit to deepen or plug back in a well for which the fee has been paid for permit to drill unless the drilling permit has expired if completed within one (1) year from issuance of permit to drill a well. (3.18.22)(1)
- Of issuance of a pPermits to drill, deepen, or plug back, said permit will expire and be of no further force or effectione (1) year after being issued by the Department, unless the work for which the permit was issued has been started. Prior to the anniversary date expiration of the permit, the owner or operator may apply to the Department for a one-time, six-month extension if work has not started. If conditions have not changed and no changes to the permit are requested, the extension may be approved by the Department. If a permit expires due to the failure to commence operations, then reapplication is required prior to commencing operations.
- **04. Application**. The Application for Permit to Drill shall include a Department approved form and the following: (3-18-22)
  - a. An accurate plat showing the location of the proposed well with reference to the nearest lines of an

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

U		
established publi	ic survey.	(3-18-22)
<b>b.</b> IDWR registry o	The location of the nearest structure with a water supply, or the nearest water well as shof water rights or well log database.	own on the (3-18-22)
c.	Information on the type of tools to be used and the proposed logging program.	(3-18-22)
<b>d.</b> important geolog	Proposed total depth to which of the well will be drilled, estimated depth to the togic markers, and the estimated depth to the top of the target formations.	top of the <u>-22)(</u>
e. type is to be set.	The proposed casing program, including size and weight thereof, the depth at which ea	ach casing (3-18-22)
f.	The type and amount of cement to be used, and the intervals cemented.	(3-18-22)
g.	Information on the drilling plan.	(3-18-22)
h.	Best management practices to be used for erosion and sediment control.	(3-18-22)
	Plan for interim reclamation of the drill site after the well is completed, and a plan the drill site following plugging and abandonment of the well. These plans must coded to implement reclamation as described in Subsection 310.16 and Section 510 of these plans in the section 510 of the sec	ontain the
j. respective Section	Applications that include the following actions must also provide the information on of these rules:	from the (3-18-22)
i.	Well treatments require the submittal of the information in Section 210.	(3-18-22)
ii.	Pit construction and use requires the submittal of the information in Section 230.	(3-18-22)
iii.	Directional or horizontal drilling requires the submittal of the information in Section 330	). (3-18-22)
k.	Any other information which may be required by the Department based on site_specific (3-18-	
<del>05.</del>	Permit Denial. Applications may be denied for the following reasons:	(3 18 22)
<del>a.</del>	Application fee was not submitted.	(3-18-22)
<del>b.</del>	Application is incomplete.	(3-18-22)
е.	Failure to post required bonds.	(3 18 22)
<del>d.</del>	Proposed well will result in a waste of oil or gas, a violation of correlative rights, or the	e pollution

#### 201. MULTIPLE ZONE COMPLETIONS.

of fresh water supplies

01. Requirements of the Owner or Operator; Request for Approval. A multiple zone completion may be approved by the Department upon application by the owner or operator and payment of an application fees as herein provided. The application shall be accompanied by must include an exhibit showing the location of wells

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

on applicant's lease and all offset wells on leases, and shall set forth all material facts involved, and the manner and method of completion proposed, including a diagrammatic sketch of the mechanical installation of the proposed well. The application fee may not exceed that required by Subsection 200.02 of these rules. The applicant must mail Nnotice of the filing of such application shall be given by the applicant by mailing to each offset operator. an The notice must containing a full description of the proposed completion for which approval is requested, and p Proof of mailing such notice must shall be made by an affidavit, which shall be attached to the application showing names and addresses of those to whom notice was mailed.

- O2. Conditions for Approval; Cause for Hearing. In the event of the Department is in agreement agrees with the application and that no offset operator files a written objection to the application with the Department within fifteenten (150) days of the date of the offset operator's receipt of application, the application shall be approved as an amendment to the drilling permit. If any offset operator shall filefiles said objection, in writing with the Department an objection to such multiple completion, or if the Department is not in agreement with the application, the matter shall be immediately set for hearing and Notice of Hearing duly given by the Department. (3–18–22)
- **O3. Zone Effectiveness; Requirement for Production Testing.** The Department may require such tests as necessary to determine the effectiveness of the segregation of the different productive zones. (3-18-22)
- **04. Commingling Production**. The Department may require that oil or gas from multiple zones be produced through different sets of tubing, if needed to protect correlative rights or to prevent waste. (3-18-22)

#### **202. -- 209.** (RESERVED)

#### 210. WELL TREATMENTS.

**01. Application Required.** An Application for Permit to Drill required by Section 200 must include any plans for well treatment if they are known before the well is drilled. If well treatments are not covered in the original drilling permit, then an application to amend the permit must be made to the Department with an application fee. Approval by the Department is required <u>prior tobefore</u> the well treatments <u>being are</u> implemented. Actions to clean the casing or perforations not in excess of pressures sufficient to overcome the fracture gradient in the surrounding formation are not considered to be well treatments, but operators must notify the Department when such actions occur. Applications for well treatments must include the permit number, well name, well location, as-built description if drilling has been completed, and the following:

(3-18-22)

- a. Depth to perforations or the openhole interval; (3-18-22)
- **b.** The source of water or type of base fluid; (3-18-22)
- c. Additives, meaning any substance or any combination of substances including proppant, having a specified purpose that is combined with base treatment fluid by trade name, if available, and a Safety Data Sheet SDS for each additive;
  - **d.** Type of proppant(s); (3-18-22)
- e. Anticipated percentages by volume and total volumes of base treatment fluid, individual additives, and proppant(s); (3-18-22)
  - **f.** Estimated pump pressures; (3-18-22)
- **g.** Method and timeline for the management, storage, and disposal of well treatment fluids, including anticipated disposal site of treatment fluids or plans for reuse; (3-18-22)
  - **h.** Size and design of storage pits, if proposed, in conformance with Section 230 of these rules;

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

(3-18-22)

- i. Information specific to hydraulic fracturing as described in Section 211 of these rules; (3-18-22)
- j. Summary identifying all water bearing zones from the surface down to the bottom of the well; (3-18-22)
- k. Fresh—wwater protection plan that describes the proposed <u>site-specific site-specific</u> measures to protect water quality from activities associated with well treatments. The Department will review this plan in consultation with the <u>Idaho Department of Environmental Quality</u> (IDEQ). The Freshwater Protection Plan shall include the following information:
  - i. Ground water and storm water best management practices; (3-18-22)
- ii. Statement certifying that the owner or operator is complying with Spill Prevention, Control, and Countermeasures (SPCC) requirements administered by the EPA; (3-18-22)
- iii. A preconstruction topographic site map or aerial photos identifying all habitable structures, wells, perennial and intermittent springs, surface waters, and irrigation ditches within one-quarter (1/4) mile of the oil or gas well. The distance or location may be changed based on site—specific factors such as horizontal drilling, the expected length of fractures, or lack of suitable water sample locations within one-quarter (1/4) mile; 3-18-22)(\_\_\_\_\_\_)
- iv. A brief description of the structural geology that may influence ground water flow and direction; and (3-18-22)
  - v. The general hydrogeological characteristics of the treatment area and surrounding land. (3-18-22)
- l. Certification by the owner or operator that all aspects of the well construction, including the suitability and integrity of the cement used to seal the well, are designed to meet the requirements of proposed well treatments;

  (3-18-22)
- m. Affidavit signed by the owner or operator stating that all home ownershomeowners and water well owners within one-quarter (1/4) mile of the oil or gas well, and all owners of a public drinking water system that have an IDEQ recognized source water assessment or protection area within one-quarter (1/4) mile of the oil or gas well, have been notified of the proposed treatment. If a well deviates from the vertical, these surface distances will be from the entire length of the wellbore from the surface to total depth. The notification will also offer an opportunity to have the owner or operator sample and test the water, at the owner or operator's cost, prior to before and after the oil or gas well being treated well treatment. Notification shall be by certified mail to the surface owner as identified by the county assessor's records, or to the well owner as identified on the IDWR registry of water rights or well log database;

(3 18 22)(

- n. Proof of publication in a newspaper of general circulation in the county where the well is located of a legal notice briefly describing the well treatment to be performed. Notice shall also advise all water well or public drinking water system owners, as described in Paragraph 210.01.m. of these rules, of the opportunity to have their water tested at the owner's or operator's cost before and after the well treatment; and (3-18-22)
  - **o.** Additional information as required by the Department. (3-18-22)
- **02. Master Drilling/Treatment Plans**. Where multiple stimulation activities will be undertaken for several wells proposed to be drilled in the same field within an area of geologic similarity, approval may be sought from the Department for a comprehensive master drilling/treatment plan containing the information required. The approved master drilling/treatment plan must then be referenced on each individual well's Application for Permit to

**Deadline for Written Comments on this draft text #3:** May 31, 2024

Changes from draft text #2 highlighted in yellow

Drill.			(3-18-22)
the follo	03 owing re	Application Denial. The Department may deny well treatment applications for one asons:	e (1) or more of (3 18 22)
	-a.	Application does not contain the information in Subsection 210.01 of these rules;	(3-18-22)
	-b.	Application fee was not submitted.	(3-18-22)
11 - 21		Proposed treatment will result in a waste of oil or gas, a violation of correlative h water supplies.	
will be 1 or opera	required ator may	<b>Time Limit</b> . If a treatment approved in a drilling permit or amended drilling permy year of the approval of the well treatment, the well treatment permit will expire, are prior tobefore conducting the well treatment. Prior to the anniversary date expiration apply for a six-month (6) extension. If conditions have not changed, and no change extension may be approved by the Department.	nd reapplication date, the owner
treatmer	<u>04</u> 05.	Inspections. The Department may conduct inspections prior before, during,	and after well
псанне	1163.		(3-18-22)()
		<b>Reporting Requirements</b> . A report on the well treatment must be submitted witness. The report shall present a detailed account of the work done and the manner med, including:	
	a.	The daily production of oil, gas, and water both prior to before and after the operation	on. <del>(3-18-22)</del> (
	b.	The size and depth of perforations.	(3-18-22)
proppan informa		Percentages by volume and total volumes of base treatment fluid, individual is requirement can be met by the submittal of well completion field tickets if the	
		Documentation demonstrating the chemicals used in the well treatment have been racfocus.org https://fracfocus.org/, its successor website, or another publicly accedepartment. The chemical information must be reported in a systems approach.	
	e.	Information specific to hydraulic fracturing, as described in Section 211 of these ru	les. <del>(3-18-22)</del> (
	f.	Static pressure testing results before and after the well treatment.	(3-18-22)
	Œ	The amounts, handling, and if necessary, disposal at an identified appropriate disp	
producti reports	ion facil	ell stimulation fluid load recovered during flow back, swabbing, and/or recovered tity vessels. Reporting of recovered fluids shallmust be included with other mone by the Department. Storage of such fluid shallmust be protective of ground water using either tanks or authorized lined pits as described in Section 230 of these rules.	thly production demonstrated
producti reports	f the w ion facil required	lity vessels. Reporting of recovered fluids shallmust be included with other mon- by the Department. Storage of such fluid shallmust be protective of ground water	thly production  the demonstrated  (3 18 22)()

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- a. The Department will not authorize pits, lagoons, ponds, or other methods of subsurface storage for treatment fluids within IDEQ recognized source water assessment or protection areas for public drinking water systems. Owners or operators must store and transport treatment fluids using above ground storage facilities and tanker trucks for well treatments in these locations. (3-18-22)
- **b.** The Department will not authorize well treatments to create fractures within five hundred (500) vertical feet above or below <u>fresh water freshwater</u> aquifers. (3-18-22)(\_\_\_\_\_)
- c. The Department shall require the owner or operator to must complete fresh water freshwater monitoring at the owner's or operator's cost before and after a well treatment unless the Department, in consultation with the IDEQ, determines that the proposed treatment does not pose a threat of pollution to fresh-waters. The Department will review and approve all monitoring proposals with the IDEQ. The monitoring will be done using representative existing water wells or surface waters within one-quarter (1/4) horizontal mile of the treated well. For wells that deviate from the vertical, sampling may be required within one-quarter (1/4) horizontal mile of the wellbore's projected location on the surface. If no water wells or surface waters are present in this area, the sampling area may be enlarged as needed with approval by the Department. If the Department determines that existing water wells are not representative of the ground waters that could be impacted, then the Department may require the owner or operator to install one (1) or more ground water monitoring wells at the owner's or operator's cost. The owner or operator must obtain consent from appropriate property owners to gain access prior to any sampling or well construction. When monitoring is required by the Department, the operator will prepare a monitoring plan that includes the following:

  (3-18-22)(\_\_\_\_\_)
  - i. Location of proposed monitoring sites; (3-18-22)
- ii. Construction details of any sampled or constructed wells including total well depth, depth of screened interval(s), screen size, and drilling log. For existing wells, the operator must make every reasonable attempt to locate this information; (3-18-22)
- iii. When possible, data from the existing wells collected within the last five (5) years and analyzed in a state or EPA certified drinking water lab; (3-18-22)
  - iv. List of proposed analytes, testing methods, and their detection limits; (3-18-22)
  - v. Additional tests such as stable isotopic analysis; and (3-18-22)
- vi. Pre-treatment sampling and analysis when no relevant data exists, and a schedule for post-treatment sampling and analysis. (3-18-22)
- **d.** The owner or operator will provide the Department with copies of any analysis or reports within thirty (30) days of samples being taken. All samples must be analyzed in a state or EPA certified drinking water lab. (3-18-22)
- **e.** Pollution of fresh-water supplies due to a well treatment is a violation of these rules and Title 47, Chapter 3, Idaho Code. (3-18-22)

#### 211. HYDRAULIC FRACTURING.

**01. Application Requirements**. In addition to the information required by Subsection 210.01 of this rule, the owner or operator shall provide the following application information regarding hydraulic fracturing:

(3-18-22)

**a.** The geological names and descriptions of the formation into which well stimulation fluids are to be injected; (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- **b.** Detailed information on the base stimulation fluid source. For each stage of the well stimulation program, provide the chemical additives and proppants and concentrations or rates proposed to be mixed and injected, including:

  (3-18-22)
- i. Stimulation fluid identified by additive type (such as but not limited to acid, biocide, breaker, brine, corrosion inhibitor, crosslinker, demulsifier, friction reducer, gel, iron control, oxygen scavenger, pH adjusting agent, proppant, scale inhibitor, surfactant); (3-18-22)
- ii. The chemical compound name and Chemical Abstracts Service (CAS) number as found on the previously submitted MSDS shall be identified (such as the additive biocide is glutaraldehyde, or the additive breaker is ammonium persulfate, or the proppant is silica or quartz sand, and so on for each additive used); (3-18-22)
- iii. The proposed rate or concentration for each additive and the total volume of each shall be provided (such as gel as pounds per thousand gallons, or biocide at gallons per thousand gallons, or proppant at pounds per gallon, or expressed as percent by weight or percent by volume, or parts per million, or parts per billion); and
- iv. The formulary disclosure of the chemical compounds used in the well stimulation(s) for the purpose of protecting public health and safety. (3-18-22)
  - c. A detailed description of the proposed well stimulation design that shall include: (3-18-22)
  - i. The anticipated surface treating pressure range; (3-18-22)
- ii. The maximum injection treating pressure, which shall be within accepted safety limits. Accepted safety limits are generally eighty percent (80%) of the maximum pressure rating of the pressurized system; (3-18-22)
  - iii. The estimated or calculated fracture height in both the horizontal and vertical directions. (3-18-22)
- **Volatile Organic Compound VOCs** and Petroleum Distallates Distillates. The injection of volatile organic compounds VOCs, such as benzene, toluene, ethyl benzene, and xylene, also known as BTEX compounds, or any petroleum distillates into ground water in excess of the applicable ground water quality standards is prohibited. Volatile organic compounds VOCs or petroleum distillates may be appropriate as additives, but they are not appropriate for use as the base fluids. The proposed use of volatile organic compounds VOCs or any petroleum distillates for well stimulation into hydrocarbon bearing zones may be authorized with prior approval of the director Administrator. Water that is produced with oil and gas, and Produced water, which may contain small amounts of naturally occurring volatile organic compounds VOCs or petroleum distillates, may be used as well stimulation fluid in hydrocarbon bearing zones.
- **03. Well Integrity**. Prior to the well stimulation, the owner or operator will perform a suitable mechanical integrity testMIT of the casing, or of the casing-tubing annulus or other mechanical integrity testMIT methods and submit an affidavit to the Department certifying that the well was tested in anticipation of proposed treatment pressures. The owner or operator will notify the Department of this test twelve (12) to twenty-four (24) hours in advance. (3-18-22)(\_\_\_\_)
- **O4. Pressure Monitoring.** During the well stimulation operation, the owner or operator shall monitor and record the annulus pressure at the casinghead. If intermediate casing has been set on the well being stimulated, the pressure in the annulus between the <u>iIntermediate</u> casing and the production casing shall also be monitored and recorded. If the annulus pressure increases by more than five hundred (500) psi gauge as compared to the pressure immediately preceding the stimulation, the owner or operator shall verbally notify the Department as soon as practicable but no later than twenty-four (24) hours following the incident.

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- **95. Post\_Treatment Report**. In addition to the information required by Subsection 210.065 of this rule, the owner or operator shall provide the following post-treatment reporting: (3-18-22)(\_\_\_\_\_)
  - a. The actual total well stimulation treatment volume pumped; (3-18-22)
- **b.** The actual surface pressure and rate at the end of each fluid stage and the actual flush volume, rate and final pump pressure; (3-18-22)
- c. The instantaneous shut-in pressure, and the actual fifteen (15) minute and thirty (30) minute shut-in pressures when these pressure measurements are available; (3-18-22)
  - **d.** A continuous record of the annulus pressure during the well stimulation; (3-18-22)
- **e.** A copy of the well stimulation service contractor's job log, without any cost/pricing data from the field ticket, in lieu of paragraphs (a) through (d) above. If the job log does not contain all the needed information, it must be supplemented with additional information needed to satisfy Paragraphs 211.05.a. through 211.05.d. of this rule. (3-18-22)
- **f.** A report containing all details pertaining to any annulus pressure increases of more than five hundred (500) psi gauge as described in Subsection 211.04 of this rule. The report shall include corrective actions taken, if necessary. (3-18-22)
  - **g.** Results of post-treatment fluid analysis used to help determine where the fluid can be disposed.

(3-18-22)(

#### 212. -- 219. (RESERVED)

#### 220. BONDING.

- **01. Individual Bond.** The Department shall, except as hereinafter provided, require from the owner or operator a good and sufficient bond in the sum of not less than ten thousand dollars (\$10,000) plus one dollar (\$1) for each foot of planned well length in favor of the Department. The bond shall be conditioned upon the performance of the owner's or operator's duty to comply with the requirements of the Act and the rules of the Commission, with respect to the drilling, maintaining, operating, and plugging of each well drilled for oil and gas and the reclamation of surface disturbance associated with these activities. Said bond shall remain in force and effect until the plugging of said well is approved by the Department and the well site is reclaimed as described in Section 510 of these rules, or the bond is released by the Department. (3-18-22)
- **02. Blanket Bond**. In lieu of the bond in Subsection 220.01 of this rule, any owner or operator may file with the Department a good and sufficient blanket bond covering all active wells drilled or to be drilled in the state of Idaho. The amount of the blanket bond will be as follows according to the number of active wells covered by the bond:

  (3-18-22)
  - **a.** Up to ten (10) wells, fifty thousand dollars (\$50,000); (3-18-22)
  - **b.** Eleven (11) to thirty (30) wells, one hundred thousand dollars (\$100,000); or (3-18-22)
  - c. More than thirty (30) wells, one hundred fifty thousand dollars (\$150,000). (3-18-22)
- 03. Inactive Well Bond. An owner or operator must provide the Department with a bond of at least ten thousand dollars (\$10,000) plus eight dollars (\$8) for each foot of planned well length for each inactive well that is conditioned upon the performance of the duty to comply with the requirements of the Act<sub>a</sub> and these rules of the

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

Commission, and orders issued by the Commission or the Department; with respect to the drilling, maintaining, operating, and plugging of each well drilled for oil and gas. Said bond shall remain in force and effect until the plugging of said well is approved by the Department, or the bond is released by the Department. Inactive wells may not be covered by a blanket bond as provided in Subsection 220.02 of this rule.

- **04. Additional Bonding.** The Department may impose additional bonding on an owner or operator given sufficient reason, such as non-compliance, unusual conditions, horizontal drilling, or other circumstances that suggest a particular well or group of wells has potential risk or liability in excess of that normally expected. The owner or operator may request a hearing to appeal either the decision to impose an additional bond or the proposed amount of the bond.

  (3-18-22)
- **05. Authorized Bonds**. The bond(s) referred to in Section 220 must be by a corporate surety authorized to do business in the state of Idaho or in cash. If cash is used to satisfy the bonding requirements in these rules, interest on the cash will be allocated to the <u>gG</u>eneral <u>#F</u>und. (3-18-22)

#### 221. TRANSFER OF DRILLING PERMITS.

No person to whom a permit has been issued shall with a permit may transfer the permit to any other location or to any other person untilunless the following requirements have been complied with are met:

- **O1. Prior to Drilling Well.** If, prior to the drilling of a well, the person to whom the permit was originally issued desires to change the location, he shall submit a letter so stating and another application properly filled out showing the new location. Drilling shall not be may not started until the transfer has been approved and the new permit posted at the new location.

  (3-18-22)(\_\_\_\_)
- **O2. During Drilling or After Completion**. If, while a well is being drilled or after it has been completed, the person to whom the permit was originally issued disposes of his interest in the well, he shall submit a written statement to the Department setting forth the facts and requesting that the permit be transferred to the person who has acquired the well.

  (3-18-22)
- **O3. Terms for Acceptance of Transfer**. Before the transfer of a drilling permit shall be recognized, the person who has acquired the well must submit a written statement setting forth that he has acquired such well and assumes full responsibility for its operation and abandonment in conformity with the <a href="https://linear.com/linear

#### 230. PIT REQUIREMENTS.

**O1. Plans Required.** If pits are proposed to be constructed in connection with another permit application required by these rules, then the owner or operator must include plans for pit construction in the application. If a pit is needed after the other permits have been approved, then an application to amend the permit must be made to the Department with an application fee. Approval by the Department is required prior to the pit being constructed unless the pit is necessary for an emergency action. Pit applications must include the permit number, well name, well location, as-built description if drilling has been completed, proposed pit location, and plans for pit construction, operation, and reclamation. (3-18-22)

**02.** Location. (3-18-22)

- a. Pits must be located where they are structurally sound and the liner systems can be adequately protected against factors such as wild fires wildfires, floods, landslides, surface and ground water systems, equipment operation, and public access.

  (3-18-22)(\_\_\_\_)
  - b. Pits located in a one hundred year one-hundred-year floodplain must be in conformance with any

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

applicable floodplain ordinances pertaining to activities within the one hundred year one-hundred-year floodplain.(3 18 22)(

- c. Pits shall may not be located within an IDEQ recognized source water assessment or protection areas for public drinking water systems.
- **O3. Site Preparation**. All sites must be properly prepared prior to pit construction. Vegetation, roots, brush, large woody debris and other deleterious materials, topsoil, historic foundations and plumbing, or other materials that may adversely affect appropriate construction, must be removed from the footprint of the pit unless approved by the Department. (3-18-22)

#### 04. Pit Sizing Criteria. (3-18-22)

- **a.** Pits that have constructed berms ten (10) or more feet in height or hold fifty (50) acre-feet or more of fluid must also comply with the dam safety requirements of IDAPA 37.03.06, "Safety of Dams Rules." (3-18-22)
- **b.** Pits must be designed to hold the maximum volume of fluids being used for drilling or well treatment and the volume of water associated with a one hundred-year, twenty-four-hour precipitation event.

(3-18-22)

- c. Snowmelt events shall be considered in determining the containment capacity. (3-18-22)
- **d.** Pits that are left over winter must be able to contain one hundred twenty-five percent (125%) of the average annual precipitation that falls from October through May. (3-18-22)
- e. Pits must be designed to maintain a minimum two (2) foot freeboard at all times. Contingency plans for managing excesses\_of\_fluids shall be described in the application. At no time shall\_may fluids in a pit be allowed to escape from the impoundment.
- **O5.** Minimum Plans and Specifications for Reserve, Well Treatment, and Other Short TermShort-Term Pits. Pits used for one (1) year or less, not including extensions, are short-term pits. Construction plans and specifications for short-term pits must include the requirements under Subsections 230.02 through 230.04 of this rule and the following:

  (3-18-22)(\_\_\_\_)
- **a.** A prepared subbase, which shall be free of plus three (3) inch rocks, roots, brush, trash, debris or other deleterious materials, and compacted to ninety-five percent (95%) of Standard Proctor Test ASTM D698-07e1 or ninety-five percent (95%) of Modified Proctor Test ASTM D1557-09; (3-18-22)
- **b.** Slopes of two (2) feet horizontal to one (1) foot vertical (2H:1V) or flatter for all interior and exterior pit walls. The top of a bermed pit wall must be a minimum of two (2) feet wide; (3-18-22)
- c. A primary liner system consisting of a synthetic liner of at least twenty (20) mils limeters thickness and constructed according to manufacturers' standards with at least four (4) inches of welded seam overlap and complete coverage on the floor and inside walls of the pit. Seams must run parallel to the line of maximum slope, so they do not traverse across the slope. The liner edges shall must be anchored in a compacted earth filled trench at least eighteen (18) inches in depth deep. The liner must be protected against cracking, sun damage, ice, frost penetration or heaving, wildlife and wildfires, and damage that may be caused by personnel or equipment operating in or around these facilities. Liner compatibility shall must comply with EPA SW-846 method 9090A. Alternative liner systems with similar standards may be proposed by the owner or operator and approved at the Department's discretion;
- **d.** Minimum factors of safety, and the logic behind their selection, for the stability of the earthworks and the <u>pit</u> lining system of the <u>pit</u>; (3-18-22)(\_\_\_\_\_)

**Deadline for Written Comments on this draft text #3:** May 31, 2024

Chang	es from c	draft text #2 nighlighted in yellow	
	e.	Site-specific methods for excluding people, terrestrial animals, and avian wildlife from the (3-18-	ne pits;
disturba	f. ance land	Segregation and stockpiling of topsoil in a manner that will support reestablishment of use after pit closure; and	of the pre- (3-18-22)
	g.	A closure plan including the following:	(3-18-22)
based d	i. rilling flu	Testing of residual fluids and any accumulated solids, if anything other than water be aid was placed in the pit;	<del>ased</del> water- 22)()
an appr	ii. opriate fa	Plans for removal and disposal of residual fluids and accumulated solids, with the liner nacility;	naterial, at (3-18-22)
	iii.	Regrading plan, replacement of topsoil, and erosion control measures; and	(3-18-22)
	iv.	Reseeding and Revegetation.	(3-18-22)
		Minimum Plans and Specifications for Long Term Pits. Pits used for more than one tensions, are long term pits. Construction plans and specifications for long term pits mu under Subsections 230.02 through 230.05 of this rule and the following:	
	a.	A quality control/quality assurance construction and installation plan;	(3-18-22)
	b.	Type of fluids to be contained in the pit;	(3-18-22)
		Secondary containment synthetic liners, which shall must have a minimum thickness of sisting of High Density Polyethylene (HDPE) and a maximum coefficient of permeabiliarable liners approved by the Department;  (3-18)	ity of 10 <sup>-9</sup>
	d.	Leak detection and collection systems. The plans and specifications shall:	(3-18-22)
hydraul	ic head t	Provide a material between primary and secondary containment synthetic liners to move all fluids that pass through the primary containment synthetic liner at such a rate as from developing on the secondary containment synthetic liner to the level at which setted to result in discharges through the secondary containment synthetic liner;	to prevent
		Provide routines and schedules for the evaluating on of the efficiency and effectivenes fluid removal from the layer placed between primary and secondary containment synthetic system shall continually relieve head pressures on the secondary containment synthetic.	etic liners.
inadeqı	iii. ate perfo	Provide specific triggers for maintenance routines, which shall will be initiated in remance of primary or secondary containment synthetic liners; and (3-18)	-
inadeqı	iv. ate perfo	Specify operation and maintenance procedures, which shall will be initiated in rermance of primary and secondary containment or leak detection and collection systems.	
minimu	<b>e.</b> ım wall th	All piping, including that contained in the leak detection and collection system, shatickness of polyvinyl chloride (PVC) Schedule 80 and be designed to:	all have a <u>22)(</u> )
	i.	Withstand chemical attack from oil field waste or leachate;	(3-18-22)
	ii.	Withstand structural loading from stresses and disturbances from cover materials or	eauinment

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

operation; and (3-18-22)

- iii. Facilitate clean-out and maintenance. (3-18-22)
- - g. Plans for erosion control during and immediately following construction; and (3-18-22)
  - h. Operating and maintenance plans. (3-18-22)
- **O7. Time Limits for Short Term Short-Term Pits.** Reserve, well treatment, and other short termshort-term pits must be closed out and reclaimed within one (1) year of being constructed. The owner or operator may request a one-time extension for up to six (6) months. The Department may grant the request if the owner or operator gives sufficient cause and presents a plan for ensuring that the pit is adequately monitored and maintained. (3 18 22)(
- **a.** Fluids may be left in a pit for up to six (6) months after the associated well activities are conducted. The owner or operator may request a one-time extension for up to one (1) year. The Department may grant the request if the owner or operator gives sufficient cause and presents a plan for keeping the fluids in a usable state.

  (3-18-22)
- **b.** Notwithstanding the above time limits, the owner or operator may request additional time based upon conditions wholly outside of the owner's or operator's control including, but not limited to, governmental lease requirements and delays related to difficult drilling conditions. The Department may impose additional construction or monitoring requirements prior to granting additional time. (3-18-22)
- **08. Emergency Pits.** Pits constructed during an emergency situation may be approved by an after-the fact application submitted to the Department. The requirements in Subsections 230.02 through 230.05 of this rule shall apply, and the pit must be closed out and reclaimed within six (6) months of being constructed. The Department must be notified within twenty-four (24) hours of an emergency situation requiring an emergency pit.

(3-18-22)

(3-18-22)

### 09. Operating Requirements.

- a. Waste oil, hydraulic fluid, transmission fluids, trash, or any other miscellaneous waste products must not be disposed of in a pit. Placement of these materials into a pit may result in the creation of a mixed waste that requires handling and disposal as a hazardous waste.

  (3 18 22)
- **b.** If a pit liner's integrity is compromised, or if any penetration of the liner occurs above the liquid's surface, then the owner or operator shall notify the appropriate Department area office within forty-eight (48) hours of the discovery and repair the damage or replace the liner. (3-18-22)
- c. If a pit or closed-loop system develops a leak, or if any penetration of the pit liner occurs below the liquid's surface, then the owner or operator shall remove all liquid above the damage or leak line within forty-eight (48) hours, notify the appropriate Department area office within forty-eight (48) hours of the discovery, and repair the damage or replace the pit liner. (3-18-22)
- d. The owner or operator shall install, or maintain on site, an oil absorbent boom or other device to contain and remove oil from a pit's surface. Visible oil must be removed from short—term pits immediately following the cessation of activity for which the pit was constructed. Visible oil must be removed from long—term pits as soon as it is discovered.

  (3-18-22)(\_\_\_\_\_)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

10. Closure of Pits. (3-18-22)

- a. The owner or operator shall remove all liquids from the pit prior tobefore closure and dispose of them at an appropriate facility or reuse them at a different location. If the nature of the fluids has substantially altered during their use, then the fluids must be sampled and tested to determine which disposal facility can accept them. (3-18-22)(
- **b.** Any solids that have been accumulated in the bottom of the pit will be tested to determine which disposal facility can accept the material. The solid material and liner will then be removed and disposed of at an appropriate facility. (3-18-22)
- **c.** The owner or operator must notify the Department at least forty-eight (48) hours prior to removal of the pit liner so an inspection may be conducted. (3-18-22)
- d. The pit foundation will be inspected for signs of leakage. If evidence of leakage is observed, the owner or operator must contact the Department and the IDEQ within twenty-four (24) hours and report the type of fluids released and the estimated extent of release. The owner or operator must then remediate the site in conformance with the applicable standards administered by IDEQ in IDAPA 58.01.02," Water Quality Standards," Sections 850 through 852.
- e. After addressing any pit leakage concerns, the owner or operator shall perform the activities described in Subsections 510.04 through 510.08 of these rules undertake surface reclamation activities as provided for in Section 510 of these rules.
- 11. Condemnation Due to Improper Impoundment. The Department shall have authority to condemn anymay order the owner or operator of a pit that does not properly impound fluids and order the under this rule to dispose of such fluids in conformance with IDAPA 58.01.16, "Wastewater Rules," and other applicable rules.

231. — 299. (RESERVED)

#### SUBCHAPTER D - WELL SITES AND DRILLING

#### 300. IDENTIFICATION OF WELLS.

- O1. Signs; Lease Access Roads. To identify all producing leases tThe owner or operator thereof shall cause a sign to be of a producing lease must placed a sign where the principal lease road enters the lease. Such sign will and such sign shall show identify the name of the lease, and the owner or operator thereof, and the section, township, and range.
- **O2.** Signs; Well Sites. Prior to spud activity, a legible sign must be placed near the well to identify the operator, permit number, well name, and emergency telephone number. If a multiple completion, each well-bend connection shall be identified.

  (3-18-22)(

#### **301. WELL SITE OPERATIONS.**

The owner or operator must conduct all operations and maintain the well site at all times in a safe and workmanlike manner. Best management practices and good housekeeping practices must be used at well sites. (3-18-22)

- **01. Fencing.** Within sixty (60) days after completion of the well, the owner or operator must install a fence around the well site to maintain safe working conditions, secure the well site, and prevent access by wildlife and livestock. The fence design must be acceptable to both the landowner and owner or operator. (3-18-22)
  - 02. Storage. All chemicals must be stored and maintained in accordance with the applicable MSDS

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

requirements. Materials related to operations must be palletized where applicable. Vehicles and materials not in use must be removed from the well site.

**03. Vegetation**. All well sites must be kept free of excessive vegetation.

(3-18-22)

**04. Trash**. All trash, debris, and scrap metal must be removed from the well site. Pending Before removal, any trash or debris that might constitute a fire hazard shall be removed to a distance of at least one hundred (100) feet from the well location, tanks, and separator.

(3-18-22)(\_\_\_\_)

#### **302.** ACCIDENTS AND FIRES.

The owner or operator shall must take all reasonable precautions to prevent accidents and fires, including preparation of Aan emergency response plan will be prepared and. Such plan must be available at the well for use or inspection. Coordination with local emergency responders and the Idaho Bureau of Homeland Security is recommended prior to rig set up. The following actions must be taken in event of a release, industrial accident, or fire of major consequence:

(3-18-22)(\_\_\_\_)

- **O1. Provide Information to Emergency Response.** Emergency workers will be given information on all fluids or chemicals involved in a spill or accident as needed according to OSHA Standard 1910.1200 (Hazard Communication). Nothing in this rule shall authorize any person to withhold information that is required by state or federal law to be provided to a health care professional, a doctor, or a nurse. All information required by a health care professional, a doctor, or a nurse, by the owner or operator, or their contractors, directly to the requesting health care professional, doctor, or nurse, including the percent by volume of the chemical constituents (and associated CAS numbers) in the fluids and the additives;
- **02. Initiate Spill Response and Corrective Actions**. Owner or operator must comply with the requirements of IDAPA 58.01.02, "Water Quality Standards," Sections 850 through 852; and (3-18-22)
- **03. Notify the Department**. Notify the Department within twenty-four (24) hours and submit a full report thereon within fifteen (15) days. (3-18-22)

303. -- 309. (RESERVED)

#### 310. GENERAL DRILLING RULES.

- **O1.** General Design Requirements for Casing and Cementing. Casing and cementing programs adopted for wells must be so planned as to protect any potential oil- or gas-bearing horizons penetrated during drilling from infiltration of injurious waters from other sources, and to prevent the migration of oil or gas from one horizon to another. Owners and operators shall follow the standards for casing and tubing in API SPEC 5CT and the standards for cementing in API SPEC 10A. (3-18-22)(\_\_\_\_\_)
- **02. Wildcat and High-Pressure Conditions**. When drilling wildcat territory or in any field where high pressures are likely to exist, the owner or operator shall take all necessary precautions to keep the well under control at all times and shall use proper high-pressure fittings and equipment at the time the well is started. Under such conditions all strings of casings must be securely anchored.

  (3-18-22)(\_\_\_\_)
- **03. High Temperature Conditions.** Due to high geothermal gradients in Idaho, the temperature of the return drilling mud shall be monitored daily during the drilling of the surface casing hole and all deeper holes. The owner or operator must use cements appropriate for the temperatures expected or encountered. (3-18-22)
- **04.** Conductor Pipe or Casing Requirements. A minimum of forty (40) feet of conductor pipe shall be installed. If geologic conditions are such that forty (40) feet is not feasible, the owner or operator may request a variance from the Department. The annular space is tomust be cemented solid to the surface. A twenty-four (24) hour cure period for the grout must be allowed prior to drilling out the shoe unless sufficient additives, as

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

determined by the Department, are used to obtain early strength.

(3.18.22)( )

#### 05. Surface Casing Requirements.

(3-18-22)

- a. The <u>owner or operator will notify the</u> Department <u>must be notified</u> in writing seventy-two (72) hours in advance of planned spud activity for surface casing. The Department will post the spud activity notice on its website and send an electronic copy of the notice to the county where the well is located.

  (3.18.22)(\_\_\_\_\_\_)
- **b.** Surface casing must be set at a minimum depth equal to ten percent (10%) of the proposed total depth of the well depth. In areas where pressures and formations are unknown, a minimum of two hundred (200) feet of surface casing shall be set.
- c. Surface casing shall provide for control of formation fluids, protection of fresh-water, and for adequate anchorage of blow out prevention equipment. The casing must be seated through a sufficient series of low permeability, competent lithologic units such as claystone, siltstone, basalt, etc., to insureensure a solid anchor for blow out prevention equipment and to protect usable ground water from contamination. Additional surface casing may be required if the first string has not been cemented through a sufficient series of low permeability, competent lithologic units, or rapidly increasing thermal gradients or formation pressures are encountered.
- **d.** All surface casing shall be cemented solid to the surface by pump and plug, displacement, or other approved method. When surface samples are cured, additional drilling activities may commence. (3-18-22)
- e. The Department must be notified in writing twenty-four (24) hours in advance of before planned cementing activity for surface casing. The Department will witness and document all surface casing cementing activities.

  (3 18 22)(
- **06.** Requirements for BOP Equipment. Unless altered, modified, or changed for a particular pool(s) upon hearing before the Commission, blowout preventer (BOP) and related equipment shall be installed and maintained during the drilling of all wells in accordance with the following rules as follows: (3.18.22)(\_\_\_\_\_)
- a. BOP equipment installed on wells in which formation pressures to be encountered are abnormal or unknown shall consist of a double-gate, hydraulically operated preventer with pipe and blind rams or two (2) single-ram-type preventers; one (1) equipped with pipe rams, the other with blind rams and an annular type preventer. In addition, upper and lower kelly cocks, pit level indicators with alarms, and/or flow sensors, or both, with alarms, and surface facilities to handle pressure kicks shall be installed prior tobefore drilling any formation with known abnormal pressure.

(3.18.22)(

- i. Accumulators shall maintain a pressure capacity reserve at all times to provide for operation of the hydraulic preventers and valves with no outside source. (3-18-22)
- ii. In all other drilling operations, BOP equipment shall consist of at least one (1) double-gate preventer with pipe and blind rams or two (2) single-ram-type preventers, one (1) equipped with pipe rams, the other with blind rams, and sufficient valving to permit fluid circulation at the surface. (3-18-22)
- **b.** All BOP equipment, choke lines, and manifolds shall be installed above ground level. Casing heads and optional spools may be installed below ground level provided they are visible and accessible. (3-18-22)
- **c.** BOP equipment and related casing heads and spools shall have a vertical bore no smaller than the inside diameter of the casing to which they are attached. (3-18-22)
- **d.** The working pressure rating of all BOP and related equipment shall equal or exceed the maximum anticipated pressure to be contained at the surface. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- e. All ram-type BOP and related equipment, including casing, shall be tested to the full working pressure rating of said equipment upon installation, provided that components need not be tested to levels higher than the lowest working pressure rated component. Annular type BOP and related equipment must be tested in conformance with the manufacturer's published recommendations. If, for any reason, a pressure seal in the assembly is disassembled, a test to a full working pressure rating of that seal shall be conducted prior to before the resumption of any drilling operation. In addition to the initial pressure tests, ram-type BOP shall be checked for physical operation at least once per week and all components, again with exception of the annular-type BOP, tested at least once every twenty-one (21) days to at least fifty percent (50%) of the rated pressure of the BOP equipment and/or to the maximum anticipated pressure to be contained at the surface, whichever is greater.
- f. The Department will require owner, operator, or contractor must submit an affidavit covering the initial pressure tests after installation signed by the owner, operator, or contractor attesting to the satisfactory pressure tests. The Department must be advised at least twenty-four (24) hours in advance of all tests. The Department may inspect and witness all BOP operations and testing.
- g. A schematic diagram of the BOP and well-head wellhead assembly shall be submitted to the Department upon application for a permit to drill. The schematic diagram should indicate the minimum size and pressure rating of all components of the well-head wellhead and BOP assembly.
- h. Studs on all well-head wellhead and BOP flanges shall be checked for tightness each week. Hand wheels for locking screws shall be installed and operational, and the entire BOP and well-head wellhead assembly shall be kept clean of mud and ice.
- i. A drillstem safety valve shall be available on the rig floor at all times with correct thread for the pipe in use. (3-18-22)
  - **j.** A drillstem float valve shall be installed in bit sub or as close to bit as reasonably possible. (3-18-22)

#### 07. Intermediate Casing.

(3-18-22)

- a. Intermediate casing, if installed, shall be cemented solidly to the surface or to the top of the casing. (3-18-22)
- **b.** Intermediate casing not run to surface will be lapped into at least one hundred (100) feet of the surface casing, or at least one hundred (100) feet of the next larger casing to provide overlap and secure a seal.

(3-18-22)

- **c.** Such casing shall be cemented and pressure tested before cement plugs are drilled. (3-18-22)
- **d.** The Department must be notified in writing twenty-four (24) hours in advance of planned cementing activity for intermediate casing. The Department may witness and document all intermediate casing cementing activities. (3-18-22)

#### 08. Production Casing; Cementing and Testing Requirements.

(3-18-22)

- a. If and when it becomes necessary to run a pProduction casing, such casing if needed, shall be cemented and pressure tested before cement plugs are drilled.

  (3 18 22)(\_\_\_\_)
- **b.** The Department must be notified in writing twenty-four (24) hours in advance of planned cementing activity for production casing. The Department may witness and document all production casing cementing activities. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

c.	When not run to the	surface, production casin	g will be <u>lapped in</u>	to and cemented from the bottom	
of the hole up	into at least one hundred	(100) feet of the next larg	ger casing to provid	de overlap and secure a seal. <del>(3-18-22)</del> (	

- **d.** If the bottom plug will be drilled out, the open hole interval must be completed to protect any potential oil-bearing or gas-bearing horizons penetrated during drilling from infiltration of injurious waters from other sources, and to prevent the migration of oil or gas from one horizon to another. (3-18-22)
- **O9. Step-off.** An owner or operator may submit to the Department a step-off request to complete a new borehole from surface if a borehole without production casing deviates from vertical plumb by more than five (5) degrees. A step-off borehole must be drilled within the existing pad of the permitted well. The incomplete borehole must be plugged and abandoned in accordance withunder Section 502 of these rules.
- 10. Well Control (Rotary Tools); Reserve Mud Tanks. When drilling with rotary tools, the owner or operator shall provide, as required by the Department, a reserve mud pit or tank of suitable capacity for the anticipated depth of the well and maintain an on-site supply of mud additives that can raise the mud weight by one (1) pound per gallon in case of loss of well control. (3-18-22)
- 11. Mud Pits. Before commencing to drilldrilling, proper and adequate mud pits shall be constructed for the reception and confinement of mud and cuttings and to facilitate the drilling operation. Special precautions shall be taken, if necessary, to prevent contamination of fresh-waters. These pits must conform to the standards incomply with Section 230 of these rules. If tanks will be used, then mud pits may not be required. (3-18-22)(10-18)
- 12. Well Control (Cable Tools); Fluid Containment. Natural gas or oil which may be encountered in a substantial quantity in any section of a cable\_tool drilled hole above the ultimate objective shall be shut off with reasonable diligence either by mudding\_or by casing, or other approved method, and confined to its original source to the <u>Department</u>'s satisfaction\_of the <u>Department</u>. The use of cable tools for drilling activities requires written approval by the Department <u>prior tobefore</u> spud activities. A request to use cable tools must include the following:

  (3.18.22)(

a. Proposed pressure control measures; (3-18-22)

**b.** Diversion and disposal methods for stray gas; (3-18-22)

**c.** Safety protocols for mud weights and well controls; and (3-18-22)

- **d.** Annual drill rig safety inspection information, including the date of last replacement of cables, draw works inspection report, and metallurgic report of safety compliance for structural integrity of the drill rig.

  (3-18-22)
- 13. **Drilling Mud Disposal**. Drilling mud will be disposed of at an appropriate facility in compliance with applicable state and federal requirements. (3-18-22)
- 14. Report of Water Encountered; Owner's or Operator's Duties. It shall be the duty of any Owners or operators drilling an oil or gas well or drilling a seismic, core or other exploratory hole tomust report to the Department all potential water bearing zones encountered secundary selection of the well or hole, the depth at which the zones were encountered, the thickness of such zones, and the rate of flow of water if known. This requirement can be met by the submittal of the logs required in Section 340341 of this rule.

(3.18-22)(

15. Spill Prevention, Control, and Countermeasures SPCC Plan. The owner or operator must have a Spill Prevention, Control, and Countermeasures SPCC Plan in conformance with the requirements of the EPA. This plan must be updated as needed when facilities or activities change.

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- 16. Interim Drill Site Clean Up. If a well is completed for production or other purposes, interim reclamation must be completed within six (6) months of the rig being removed. Interim reclamation includes the following activities:

  (3 18 22)(\_\_\_\_)
- **a.** Debris and waste materials including, but not limited to, concrete, sack bentonite and other drilling mud additives, sand, plastic, pipe, and cable associated with the drilling, re-entry, or completion operations shall be removed and disposed of properly. (3-18-22)
- **b.** All disturbed areas affected by drilling or subsequent operations, except areas reasonably needed for production operations or for subsequent drilling operations to be commenced within twelve (12) months, shall be reclaimed and revegetated to approximately the pre-drilling condition or to the condition specified in an agreement with the surface owner. The reclamation standards in Subsections 510.04 through 510.07 of these rules, shall apply.

#### 311. LOSS OF TOOL WITH RADIOACTIVE MATERIAL.

- **Recovery or Cementing of Tool**. If a gamma ray tool, or some other tool containing radioactive material, becomes lost in a well, the owner or operator shall make every reasonable attempt to retrieve the tool from the well. If the tool cannot be recovered, the owner or operator must immediately cover the tool with cement sufficient to secure it in place and prevent it from contacting any fluids in the well. A whipstock or other approved deflection device shall be placed on top of the cement plug to prevent accidental or intentional mechanical disintegration of the radioactive source. (3-18-22)
- **O2. Sidetracking.** If the hole is later sidetracked above the radioactive material, the sidetracked hole must be at least fifteen (15) feet from the original hole with the lost radioactive material. (3-18-22)
- **03. Reporting.** A report must be sent to the Department and IDEQ within thirty (30) days of cementing the tool. The report must describe the tool that was lost, the depth it was lost at, the specific type and amount of radioactive material in the tool, and an estimate of the length of cement covering the tool. This report may be included in a plugging report if the well will be plugged. (3-18-22)

#### 312. CHOKES.

All flowing wells shall be equipped with adequate chokes or beans to properly control the flow thereof. (3-18-22)

#### 313. USE OF EARTHEN RESERVOIRS.

#### 314. VACUUM PUMPS PROHIBITED.

The use of vacuum pumps or other devices for the purpose of placing a vacuum on any gas- or oil-bearing stratum is prohibited; however, the Department may upon application and hearing and for good cause shown permit the use of vacuum pumps.

(3-18-22)

#### 315. PULLING OUTSIDE STRINGS OF CASING.

#### 316. -- 319. (RESERVED)

#### 320. MECHANICAL INTEGRITY TESTING.

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

#### 01. Mechanical Integrity Testing.

(3-18-22)

- a. The mechanical integrity testMIT shall include one (1) of the following tests to determine whether leaks are present in the casing, tubing, or packer:
- i. A pressure test with liquid or gas at a pressure of not less than three hundred (300) psi or the minimum injection pressure, whichever is greater, and not more than the maximum injection pressure;  $\frac{\text{or}(3-18-22)}{\text{or}(3-18-22)}$
- ii. The monitoring and reporting to the Department, on a monthly basis for sixty (60) consecutive months, of the average casing-tubing annulus pressure, following an initial pressure test; or (3-18-22)
- iii. <u>In lieu of Subparagraphs 320.01.a.i. and 320.01.a.ii. of this rule, aAny</u> equivalent test or combinations of tests approved by the Department. (3 18 22)(\_\_\_)
- b. The mechanical integrity test MIT shall include one (1) of the following tests to determine whether there are fluid movements in vertical channels adjacent to the well bore: (3-18-22)(\_\_\_\_)
  - i. Tracer surveys; (3-18-22)
  - ii. Cement bond log or other acceptable cement evaluation log; (3-18-22)
  - iii. Temperature surveys; or (3-18-22)
- iv. In lieu of Subparagraphs 320.01.b.i. through 320.01.b.iii. of this rule, aAny other equivalent test or combination of tests approved by the Department.
- c. Mechanical integrity tests shall be performed at the rate of not less than one (1) test every five (5) years, regardless of well status. The first five-year period shall commence on the date of the initial mechanical integrity test is performed MIT.
- becomes incapable of production, a mechanical integrity testan MIT shall be performed within thirty (30) days. The mechanical integrity testMIT for an inactive well shall be isolation of the wellbore with a bridge plug or similar approved isolating device set one hundred (100) feet or less above the highest perforations and a pressure test with liquid or gas at a pressure of not less than three hundred (300) psi surface pressure or any equivalent test or combination of tests approved by the Department.
- **O3.** Prior Notification. Not less than ten (10) days At least twenty-four (24) hours prior to the performance of any mechanical integrity test MIT required by this rule, any person required to perform the test shall notify the Department, in writing, of the scheduled date on which the test will be performed.
- **04.** Reporting Requirements. Mechanical integrity testMIT results shall be submitted to the Department within thirty (30) days of testing.
- **Mechanical Integrity Required**. All wells shall maintain mechanical integrity. All wells that fail a mechanical integrity testan MIT, or that are determined through any other means to lack mechanical integrity, shall immediately be investigated by the owner or operator. The well shall be repaired or immediately shut down following the investigation. Repairs shall be completed within six (6) months, or the well shall be plugged and abandoned. If the repair cannot be completed within six (6) months, the owner or operator may request an extension from the Department and provide a plan for the repair to the Department's satisfaction.

#### 321. -- 329. (RESERVED)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

#### 330. WELL DIRECTIONAL CONTROL.

- **01. General Restrictions; Allowable Deviation**. The maximum point at which a well penetrates the producing formation shall-may not unreasonably vary from the vertical drawn from the center of the hole at the surface. Deviation is permitted without special permission to remedy blowouts and, for short distances, to straighten the hole, sidetrack junk, or correct other mechanical difficulties.

  (3 18 22)(\_\_\_\_)
- **O2.** Controlled Directional Drilling. Except for the purposes recited in Subsection 330.01, no well hereafter drilled may be intentionally directionally deviated from the vertical unless the owner or operator thereof shall-first files an application and submits an application fee to amend the drilling permit and receive approval from the Department. Such application shall contain the following information:

  (3-18-22)(\_\_\_\_)
  - a. Name and address of the owner or operator.

(3-18-22)

**b.** Lease name, well number, name of field and reservoir, and county.

<del>3 18 22)</del>(

- **c.** Description of surface location and proposed location of the producing interval (footage from lease and section or block and survey lines). (3-18-22)
  - **d.** Reason for intentional deviation.

(3-18-22)

- e. List of offset operators and statement that each has been furnished a copy of the application by registered mail. (3-18-22)
  - **f.** Signature of representative of owner or operator.

(3-18-22)

- **g.** Notification to offset operators that any objection they may have to the proposed intentional deviation of the well must be filed with the Department within fifteen (15) days of receipt of a copy of the application. (3-18-22)
- **h.** The application shall be accompanied by a neat, accurate plat or sketch of the lease and all offset leases showing the names of all offset operators and the surface and proposed producing interval locations of the well. Plat shall be drawn to a scale which will permit facile observation of all pertinent data. (3-18-22)
- **O3.** Copy of Application to Offset Operators. At the time the application is filed with the Department, a copy of the application and the plat shall be forwarded by registered mail to all offset operators to the lease on which the well is to be drilled. (3-18-22)
- **O4. Department Action.** Upon receipt, the Department will hold the application for <u>fifteen (15) ten (10)</u> days. <u>If objection from If</u> any offset operator <u>objects</u> to the proposed intentional deviation is received within <u>fifteen (15)ten (10)</u> days of receipt of the application by said operator, or if the Department is not in agreement with the proposed deviation, the application shall be set—down for public hearing. If no objection from either an offset operator or the Department is <u>interposedraised</u> within the <u>fifteen (15)ten (10)</u> day period, the application shall be approved and permit issued by the Department. If written consent of the offset operator(s) is filed concurrently with the application to drill directionally, the Department may immediately approve the application without waiting <u>fifteen (15)ten (10)</u> days.
- **05. Angular Deviation and Directional Survey**. Upon completion, a complete angular deviation and directional survey of the well obtained by an approved well surveying company shall be filed with the Department, together with other regularly required reports. (3-18-22)
  - **06.** Application for Exceptions. In the event the proposed, or final, location of the producing interval

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

of the directionally deviated well is not in agreement with spacing or other rules of the Commission applicable to the reservoir, proper applications shall be made to obtain approval of exceptions to such rules. Such approval shall be granted or denied at the discretion of the Department, and shall be accorded with the same consideration and treatment as if the well had been drilled vertically to the producing interval. (3-18-22)

#### 331. -- 339. (RESERVED)

#### 340. WELL COMPLETION/RECOMPLETION REPORT AND WELL REPORT.

Within thirty (30) days after the completion of a well drilled for oil or gas, or the recompletion of a well into a different source of supply, or where the producing interval is changed, a completion report shall be filed with the Department, on a form prescribed by the Department. Such report shall include name, number, and exact location of the well; lease name, date of completion and date of first production, if any; name and depth of hydrocarbon reservoir(s), if a multiple completion, from which well is producing; annulus pressure test; initial production test, including oil, gas, and water, if any; a well report as defined in Section 010; and such other relevant information as the Department may require. (3-18-22)

#### 341. DRILLING LOGS.

- **01. Minimum Required Logs**. All wells shall have a lithologic log from the bottom of the hole to the top, to the extent practicable. (3-18-22)
  - **02. Bottom Hole Survey.** All wells shall have a bottom hole location survey. (3-18-22)
- **03.** Cement Bond Log. All wells that are cased and cemented shall have a cement bond log run across the casing. (3-18-22)
- **Other Logs.** If other logs are run, including, but not limited to, resistivity, gamma-neutron log, sonic log, etc., then the owner or operator shall retain a copy regardless of results. (3-18-22)
- **05.** Log Submittal. The above logs shall be submitted to the Department in <u>paper.pdf</u> and <u>final processed</u>-digital formats within thirty (30) days of the log being run. If logs were run in color, then the submitted copies shall also be in color. Digital formats must be Tiff and LAS 2.0 or higher. Logs submitted to the Department must have a scale of one (1) inch or two (2) inch for correlation logs and five (5) inches for detail logs.(3-18-22)(

#### 342. -- 399. (RESERVED)

#### SUBCHAPTER E - PRODUCTION

#### 400. PRODUCTION REPORTS.

- **01. Required Content.** An owner or operator must report production on a form created by the Department. Production reports submitted to the Department must include gas quantities sold in thousand cubic feet (mcf), condensate sold in barrel quantities (bbl), oil sold in barrel quantities (bbl), and formational waters produced in barrel quantities (bbl). (3-18-22)
- **O2. Annual Production Report**. By January 31 of each year, an owner or operator must submit to the Department an aggregated report of all hydrocarbons and formational waters produced and sold or disposed of for each well during the previous calendar year. (3-18-22)

#### 401. MEASUREMENT OF OIL.

The volume of production of oil shall be computed in terms of barrels of clean oil on the basis of meter measurements or tank measurements of oil-level difference made and recorded to the nearest quarter-inch (1/4") of one hundred percent (100%) capacity tables, subject to the following corrections: (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

**01.** Correction for Impurities. The percentage of impurities (water, sand, and other foreign substances, not constituting a natural component part of the oil) shall be determined to the satisfaction of the Department, and the observed gross volume of oil shall will be corrected to exclude the entire volume of such impurities.

<del>(3-18-22)</del>(

**02. Temperature Correction**. The observed volume of oil corrected for impurities shallwill be further corrected to the standard volume at sixty (60) Degrees F in accordance with ASTM D-1250-08, Table 7, or any revisions thereof and any supplements thereto, or any close approximation thereof approved by the Department.

(3 18 22)(

**03. Gravity Determination**. The gravity of oil at sixty (60) degrees F shall—will be determined in accordance with ASTM D-1250-08, Table 5, or any revisions thereof and any supplements thereto approved by the Department.

### **402. MEASUREMENT OF GAS.**

**Gas Measurement**. For computing volume of gas to be reported to the Department, the standard of pressure shall be fourteen point seventy-three (14.73) psi atmospheric, and the standard of temperature shall be sixty (60) Degrees F. All volumes of gas to be reported to the Department shall will be adjusted by computation to these standards, unless otherwise authorized by the Department.

#### 403. GAS-OIL RATIO FOR WELL CLASSIFICATIONS.

In the absence of an order by the Commission setting a field-specific oil-gas ratio, a well that produces gas of five thousand (5,000) cubic feet or greater to one (1) bbl of oil at standard temperature and pressure will be classified as a gas well. (3-18-22)

### 404. GAS-OIL RATIO LIMITATION.

- **01. Waste Prevention; Conditions for Emergency Order.** To further prevent waste resulting from the production of wells with inefficient gas-oil ratios, the Department may enter an emergency order temporarily prohibiting the production of oil or gas from all wells in a pool producing both oil and gas when the Department believes that waste may be occurring or is imminent in said pool by reason of the operation of wells with inefficient gas-oil ratios. The order shall specify a date for the hearing described in Subsection 404.02 of these rules. The Department may use information provided by an offset operator or an owner or operator in a common source of supply to determine if waste is occurring. (3-18-22)
- **O2. Notice and Cause for Hearing.** The Department will notify all offset operators and owners or operators in the common source of supply of the hearing date. A hearing regarding waste due to inefficient gas-oil ratios will heldmay be held for any of the following reasons:

  (3-18-22)(()
- ii. Upon application to the Department from any person with an ownership interest in the common source of supply who believes that waste is occurring due to inefficient oil and gas ratios. The application must include credible evidence of such waste. The hearing shall be held within thirty (30) days of the Department receiving the application. (3-18-22)
- iii. Prior to an emergency situation and upon its own motion with reasonable cause, the Department may schedule a hearing regarding potential waste due to inefficient gas-oil ratios. (3-18-22)
- 03. Determination of Inefficient Ratios; Power to Limit Production. If the Department after-notice and hearing, whether held upon its own motion, upon the application of an interested party, or pursuant to an

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

emergency order entered as hereinafter provided for conducting a hearing for any of the reasons specified in Section 404.02 of these rules, shall-finds that a well(s) in the pool are operating with inefficient gas-oil ratios, and that waste is occurring or is imminent as a result thereof, it shall enter an order limiting the production of oil and gas from said pool to that amount which the pool can produce without waste and in accordance with sound engineering practice. The order shall also limit the amount of oil or gas, or both, that may be produced from any well in the pool, so that each owner or operator is given an opportunity to produce his just and equitable share in the pool in accordance with sound engineering practice.

### 405. GAS-OIL RATIO SURVEYS AND REPORTS.

Within thirty (30) days following the completion or recompletion of each well producing oil and gas, and thereafter as the Department may require, the owner or operator of such well shall make a gas-oil ratio test of such well and report the results of such test shall be reported to the Department within twenty (20) days, after the test is made. Certain wells may be excepted from this rule by the Department upon written request. Entire fields may be excepted from this rule after notice and hearing.

406. -- 409. (RESERVED)

### 410. METERS.

- **01. General Requirements.** Meter fittings of adequate size to measure the gas efficiently for the purpose of obtaining gas-oil ratios shall be installed on the gas vent line of every separator or proper connections made for orifice well tester. Well head wellhead equipment shall be installed and maintained in excellent condition. Valves shall be installed so that pressures can be readily obtained on both casing and tubing.
- **02. Visibility**. All required meters shall be accessible and viewable by the Department for the purpose of monitoring daily, monthly, and/or cumulative production volumes from individual wells. (3-18-22)

### 411. SEPARATORS.

All flowing oil wells must be produced through an adequate oil and gas separator or emulsion treater, provided, however, the director Administrator may approve producing wells without a separator or emulsion treater. (3 18 22)

### 412. PRODUCING FROM DIFFERENT POOLS THROUGH THE SAME CASING STRING.

No well shall be permitted tomay produce either oil or gas from different pools through the same string of casing without first receiving written permission from the Department.

#### 413. GAS UTILIZATION.

After a well is completed and while it is being tested, the owner or operator may flare gas for no more than fourteen (14) days without paying royalties and severance taxes on the flared gas. Under no conditions may gas be flared for more than sixty (60) days after a well is completed or recompleted. Prior to flaring gas, owners or operators must notify the county in which the well is located and all owners of occupied structures within a one-quarter (1/4) mile radius of the well. After the owner or operator has tested a well, no gas from such well shall be permitted to escape into the air, and all gas produced therefrom shall be utilized without waste.

414. -- 419. (RESERVED)

### 420. TANK BATTERIES.

Tank batteries must meet the following requirements.

 $\frac{(3-18-22)}{}$ 

01. Containment Requirements. All tank batteries consisting of tanks containing produced fluids or crude oil storage tanks or containing tanks equipped to receive produced fluids must be surrounded by tank dikes that meet the following requirements:

(3-18-22)(\_\_\_\_)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

a.	Tank dikes must be designed to have a capacity of at least one and one-half (1	½) times the volume
of the largest tan	k which the dike surrounds.	<del>(3-18-22)</del> (

- **b.** The material used to construct a tank dike and the material used to line the bottom and sides of the containment reservoir must have a maximum coefficient of permeability of 10<sup>-9</sup> cm/sec so as to contain fluids and resist erosion. An operator must submit proof of compliance for tank dike liner construction to the Department in the form of a manufacturer's statement of design or a nuclear density test performed by a third party trained to perform the test.
- c. All piping and manmademan-made improvements that perforate the tank dike wall or tank battery floor must be sealed to a minimum radius of twelve (12) inches from the outside edge of the piping or improvement. (3 18 22)(
- **d.** Valves and quick-connect couplers on tank batteries must be at least eighteen (18) inches from the inside wall of the tank dike. (3-18-22)
- e. Vegetation on the top and outside surface of tank dike must be properly maintained so as to not pose aprevent fire hazards.
- f. A ladder or other permanent device must be installed over the tank dike to access the containment reservoir. (3-18-22)
- g. The containment reservoir must be kept free of vegetation, stormwater, produced fluids, other oil and gas field related debris, general trash, or any flammable material. Drain lines installed through the tank dike for the purpose of draining storm water from the containment reservoir must have a valve installed which mustand remain closed and capped when not in use. Any fluids collected, spilled or discharged within the containment reservoirs must be removed as soon as practical, characterized, treated if necessary, and disposed in conformance with IDAPA 58.01.16, "Wastewater Rules," and other applicable rules.

# **421. -- 429.** (RESERVED)

### 430. GAS PROCESSING FACILITIES.

Gas processing facilities must meet the following requirements.

<del>(3-18-22)</del>

- **Operations.** Operators of gas processing facilities must notify the Department which wells, by API number, are served by a gas processing facility. All gas processing facilities not constructed on a well site must comply with the requirements in Sections 301 and 302 of these rules.

  (3-18-22)(\_\_\_\_\_)
- **O2. Meters and Facility Plans.** Gas processing facilities must account for all liquids and gas entering and leaving the facility with accurate meters. A supervisory control and data acquisition systems or other data recording system must be used to monitor the liquids and gas in the facility. Operators of gas processing facilities must submit an as-built facility design plan to the Department upon completion of the facility. Facility design plan must contain at the minimum:
  - **a.** Site layout; (3-18-22)
  - **b.** Piping and instrumentation diagram; (3-18-22)
  - c. Process Flow schematics; (3-18-22)
  - **d.** Electronic controls and sensing schematic; (3-18-22)
- e. Equipment operations and maintenance manuals for, pumps, meters, heat exchangers, and any other operationally critical equipment that requires periodic maintenance and calibration; (3-18-22)(\_\_\_\_\_)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

**f.** Periodic maintenance schedule for critical equipment; (3-18-22)

g. Troubleshooting metric; and (3-18-22)

- **h.** Other information or documentation necessary for the safe and continued operation of a gas processing facility. (3-18-22)
- **03. Flaring.** Flaring at gas processing facilities must be in conformance with IDAPA 58.01.01, Rules for the Control of Air Pollution in Idaho, and any permit issued by the IDEQ. (3.18.22)(
- **O4.** Inspections. Gas processing facilities must have site-specific facility design plans and a log book of gas metered in and out of the facility available for review by Department staff-during the inspections of gas processing facilities. During inspections, gas processing facility staff must demonstrate knowledge of all operations and the location of all emergency shut off equipment, direction of flow lines, and heat exchangers. The Department will conduct quarterly inspections of facilities.

  (3-18-22)(\_\_\_\_\_\_)

### **431. -- 499.** (RESERVED)

### SUBCHAPTER F - WELL ACTIVITY AND RECLAMATION

### 500. ACTIVE WELLS.

- **O1. Gas Storage Wells.** Gas storage wells are to be considered active at all times unless physically plugged. (3-18-22)
- **O2. Extension of Active Status.** An owner or operator may request an extension of active well status for wells that are idled for more than twenty-four (24) continuous months. The owner or operator shall provide a written request to the Department stating the reason for the extension, the length of extension, the method used to close the well to the atmosphere, and the plans for future operation. The Department shall review the request for approval, modification, or denial, and **shall** may set the duration of the extension if approved. An extension **shall** may not exceed five (5) years and may be renewed upon request: up to a maximum of ten (10) total years. (3-18-22)(
- 03. Annual Reports for Active Wells. The owner or operator shall submit an annual report to the Department describing the current status of the well and the plans for future well operation by January 31 of each year. Failure to submit the annual report may result in the Department declaring the well inactive. (3 18 22)

#### 501. INACTIVE WELLS.

- **01. Determination of Inactive Status**. The Department shall will declare a well inactive after twenty-four (24) continuous months of inactivity if the owner or operator has not received approval for an extension of active status under Section 500.02 of these rules, or after if an owner or operator fails to submit an annual report for an active well under Section 500.03 of these rules. The Department will immediately notify an owner or operator of this determination by certified mail, and the owner or operator may appeal this determination to the Commission. (3-18-22)
- **Owner's or Operator's Responsibility for Inactive Wells.** The owner or operator must plug and abandon an inactive well in accordance with under Section 502 of these rules within six (6) months of being notified by the Department unless the owner or operator supplies the following information within the six month time period:

<del>(3-18-22)</del>( )

a. A written request to extend inactive status; (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- **b.** An individual bond, as provided for in Subsection 220.03 of these rules, if the well was covered by a blanket bond; and (3-18-22)
- **c.** A description of how the well is closed to the atmosphere with a swedge and valve, packer, or other approved method, and how the well is to be maintained. (3-18-22)
- **03. Inactive Review and Decision**. The Department shall review the request for approval, modification, or denial, and shall set the duration of the extension if approved. An extension Extensions shall may not exceed three (3) years and may be renewed upon request <u>rup to a maximum of six (6) total years.(3-18-22)(\_\_\_\_\_)</u>
- **04.** Testing of Inactive Wells. In addition to the requirements of Section 320 of these rules, inactive wells shall <u>must</u> have a <u>mechanical integrity testan MIT</u> performed within two (2) years after the date of last use in order to retain inactive status.
- **O5.** Converting Inactive Wells to Active Wells. The owner or operator must apply to the Department to change the status of a well from inactive to active. The Department shall will review the request for approval, modification, or denial. An mechanical integrity test MIT may be required by the Department if the well has been worked over or if a test has not been conducted for five (5) years or longer. If approved, the well may again be covered by a blanket bond.

  (3 18 22)

#### **502.** WELL PLUGGING.

- **01.** Plugging Required. The operator owner or owner operator shall may not permit allow any well drilled for oil, gas, saltwater disposal, or any other purpose in connection with the production of oil and gas, to remain unplugged after such well is no longer used for the purpose for which it was drilled or converted. (3 18 22)
- **Notice of Intention to Abandon Well**. Before beginning abandonment work on an oil or gas well, a Notice of Intention to Abandon shall must be filed with the Department and approval obtained as to the method of abandonment before the work is started. The notice must show the reason for abandonment and must give a detailed statement of the proposed work, including such information as kind, location, and length of plugs (by depths), and plans for mudding, cementing, shooting, testing, and removing casing as well as any other pertinent information requested by the Department.

(3-18-22)(\_\_\_\_)

- **O3. Plugging Dry Holes.** If a nonproductive well, or dry hole, is drilled and not needed for any specific purpose, it must be plugged and abandoned prior to removal of the drill rig. A verbal notification and approval may be used for dry holes in lieu of the written notification referenced in Subsection 502.02 of these rules. The standards in Subsections 502.04 through 502.06 of these rules will still apply. (3-18-22)
- **O4.** Plugging of Wells. The owner or operator of any well drilled for oil or gas, or any seismic, core, or other exploratory holes, whether cased or uncased, and regardless of diameter shall be responsible for the must plugging of said hole in a manner sufficient to properly protect all freshwater-bearing and possible or probable oil-or gas-bearing formations. The material used in plugging, whether cement, mechanical plug, or some other equivalent method approved in writing by the Director Administrator, must be placed in the well in a manner to permanently prevent migration of oil, gas, water, or other substances from the formation or horizon in which it originally occurred. The preferred plugging cement slurry is that recommended in API Bulletin E3. Pozzolan, gel, and other approved extenders may be used if the owner or operator can document to the Department's satisfaction that the slurry design will achieve a minimum compressive strength of three hundred (300) psi after twenty-four (24) hours, and eight hundred (800) psi after seventy-two (72) hours measured at ninety-five (95) degrees F and at eight hundred (800) psi. No substances of any nature or description other than those normally used in plugging operations shallmay be placed in any well at any time during plugging operations.

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- **05. Plugged Intervals**. The following plugging standards shall be followed for all wells: (3-18-22)
- **b.** In the uncased portions of a well, cement plugs must be placed to extend from one hundred (100) feet below the bottom up to one hundred (100) feet above the top of any oil, gas, and abnormally high pressure zones, so as to isolate fluids in the strata in which they are found and to prevent the irm from escapeing into other strata.

(3-18-22)(

- **c.** A cement plug shall be placed a minimum of one hundred (100) feet above all producing zones in uncased portions of a well. (3-18-22)
- **d.** A cement plug shall be placed a minimum of fifty (50) feet above and below the following intervals: (3-18-22)
- i. Where the casing is perforated or ruptured. If no cement is present behind the casing, then cement must also be squeezed out the perforations or ruptures and into the annular space between the casing and the borehole.

  (3-18-22)
- ii. Top and bottom of <u>fresh waterfreshwater</u> zones. If <u>fresh waterfreshwater</u> zone is less than one hundred (100) feet thick, then continuous cement must be placed from fifty (50) feet below the zone upward to fifty (50) feet above the zone.

(3-18-22)

e. The top of all cement plugs will be tagged to verify their depth.

- (3-18-22)
- **f.** The owner or operator shall have the option as to the method of placing may choose to place cement in the hole by:

(3-18-22)( )

i. Dump bailer;

(3-18-22)

ii. Pumping a balanced cement plug through tubing or drill pipe;

(3-18-22)

iii. Pump and plug; or

- (3-18-22)
- iv. Equivalent method approved by the Director Administrator prior to plugging.
- (3.18.22)(
- g. Unless prior approval is given by the Department, all wellbores shall have water based water-based drilling muds, high viscosity pills, or other approved fluids between all plugs.
- h. All abandoned wells shall have a plug or seal placed at the surface of the ground or the bottom of the cellar in the hole in such mannerso as not to interfere with soil cultivation or other surface use. The top of the pipe must be sealed with either a cement plug and a screw cap, or cement plug and a steel plate welded in place or by other approved method, or in the alternative be marked with a permanent monument which shall consist of a piece of pipe not less than four (4) inches in diameter and not less than ten (10) feet in length, of which four (4) feet shall be above the general ground level, the remainder to be embedded in cement or to be welded to the surface casing.
  - **Subsequent-Report of Abandonment.** If a well is plugged or abandoned, a subsequent-record of

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

work done must be filed with the Department—<u>This report shall be filed separately</u> within thirty (30) days after the work <u>is done is completed</u>. The report shall give a detailed account of the manner in which the abandonment of plugging work was carried out, including the weight of mud, the nature and quantities of materials used in plugging, the location and extent (by depths) of the plugs of different materials, and the records of any tests or measurements made and of the amount, size, and location (by depths) of casing left in the well. If an attempt was made to part any casing, a complete report of the method used and the results obtained must be included.

(3-18-22)(\_\_\_\_\_)

- 07. Wells Used for Fresh Water (Cold Water < 85 degrees Fahrenheit), Low Temperature Geothermal (85 212 Degrees Fahrenheit), or Geothermal Wells (>212 Degrees Fahrenheit).
- a. Oil and gas wells, seismic, core, or other exploratory holes no longer being used for their original purpose may not be converted into fresh-water, low temperature geothermal, or geothermal wells unless: the following actions occur:
- i. The  $\Theta_0$ wner, operator, or surface owner files an application with the IDWR describing the conversion and the proposed use for the water or geothermal resource and any modifications necessary to meet the applicable well construction standards;

  (3-18-22)(\_\_\_\_)
- ii. The surface owner provides written documentation assuming responsibility for the converted well including, should it become necessary, decommissioning (plugging) of the converted well in accordance with applicable law; (3-18-22)
- iii. IDWR issues a permit for a geothermal resource well, a water right, or recognizes a domestic exemption authorizing the withdrawal of water from the converted well; and (3-18-22)
- iv. A licensed driller in Idaho inspects and certifies that the converted well meets all well construction standards for its intended purpose. (3-18-22)
- **b.** The Department's bond may not be released, and the oil and gas permit cancelled, until all requirements in Paragraph 502.07.a. of these rules are met. (3-18-22)

### 503. -- 509. (RESERVED)

#### 510. SURFACE RECLAMATION.

- **O1. Timing of Reclamation**. After the plugging and abandonment of a well or closure of other oil and gas facilities, all reclamation work described in this Section shall be completed within twelve (12) months. The <u>DirectorAdministrator</u> may grant an extension where unusual circumstances are encountered, but every reasonable effort shall be made to complete reclamation before the next local growing season.

  (3-18-22)(\_\_\_\_\_)
- **02. General Clean Up.** All debris, abandoned gathering line risers and flowline risers, surface equipment, supplies, rubbish, and other waste materials shall be removed within three (3) months of plugging a well. The burning or burial of such material on the premises shall be performed in accordance with applicable local, state, or federal solid waste disposal and air quality regulations. In addition, mMaterial may be burned or buried on the premises only with the prior written consent of the surface owner.
- **03. Road Removal.** All access roads to plugged and abandoned wells and associated production facilities shall be ripped, regraded, and recontoured unless otherwise specified in a surface use agreement. Culverts and any other obstructions that were part of the access road(s) shall be removed. Roads to be left not reclaimed will be graded to drain and prepared with rolling dips or other best management practices to minimize erosion. (3 18 22)(
- **04. Regrading.** Drill pads, pits, berms, cut and fill slopes, and other disturbed areas will be regraded to approximate the original contour. Where possible, slopes should be reduced to three (3) horizontal feet to one (1)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

vertical foot (3H:1V) or flatter. (3-18-22)

- **05.** Compacted Areas. All areas compacted by drilling and subsequent oil and gas operations that are no longer needed following completion of such operations shall—must\_be cross-ripped. Ripping shall—will\_be undertaken to a depth of eighteen (18) inches or bedrock, whichever is reached first.

  (3-18-22)(\_\_\_\_\_)
- **106. Topsoiling.** Stockpiled topsoil shall be replaced in a manner that <u>will supportsupports</u> reestablishment of the pre-disturbance land use and contoured to control erosion and provide long-term stability. If necessary, topsoiled areas <u>shall-will</u> be tilled adequately in order to establish a proper seedbed. (3-18-22)(\_\_\_\_\_)

**07.** Revegetation. (3-18-22)

- a. The owner or operator shall will select and establish plant species that can be expected to result in vegetation comparable to that growing on the affected lands prior to the oil and gas operations. Certified weed free seed should be used in revegetation. The owner or operator may use available technical data and results of field tests for selecting seeding practices and soil amendments that will result in viable revegetation.

  (3.18-22)
- **b.** The disturbed areas shall be reseeded in the first favorable season following rig demobilization, site regrading, and topsoil replacement. (3-18-22)
- c. Unless otherwise specified in the approved permit, the success of revegetation efforts shall will be measured against the existing vegetation on-site prior to the oil and gas operations, or against an adjacent reference area supporting similar types of vegetation. Reseeding or replanting is required until the following cover standards are met:
- i. The ground cover of living plants on the revegetated area should be comparable to the ground cover of living plants on an adjacent reference area for two (2) full growing seasons after cessation of soil amendment or irrigation, if used; (3-18-22)
- ii. Ground cover shall will be considered comparable if the planted area has at least seventy percent (70%) of the pre-disturbance, or adjacent reference area, ground cover; (3.18.22)(1.18.22)
- iii. For locations with an average annual precipitation of more than twenty-six (26) inches, the Department, in approving a drilling permit or a pit, may set a minimum standard for success of revegetation as follows: Vegetative cover of seventy percent (70%) for two (2) full growing seasons in areas planted to herbaceous species only; or fifty percent (50%) vegetative cover for two (2) full growing seasons and six hundred (600) woody plants per acre in areas planted to a mixture of herbaceous and woody species; (3-18-22)
- iv. As used in this section, "herbaceous species" means grasses, legumes, and other forbs; "woody plants" means woody shrubs, trees, and vines; and "ground cover" means the area of the ground surface covered by the combined aerial parts of vegetation and the litter that is produced naturally on-site, expressed as a percentage of the total area measured. Rock surface areas will be excluded from this calculation; and (3-18-22)
  - v. In all cases, vegetative cover shall be established to the extent necessary to control erosion.
    (3-18-22)
- d. Introduced species may be planted if they are known to be comparable to previous vegetation, or if known to be of equal or superior use for the approved post-reclamation land use, or, if necessary, to achieve a quick, temporary cover for soil stabilization purposes. Species classified as poisonous or noxious weed species shall—may not be used in revegetation.

  (3 18 22)(\_\_\_\_\_)
- e. By mutual agreement of the Department, the surface owner, and the owner or operator, a site may be converted to a different, more desirable or more economically suitable habitat. (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

Changes from draft text #2 highlighted in yellow

- f. Planting of grasses and forbs should be done in a manner which promotes rapid stabilization of the soil surface. Wherever terrain permits, grasses and forbs should be drilled or compacted into the ground using agricultural grass planting equipment or other seeders specifically designed for revegetation applications. Broadcast and hydroseeding may be used on areas where other methods are impractical or unavailable. (3-18-22)
- g. The owner or operator should plant shrubs or shrub seed, as required, where shrub communities existed prior to oil and gas operations. Shrub seed may be planted as a portion of a grass seed mix or planted as bare-root transplants after grass seeding. Where the surface owner desires a specific land use such as grazing or cropland, shrubs will not be required in the revegetation species mix. Shrub lands undergoing revegetation with shrubs shall be protected from erosion by vegetation, chemical binders, or other acceptable means during establishment of the shrubs.

  (3-18-22)
  - **h.** Tree stocking of forestlands should meet the following criteria: (3-18-22)
- i. Trees that are adapted to the site should be planted in a density which can be expected over time to yield a timber stand comparable to pre-disturbance timber stands; (3-18-22)
- ii. Trees <u>shall must</u> be established for two (2) full growing seasons after cessation of any soil amendments and irrigation before they are considered to be established; and (3-18-22)(\_\_\_\_\_\_)
- iii. Forestlands undergoing revegetation with trees should be protected from erosion by vegetation, chemical binders, or other acceptable means during seedling establishment. (3-18-22)
- i. Revegetation is not required on areas that the surface owner wishes to incorporate into an irrigated field and any roads which will be used for other oil and gas operations. (3-18-22)
- j. Mulch should be used on severe sites and may be required by the permit where slopes are steeper than three (3) horizontal feet to one (1) vertical foot (3H:1V) or the mean annual rainfall is less than twelve (12) inches. When used, sStraw, or hay mulch should be obtained from certified weed free sources. "Mulch" means vegetation residues or other suitable materials to aid in the stabilization of soil and soil moisture conservation which will provide a micro-climate more suitable for germination and growth on severe sites. Annual grains such as rye, oats, and wheat may be used as a substitute for mulch where they will provide adequate protection and will be replaced by permanent species within a reasonable length of time.
- **08.** Reclamation Under a Surface Use Agreement. Notwithstanding the requirements of Subsections 510.03 through 510.07 of this rule, reclamation may be superseded by the conditions of a surface use agreement as long as the site is left in a stable, non-eroding condition that will not impact Ffresh-waters. (3 18 22)

511. -- 999. (RESERVED)

**Deadline for Written Comments on this draft text #3:** May 31, 2024

# 20.07.02 – RULES GOVERNING CONSERVATION OF OIL AND NATURAL GAS IN THE STATE OF IDAHO

### SUBCHAPTER A – GENERAL PROVISIONS

<b>000.</b> Title 47		L AUTHORITY. r 3, Idaho Code.	(	)
001.	SCOP	E.		
resourc	<b>01.</b> es in the	<b>Scope</b> . These rules apply to the exploration and extraction of all crude oil and natustate of Idaho, not including biogas, manufactured gas, or landfill gas, regardless of ownerships		as
rules ac	dminister	Other Laws. Owners or operators engaged in the exploration and extraction of crude arces will comply with all applicable laws and rules of the state of Idaho including, but not lined by the Idaho Department of Environmental Quality (IDEQ) and rules administered by the Vater Resources (IDWR).	nited	to
002.	(RESE	RVED)		
<b>003.</b> The fol		RPORATION BY REFERENCE. ocuments are incorporated by reference into these rules: (3-	-18-2	2)
	01. ees. 2nd Eeet, Suite	American Petroleum Institute (API) Bulletin E3, Welbore Plugging and Abando Edition, updated April 2018 available at the office of the Idaho Department of Lands at 300 103.		
2023, a	<b>02.</b> vailable a	API SPEC 5CT, Specifications for Casing and Tubing. The 11th edition, updated Decerat the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103.	nber (	1,
		API SPEC 10a, Specification for Cements and Materials for Well Cementing. The ebruary 2019, updated through Addendum 2, August 2022 Available at the office of the ands at 300 North 6th Street, Suite 103.		
		American Society for Testing and Materials (ASTM) D698-12(2021), Standard Test M Compaction Characteristics of Soil Using Standard Effort (12,400 ft-lbf/ft3 (600 kN-n evision. Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite	n/m3	)).
Lubric	ating Oi	ASTM 1250-19e1, Standard Guide for the Use of the Joint API and ASTM Adjurnd Pressure Volume Correction Factors for Generalized Crude Oils, Refined Productils: API MPMS Chapter 11.1 May 15, 2020 revision. Available at the office of the ands at 300 North 6th Street, Suite 103.	ts, aı	nd
		ASTM D1557-12(2021), Standard Test Methods for Laboratory Compaction Character odified Effort (56,000 ft-lbf/ft3 (2,700 kN-m/m3)). July 5, 2021 revision. Available at the other of Lands at 300 North 6th Street, Suite 103.		
300 No	orth 6th	Environmental Protection Agency (EPA) SW-846 Method 9090A, Compatibility Tembrane Liners. Revision 1, July 1992. Available at the office of the Idaho Department of L. Street, Suite 103 and this website: https://www.epa.gov/hw-sw846/sw-846-test-method-st-wastes-and-membrane-liners	ands	at
	08.	Occupational Safety and Health Administration (OSHA) Standard 1910.1200 (F	<b>Taza</b> i	rd

Deadline for Written Comments on this draft text #3: May 31, 2024

**Communication)**. Last revised2013. Available at the office of the Idaho Department of Lands at 300 North 6th Street, Suite 103 and this website: https://www.osha.gov/laws-regs/regulations/standardnumber/1910/1910.1200(

004. -- 009. (RESERVED)

- 010. DEFINITIONS. In addition to the definitions found in Section 47-310, Idaho Code, the following apply:
  - **01.** Act. The Idaho Oil and Gas Conservation Act, Title 47, Chapter 3, Idaho Code. (3-18-22)
- **02. Active Well**. A permitted well used for production, disposal, or injection that is not idled for more than twenty-four (24) continuous months. (3-18-22)
  - **03.** Barrel. Forty-two (42) U. S. gallons at sixty (60) Degrees F at atmospheric pressure. (3-18-22)
  - **04. Blowout**. An unplanned sudden or violent escape of fluids from a well. (3-18-22)
- **05. Blowout Preventer.** A casinghead control equipped with special gates or rams that can be closed and sealed around the drill pipe, or that otherwise completely closes the top of the casing. (3-18-22)
- **06. Casinghead**. A metal flange attached to the top of the conductor pipe that is the primary interface for the diverter system during drilling out for surface casing. (3-18-22)
- **O7. Common Source of Supply.** The geographical area or horizon definitely separated from any other such area or horizon, and contains, or from competent evidence appears to contain, a common accumulation of oil or gas or both. Any oil or gas field or part thereof which comprises and includes any area which is underlaid, or which from geological or other scientific data or experiments or from drilling operations or other evidence appears to be underlaid by a common pool or accumulation of oil or gas or both oil and gas.
- **08.** Completion. An oil well is considered completed when the first new oil is produced through wellhead equipment into lease tanks from the ultimate producing interval after the production casing has been run. A gas well is considered completed when the well is capable of producing gas through wellhead equipment from the ultimate producing zone after the production casing has been run. (3-18-22)
- **09. Conductor Pipe.** The first and largest diameter string of casing to be installed in a well. This casing extends from land surface to a depth great enough to keep surface waters from entering and loose earth from falling in the hole and to provide anchorage for the diverter system prior to setting surface casing. (3-18-22)
- 10. Cubic Foot of Gas. The volume of gas contained in one (1) cubic foot of space at a standard pressure base and a standard temperature base. The standard pressure base shall be fourteen and seventy-three hundredths (14.73) pounds per square inch absolute and the standard temperature base shall be sixty (60) Degrees F. (3-18-22)
  - 11. **Development**. Any work that actively promotes bringing in production. (3-18-22)
- 12. **Drilling Logs**. The recorded description of the lithologic sequence encountered in drilling a well, and any electric, gamma ray, geophysical, or other logging done in the hole. (3-18-22)
- 13. Freshwater. All surface waters and those ground waters that are used, or may be used in the future, for drinking water, agriculture, aquaculture, or industrial purposes other than oil and gas development. The possibility of future use is based on hydrogeologic conditions, water quality, future land use activities, and social/economic considerations.
  - 14. Gas-Oil Ratio. The volume of gas produced in standard cubic feet to each barrel of oil or

**Deadline for Written Comments on this draft text #3:** May 31, 2024

	,	
condensate prod	uced concurrently during any stated period.	( )
15.	Gas Well.	(3-18-22)
a.	A well that produces primarily natural gas;	(3-18-22)
<b>b.</b> common source	Any well capable of producing gas in commercial quantities and also producing oil of supply but not in commercial quantities; or	from the same (3-18-22)
c.	Any well classed as a gas well by the Commission for any reason.	(3-18-22)
conditions below preliminary line necessary clearing	Geophysical or Seismic Operations. Any geophysical method performed on the ertain instruments operating under the laws of physics respecting vibration or sound we the surface of the earth that may contain oil or gas and is inclusive of, but not be survey, the acquisition of necessary permits, the selection and marking of shotting of vegetation, shot-hole drilling, implantation of charge, placement of geophones, moles, and vibroseis.	d to determine limited to, the hole locations,
	Hydraulic Fracturing, Frac'ing, or Fracking. A method of stimulating or rocarbons by perforating the production casing and injecting fluids or gels into the sures greater than the existing fracture gradient in the target reservoir.	
18. permitted activit been granted.	<b>Inactive Well</b> . An unplugged well that has no reported production, disposal, injecty for a period of greater than twenty-four (24) continuous months, and for which no	
19. anticipated botto casing.	<b>Intermediate Casing</b> . The casing installed within the well to seal intermediate zom hole depth. The casing is generally set in place after the surface casing and before	
20.	Junk. Debris in a hole that impedes drilling or completion.	(3-18-22)
	<b>Lease</b> . A tract(s) of land that by virtue of an oil and gas lease, fee or mineral owner agreement, a rule, regulation or order of a governmental authority, or otherwise considerate for the purpose of the development or operation thereof for oil or gas or both.	stitutes a single
22. casing, tubing, o	Mechanical Integrity Test (MIT). A test designed to determine if there is a significant packer of a well.	cant leak in the
23.	Oil Well. Any well capable of primarily producing oil in paying quantities, but not	a gas well. (3-18-22)
24. treatment, produused to contain to	<b>Pit</b> . Any excavated or constructed depression or reservoir used to contain reservoiced water, or other fluids at the drill site. This does not include enclosed, mobile, or fluids.	
	<b>Pollution</b> . Constituents of oil, gas, salt water, or other materials used in oil and sh water supplies at levels that exceed the standards in IDAPA 58.01.02, "Water Qual 01.11, "Ground Water Quality Rules," as the result of the drilling, casing, treatings.	lity Standards,"
26.	Produced Water. Water that is produced along with oil or gas.	(3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

- **27. Production Casing.** The casing set across the reservoir interval and within which the primary completion components are installed. (3-18-22)
  - **28. Proppant.** Sand or other materials used in hydraulic fracturing to prop open fractures. (3-18-22)
- **29. Release**. Any unauthorized spilling, leaking, emitting, discharging, escaping, leaching, or disposing into soil, ground water, or surface water. (3-18-22)
- **30. Spud.** To start the drilling process by removing rock, dirt, and other sedimentary material with the drill bit by the drilling rig that is capable of drilling the well to the permitted total depth.
- 31. Surface Casing. The first casing that is run and cemented in place after the conductor pipe to anchor blow out prevention equipment and seal out freshwater zones.
  - **32. Surface Water**. Rivers, streams, lakes, and springs when flowing in their natural channels. (3-18-22)
- **33. Systems Approach**. The disclosure of chemical information by Chemical Abstracts Service (CAS) name only, without disclosing component percentages or chemical relationships.
  - **34.** Tank. A concrete, metal, or plastic stationary vessel used to contain fluids. (3-18-22)
- **35.** Tank Battery. One (1) or more tanks that are connected to receive crude oil, condensate, or produced waters from a well(s) and that serves as the point of collection and disbursement of oil or gas from a well(s). (3-18-22)
- **36.** Tank Dike. An impermeable man-made structure constructed around a tank to contain leakage from the tank. (3-18-22)
- **Tubing**. Pipe used inside the production easing to convey oil or gas from the producing interval to the surface. (3-18-22)
- **38. Volatile Organic Compound (VOC).** Organic chemical compounds whose composition makes it possible for them to evaporate under normal indoor atmospheric conditions of sixty-eight (68) degrees F and an absolute pressure of fourteen point seven (14.7) pounds per square inch (psi) atmospheric.
- 39. Well Report. The written record progressively describing the strata, water, oil, or gas encountered in drilling a well with such additional information as to give volumes, pressures, rate of fill-up, water depths, caving strata, casing record, etc., as is usually recorded in normal procedure of drilling; also, it includes electrical radioactivity, or other similar logs run, lithologic description of all cores, and all drillstem tests, including depth-tested, cushion-used, time tool open, flowing and shut-in pressures and recoveries.
- **40. Well Site**. The areas that are directly disturbed during the drilling and subsequent operation of, or affected by production facilities directly associated with, any oil well, gas well, or injection well, and its associated well pad. (3-18-22)
- 41. Well Treatment. Actions performed on a well to acidize, fracture, or stimulate the target reservoir. (3-18-22)
  - 42. Wildcat Well. An exploratory well drilled in an area of unknown subsurface conditions. (3-18-22)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

### 011. -- 029. (RESERVED)

#### 030. NOTICES - GENERAL.

- **01. Written Authorization Required**. Any notice, request to do work, or request to change previously approved plans must be filed with the Department in writing, unless otherwise directed, and must be approved before work begins. Such approval may be given orally and thereafter confirmed by the Department in writing.

  ( )
- **02. Emergency Authorization**. In case of emergency, or a situation where operations might be unduly delayed, written notice required by these rules and regulations may be given orally or electronically and if approval is obtained, confirmed in writing.
- **O3. Publication of Legal Notices.** Whenever these rules require publication of a legal notice in a newspaper, the notice must be published once a week for two (2) consecutive weeks.

#### **031.** FORMS.

The Department will adopt such forms of notices, requests, permits, and reports as it may deem advisable or necessary in carrying out the provisions of law and its rules. (3-18-22)

### 032. ORGANIZATION REPORTS.

- **01. Required Content**. Before any person engages in any activity covered by the Act and these rules, that person must file an organization report with the Department. The organization report must include the following information:
  - a. The person's name and the type of the business being operated or conducted; (3-18-22)
  - **b.** The mailing address to which all correspondence from the Department is to be sent; (3-18-22)
- **c.** The telephone number(s), facsimile number(s), and email address(es) for which contact by the Department may be made;
- **d.** The names of persons authorized to submit required forms, reports, and other documents to the Department; and (3-18-22)
  - e. If a legal entity, proof the person is authorized to transact business within the state. (3-18-22)
- **02. Updates.** A supplementary report must be filed with the Department within thirty (30) days of any change to facts stated in a previously-filed organization report. (3-18-22)

### 033. DESIGNATION OF AGENT.

A "Designation of Agent" must be submitted to the Department in a manner and form approved by the Department before commencing operations. A Designation of Agent will be accepted as authority of the agent to fulfill all legal obligations or powers of the owner and to sign any papers or reports required under these rules. All authorized orders or notices given to the designated agent by the Department, when given in the manner hereinafter provided, will be deemed service of such orders or notices upon the owner and the lessee. All changes of address and any termination of the agent's authority must be immediately reported in writing to the Department, and, in the latter case, the designation of a new agent(s) immediately made. If any agent(s) is incapacitated for duty or absent from the address provided, the owner must designate in writing a substitute to serve in their place. In the absence of such owner or of notice of appointment of a substitute, notices may be mailed by the Department to the agent(s) at the address shown on the current Designation of Agent on file in the Department's office. Such notice will be deemed service upon the owner and lessee.

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

034. -- 039. (RESERVED)

#### 040. PUBLIC COMMENT.

Applications submitted under Sections 100, 200, 210, 230 and 330 of these rules will be posted on the Department's website for a ten-day (10) written public comment period. The Department will also send an electronic copy of the application to the respective county, and city if applicable, where the proposed operation is located. () 041. -- 099. (RESERVED)

#### SUBCHAPTER B – EXPLORATION AND DEVELOPMENT

### 100. GEOPHYSICAL OPERATIONS.

- **01. Permit Required.** Before beginning seismic operations, a representative of the client company and the seismic contractor will meet with Department staff, file an application for a permit to conduct seismic operations, and pay an application fee. No seismic operation may be conducted without a permit. The permit for seismic operations may be revoked or suspended or the application for the permit denied by the Department for failure to comply with these rules, the Act, and orders of the Commission or the Department. The Department may revoke, suspend, or deny the application for a seismic permit without a hearing; provided that the seismic contractor will be given an opportunity for a hearing at the next regularly scheduled Commission meeting. Revocation or suspension of a permit does not excuse the seismic contractor or client company from properly plugging existing seismic holes but does prohibit drilling any more. The application for a permit for seismic operations must include:(
- a. The proposed route of the seismic line on a topographic or recent air photo base map at a sufficient scale to show roads, buildings, surface waters, and section, township, and range lines. The map must also show additional area as needed for any alternative routing. The alternative routing must be within at least one-half (1/2) mile of the proposed route. Reapplication must be made if the final route strays from the proposed route and outside the designated alternative routing areas.
- **b.** The proposed energy sources for the seismic operation, such as vibroseis, shotholes, surface shot, or others.
- c. The approximate number, depth, and location of seismic holes and the size of the explosive charges. The application must be accompanied by a map with a scale of one inch equaling two (2) miles that shows the depth and location of the shotholes.
- **d.** The name and permanent address of the client company the Department may contact about the seismic operation. (3-18-22)
- **e.** The name, permanent address, and phone number of the seismic contractor and their local representative whom the Department may contact about the seismic activity.
- **f.** The name, phone number, and permanent address of the hole plugging contractor, if different from the seismic contractor. (3-18-22)
- **g.** A detailed description of the hole plugging procedures, and a description of the surface reclamation procedures, if such reclamation is needed. (3-18-22)
  - h. The anticipated starting date of seismic operations. (3-18-22)
- i. The anticipated completion date of seismic operations, and the anticipated date of any required reclamation or hole plugging. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

j.	A description	of the	identifying	mark	that	will	be	on	the	hat o	or	nonmetallic	plug	used	in	the
plugging of the s	eismic hole.														(	)

02.	Operating Rec	quirements. All	geophysical o	perations must	comply with the	ne following:	( )	)
-----	---------------	-----------------	---------------	----------------	-----------------	---------------	-----	---

- a. Vehicles utilized by the permit holder, its agents, or contractors, shall be clearly identified by signs or markings utilizing letters or numbers, or a combination thereof, a minimum of three (3) inches in height and one-half (1/2) inch wide, indicating the name of the permit holder, its agent, or contractor.
- **b.** No seismic source generation from vibroseis, shot holes, surface shot, or other method may be conducted within two hundred (200) feet of any residence, water well, oil well, gas well, injection well, or other structure without having first secured the express written authority of the owner thereof and the permit holder shall be responsible for any resulting damages.
- **c.** Written authority from the owner of a residence, water well, oil well, gas well, injection well or other structure must also be obtained if any explosive charge exceeds the maximum allowable charge within the scaled distance below:

DISTANCE TO STRUCTURE (Feet)*	MAXIMUM ALLOWABLE CHARGE WEIGHTS (Pounds)*
50	0.5
100	2.0
150	4.5
200	8.0
250	12.0
300	18.0
350	25.0
* Based upon a charge	weight of seventy (70) Foot/Pound <sup>1</sup> / <sub>2</sub>

**d.** The maximum allowable charge weight is twenty-five (25) pounds unless the permit holder requests and secures the Department's prior written authorization..

e. All seismic sources placed for detonation shall contain additives to accelerate the biodegradation thereof and be handled with due care in accordance with industry standards. Cap leads for any seismic sources that fail to detonate shall be buried at least three (3) feet deep.

- **f.** All vegetation cleared to the ground shall be cleared in a competent and workmanlike manner in the exercise of due care. (3-18-22)
- g. Unless otherwise consented to by the surface owner in writing, permit holder may not cut down any tree measuring six (6) inches or more in diameter, as measured at a height of three (3) feet from the ground surface, unless there are no reasonable alternatives to the removal of such tree(s) available to permit holder. Permit holder shall compensate surface owner the value of all such trees removed.
  - h. All excessive rutting or soil disturbances shall be repaired or restored to the original condition and

)

Deadline for Written Comments on this draft text #3: May 31, 2024

contour to the extent reasonable, unless otherwise agreed to by the permit holder and the surface owner in writing.

(3-18-22)

- i. All fences removed shall be replaced, unless otherwise agreed to by the permit holder and the surface owner in writing. (3-18-22)
  - j. All debris associated with the seismic activity shall be removed and properly disposed. (3-18-22)

### **03.** Bond Required. (3-18-22)

- a. Before beginning geophysical operations, the geophysical contractor must file and have approved by the Department a bond of at least ten thousand dollars (\$10,000). The Department may increase this bonding requirement for geophysical contractors based on the amount of potential damage from the contemplated operation. The condition of such bond shall comply with the Act, these rules, and orders of the Commission or the Department. The obligation of the bond shall not be discharged until one (1) year from completion of the survey or until the geophysical contractor has complied with the Act, these rules, and orders of the Commission or the Department. (
- **b.** Persons or other entities who engage in plugging seismic holes and are not a regular full-time employee of the seismic company, owner, or operator shall have posted with the Administrator a surety bond in favor of the Department. Said bond shall be on a form prescribed by the Department and in the amount of five thousand dollars (\$5,000). The condition of the bond shall comply with the Act, these rules, and orders of the Commission or the Department.
- **04. Newspaper Notice**. Before beginning geophysical operations, the geophysical contractor shall publish a legal notice in a newspaper of general circulation in the county where the survey will be conducted, stating the nature and approximate time period of the seismic operations. These requirements do not apply to operations conducted within a well or by aerial surveys.
- **05.** Owner and Occupant Notification. No person may conduct seismic operations without the permit holder having first given notice at least thirty (30) calendar days prior to commencement of field seismic operations, or at the time permission is granted, if less than thirty (30) days.
- **a.** The notice shall be in writing and given either personally or by certified United States mail to the following persons: (3-18-22)
- i. Surface owners reflected in the tax records of the counties where the lands are located, at the mailing addresses identified for such surface owners in such records; (3-18-22)
- ii. Occupants residing on the lands who are not the surface owners, if it can be reasonably ascertained that there are such occupants; and (3-18-22)
- iii. Owners or operators of oil and gas wells within the seismic survey area, as reflected in Department records. (3-18-22)
  - **b.** The notice shall contain the following: (3-18-22)
  - i. Name of the person or entity that is conducting the seismic operations; (3-18-22)
  - ii. Proposed location of the seismic operations; and (3-18-22)
  - iii. Approximate date the person or entity proposes to commence seismic operations. (3-18-22)
  - **06.** Department Notifications. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

- **a.** The permit holder shall also notify the Department within five (5) business days of the commencement and completion of each seismic operation. (3-18-22)
- **b.** Before beginning geophysical operations other than seismic operations, the geophysical contractor shall file a notice of intention to do so with the Department. Said notice shall describe the geophysical method to be used and be accompanied by a map of a scale of one (1) inch equals two (2) miles showing the location of the project. (3-18-22)

### 07. Reports and Notices Required. (3-18-22)

- a. Activity Report. Upon completion of the seismic activity or at thirty (30) day intervals after the work has commenced, whichever occurs first, the seismic contractor shall file with the Department a report of the completion or progress of the seismic project. The final completion report shall be in affidavit form and include a seven and one-half (7.5) or fifteen (15) minute United States Geological Survey topographic quadrangle map (at a scale of one (1) inch equals two thousand (2,000) feet or one (1) inch equals four thousand (4,000) feet that shows section, township, and range) and the location of each survey so that the shot holes and other potential impacts can be easily located. The final completion report must also include a statement that all work has been performed in compliance with the application for a permit to perform seismic activity, Section 100 of these rules, and permit provisions. Said maps, applications, and reports will be kept confidential by the Department for a period of one (1) year from the date of receipt, subject to the needs of the Department to use them to enforce these rules, the Act, and the orders of the Commission or the Department. Also, surface owners may be advised of the location of seismic lines or seismic holes on their land and of the exploration method used.
- **b.** Plugging Notice. Seismic contractors shall give the Department at least twenty-four (24) hours advance notice of shothole plugging operations, provided that notice of plugging operations planned for Sunday or Monday may be given on the previous Friday. (3-18-22)
- **08.** Client-Contractor Responsibility. The client company may be held responsible along with the seismic contractor for the seismic contractor's failure to comply with these rules, the Act, and orders of the Commission or the Department. The hats used in the plugging of seismic holes must be imprinted with the name of the contractor responsible for the plugging of the hole.
- **09. Plugging**. Unless the seismic contractor can prove to the satisfaction of the Department that another method will provide better protection to ground water and long-term land stability, seismic shothole operations must be conducted as follows:
- a. When water is used in conjunction with the drilling of seismic shotholes and artesian flow is not encountered at the surface, seismic holes are to be filled with a high grade bentonite/water slurry mixture. The slurry must have a density that is at least four percent (4%) greater than the density of freshwater and a Marsh funnel viscosity of at least sixty (60) seconds per quart. Density and viscosity are to be measured prior to adding cuttings to the slurry. Cuttings not added to the slurry are to be disposed of per Paragraph 100.09.f. of this rule. Any other suitable plugging material commonly used in the industry may be substituted for the bentonite/water slurry if the physical characteristics of said substitute are comparable to those of the bentonite/water slurry. Between November 1 and May 1, coarse ground bentonite approved by the Department must be used as a plugging material.
- **b.** The hole will be filled with the slurry from the bottom up to a depth of three (3) feet below ground level. A nonmetallic plug will be set at this depth and the remaining hole will be filled and tamped to the surface with cuttings and native soil.
- **c.** When drilling with air and non-artesian water is encountered, the hole shall be plugged with the slurry mixture, or coarse ground bentonite, as specified in Paragraph 100.09.a. ( )
  - d. When drilling with air only and in completely dry holes, plugging may be accomplished by

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

returning the cuttings to the hole, tamping the returned cuttings to the above-referenced depth of three (3) feet below ground level, and setting the Permaplug topped with more cuttings and soil as per Paragraph 100.09.b. A small mound will be left over the hole for settling allowance. Auger holes twenty (20) feet or less in depth may be plugged in this same manner.

- Seismic holes shall be properly plugged and abandoned as soon as practical after the shot has been fired and may not be left unplugged for more than thirty (30) days without written approval of the Department.
- Any slurry, drilling fluid, or cuttings deposited on the surface around the seismic hole will be raked or otherwise spread out to at least within one (1) inch of the surface, so that the growth of the natural grasses or foliage will not be impaired.
- The requirements of Paragraphs 100.09.a. through 100.09.f. of this rule may be modified by any reasonable written agreement between the seismic company and the surface owner.
- If artesian flow (water flowing at the surface) is encountered in the drilling of any seismic hole, cement will be used to seal off the water flow thereby preventing cross-flow, erosion, and/or contamination of freshwater supplies. Said holes shall be cemented immediately.
- After completing the plugging of seismic shot holes and spreading the cuttings as required by this rule, the seismic contractor shall record the Global Positioning System (GPS) location of the seismic hole, and the contractor shall provide the location data to the Department.
- Forfeiture of Geophysical Exploration Bond. The Department may forfeit the bond submitted under Subsection 100.03 of this rule upon failure of the owner or operator to conduct the seismic survey and complete reclamation in conformance with Section 100 of this rule. The owner or operator will be given an opportunity to address compliance issues prior to the Department acting against the bond.

#### 101. -- 199. (RESERVED)

### SUBCHAPTER C - DRILLING, WELL TREATMENT, AND PIT PERMITS

#### PERMIT TO DRILL, DEEPEN, OR PLUG BACK. 200.

- Permits Required. Prior to the commencement of operations to drill, deepen, or plug back to any source of supply other than the existing producing horizon, an application must be filed with the Department and approval obtained. Any permit issued under Subchapter C of this rule may be revoked or suspended or the application for the permit denied by the Department for failure to comply with these rules, the Act, and orders of the Commission or the Department.
- Fees. An application fee must accompany each application for permit to drill, deepen, or plug back. No service fee is required for a permit to deepen or plug back if completed within one (1) year from issuance of permit to drill a well.
- Time Required to Commence Operations; Term of Permit. Permits to drill, deepen, or plug back will expire one (1) year after being issued by the Department, unless the work for which the permit was issued has been started. Prior to the expiration of the permit, the owner or operator may apply to the Department for a onetime, six-month extension if work has not started. If conditions have not changed and no changes to the permit are requested, the extension may be approved by the Department. If a permit expires due to the failure to commence operations, then reapplication is required prior to commencing operations.
- Application. The Application for Permit to Drill shall include a Department approved form and 04. the following: (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

- **a.** An accurate plat showing the location of the proposed well with reference to the nearest lines of an established public survey. (3-18-22)
- **b.** The location of the nearest structure with a water supply, or the nearest water well as shown on the IDWR registry of water rights or well log database. (3-18-22)
  - **c.** Information on the type of tools to be used and the proposed logging program. (3-18-22)
- **d.** Proposed total depth of the well, estimated depth to the top of the important geologic markers, and the estimated depth to the top of the target formations.
- **e.** The proposed casing program, including size and weight thereof, the depth at which each casing type is to be set. (3-18-22)
  - f. The type and amount of cement to be used, and the intervals cemented. (3-18-22)
  - g. Information on the drilling plan. (3-18-22)
  - **h.** Best management practices to be used for erosion and sediment control. (3-18-22)
- i. Plan for interim reclamation of the drill site after the well is completed, and a plan for final reclamation of the drill site following plugging and abandonment of the well. These plans must contain the information needed to implement reclamation as described in Subsection 310.16 and Section 510 of these rules.

(3-18-22)

- **j.** Applications that include the following actions must also provide the information from the respective Section of these rules: (3-18-22)
  - i. Well treatments require the submittal of the information in Section 210. (3-18-22)
  - ii. Pit construction and use requires the submittal of the information in Section 230. (3-18-22)
  - iii. Directional or horizontal drilling requires the submittal of the information in Section 330. (3-18-22)
  - **k.** Any other information which may be required by the Department based on site-specific reasons.

### 201. MULTIPLE ZONE COMPLETIONS.

- Requirements of the Owner or Operator; Request for Approval. A multiple zone completion may be approved by the Department upon application by the owner or operator and payment of an application fee. The application must include an exhibit showing the location of wells on applicant's lease and all offset wells on leases, and shall set forth all material facts involved, and the manner and method of completion proposed, including a diagrammatic sketch of the mechanical installation of the proposed well. The applicant must mail notice of the filing of such application to each offset operator. The notice must contain a full description of the proposed completion for which approval is requested. Proof of mailing notice must be made by an affidavit attached to the application showing names and addresses of those to whom notice was mailed.
- **O2.** Conditions for Approval; Cause for Hearing. If the Department agrees with the application and no offset operator files a written objection to the application with the Department within ten (10) days of the date of the offset operator's receipt of application, the application shall be approved as an amendment to the drilling permit. If any offset operator files said objection, or if the Department is not in agreement with the application, the matter shall be immediately set for hearing and Notice of Hearing duly given by the Department.

Deadline for Written Comments on this draft text #3: May 31, 2024

- **O3. Zone Effectiveness; Requirement for Production Testing**. The Department may require such tests as necessary to determine the effectiveness of the segregation of the different productive zones. (3-18-22)
- **04. Commingling Production**. The Department may require that oil or gas from multiple zones be produced through different sets of tubing, if needed to protect correlative rights or to prevent waste. (3-18-22)

### **202. -- 209.** (RESERVED)

#### 210. WELL TREATMENTS.

- **01. Application Required.** An Application for Permit to Drill required by Section 200 must include any plans for well treatment if they are known before the well is drilled. If well treatments are not covered in the original drilling permit, then an application to amend the permit must be made to the Department with an application fee. Approval by the Department is required before the well treatments are implemented. Actions to clean the casing or perforations not in excess of pressures sufficient to overcome the fracture gradient in the surrounding formation are not considered to be well treatments, but operators must notify the Department when such actions occur. Applications for well treatments must include the permit number, well name, well location, as-built description if drilling has been completed, and the following:
  - **a.** Depth to perforations or the openhole interval; (3-18-22)
  - **b.** The source of water or type of base fluid; (3-18-22)
- **c.** Additives, meaning any substance or any combination of substances including proppant, having a specified purpose that is combined with base treatment fluid by trade name, if available, and a Safety Data Sheet (SDS) for each additive;
  - **d.** Type of proppant(s); (3-18-22)
- e. Anticipated percentages by volume and total volumes of base treatment fluid, individual additives, and proppant(s); (3-18-22)
  - **f.** Estimated pump pressures; (3-18-22)
- **g.** Method and timeline for the management, storage, and disposal of well treatment fluids, including anticipated disposal site of treatment fluids or plans for reuse; (3-18-22)
  - h. Size and design of storage pits, if proposed, in conformance with Section 230 of these rules; (3-18-22)
  - i. Information specific to hydraulic fracturing as described in Section 211 of these rules; (3-18-22)
  - **j.** Summary identifying all water bearing zones from the surface down to the bottom of the well; (3-18-22)
- **k.** Freshwater protection plan that describes the proposed site-specific measures to protect water quality from activities associated with well treatments. The Department will review this plan in consultation with IDEQ. The Freshwater Protection Plan shall include the following information:
  - i. Ground water and storm water best management practices; (3-18-22)
- ii. Statement certifying that the owner or operator is complying with Spill Prevention, Control, and Countermeasures (SPCC) requirements administered by the EPA; (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

iii. A preconstruction topographic site map or aerial photos identifying all habitable structures, w	ells,
perennial and intermittent springs, surface waters, and irrigation ditches within one-quarter (1/4) mile of the o	il or
gas well. The distance or location may be changed based on site-specific factors such as horizontal drilling,	, the
expected length of fractures, or lack of suitable water sample locations within one-quarter (1/4) mile;	)

- iv. A brief description of the structural geology that may influence ground water flow and direction; and (3-18-22)
  - v. The general hydrogeological characteristics of the treatment area and surrounding land. (3-18-22)
- l. Certification by the owner or operator that all aspects of the well construction, including the suitability and integrity of the cement used to seal the well, are designed to meet the requirements of proposed well treatments;

  (3-18-22)
- m. Affidavit signed by the owner or operator stating that all homeowners and water well owners within one-quarter (1/4) mile of the oil or gas well, and all owners of a public drinking water system that have an IDEQ recognized source water assessment or protection area within one-quarter (1/4) mile of the oil or gas well, have been notified of the proposed treatment. If a well deviates from the vertical, these surface distances will be from the entire length of the wellbore from the surface to total depth. The notification will also offer an opportunity to have the owner or operator sample and test the water, at the owner or operator's cost, before and after the well treatment. Notification shall be by certified mail to the surface owner as identified by the county assessor's records, or to the well owner as identified on the IDWR registry of water rights or well log database;

( )

- n. Proof of publication in a newspaper of general circulation in the county where the well is located of a legal notice briefly describing the well treatment to be performed. Notice shall also advise all water well or public drinking water system owners, as described in Paragraph 210.01.m. of these rules, of the opportunity to have their water tested at the owner's or operator's cost before and after the well treatment; and (3-18-22)
  - **o.** Additional information as required by the Department. (3-18-22)
- **O2. Master Drilling/Treatment Plans.** Where multiple stimulation activities will be undertaken for several wells proposed to be drilled in the same field within an area of geologic similarity, approval may be sought from the Department for a comprehensive master drilling/treatment plan containing the information required. The approved master drilling/treatment plan must then be referenced on each individual well's Application for Permit to Drill. (3-18-22)
- **O3. Time Limit.** If a treatment approved in a drilling permit or amended drilling permit is not started within one (1) year of approval, the well treatment permit will expire, and reapplication will be required before conducting the well treatment. Prior to the expiration date, the owner or operator may apply for a six-month (6) extension. If conditions have not changed, and no changes to the permit are requested, the extension may be approved by the Department.
  - **04. Inspections**. The Department may conduct inspections before, during, and after well treatments.
- **05. Reporting Requirements**. A report on the well treatment must be submitted within thirty (30) days of the treatment. The report shall present a detailed account of the work done and the manner in which such work was performed, including: (3-18-22)
  - **a.** The daily production of oil, gas, and water both before and after the operation. ( )
  - **b.** The size and depth of perforations. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

c.		Percentages	by	volum	e and	tota	l volume	s of	f base	e treatment	fluid	indivi	dual	additives,	and
proppant(s).	This	requirement	cai	n be m	et by	the	submittal	of	well	completion	field	tickets	if the	y contain	this
information.														(3-18	8-22)

- **d.** Documentation demonstrating the chemicals used in the well treatment have been reported to the website <a href="https://fracfocus.org/">https://fracfocus.org/</a>, its successor website, or another publicly accessible database approved by the Department. The chemical information must be reported in a systems approach.
  - e. Information specific to hydraulic fracturing, as described in Section 211 of these rules. ( )
  - **f.** Static pressure testing results before and after the well treatment. (3-18-22)
- g. The amounts, handling, and if necessary, disposal at an identified appropriate disposal facility, or reuse of the well stimulation fluid load recovered during flow back, swabbing, recovery, or all from production facility vessels. Reporting of recovered fluids must be included with other monthly production reports required by the Department. Storage of such fluid must be protective of ground water by using either tanks or authorized lined pits as described in Section 230 of these rules.
- ${f h.}$  Any other information related to operations which alter the performance or characteristics of the well. (3-18-22)

### 06. Freshwater Protections for Well Treatments. (

- a. The Department will not authorize pits, lagoons, ponds, or other methods of subsurface storage for treatment fluids within IDEQ recognized source water assessment or protection areas for public drinking water systems. Owners or operators must store and transport treatment fluids using above ground storage facilities and tanker trucks for well treatments in these locations. (3-18-22)
- **b.** The Department will not authorize well treatments to create fractures within five hundred (500) vertical feet above or below freshwater aquifers.
- c. The owner or operator must complete freshwater monitoring at the owner's or operator's cost before and after a well treatment unless the Department, in consultation with IDEQ, determines that the proposed treatment does not pose a threat of pollution to freshwaters. The Department will review and approve all monitoring proposals with IDEQ. The monitoring will be done using representative existing water wells or surface waters within one-quarter (1/4) horizontal mile of the treated well. For wells that deviate from the vertical, sampling may be required within one-quarter (1/4) horizontal mile of the wellbore's projected location on the surface. If no water wells or surface waters are present in this area, the sampling area may be enlarged as needed with approval by the Department. If the Department determines that existing water wells are not representative of the ground waters that could be impacted, then the Department may require the owner or operator to install one (1) or more ground water monitoring wells at the owner's or operator's cost. The owner or operator must obtain consent from appropriate property owners to gain access prior to any sampling or well construction. When monitoring is required by the Department, the operator will prepare a monitoring plan that includes the following:
  - i. Location of proposed monitoring sites; (3-18-22)
- ii. Construction details of any sampled or constructed wells including total well depth, depth of screened interval(s), screen size, and drilling log. For existing wells, the operator must make every reasonable attempt to locate this information; (3-18-22)
- iii. When possible, data from the existing wells collected within the last five (5) years and analyzed in a state or EPA certified drinking water lab; (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

- iv. List of proposed analytes, testing methods, and their detection limits; (3-18-22)
- v. Additional tests such as stable isotopic analysis; and (3-18-22)
- vi. Pre-treatment sampling and analysis when no relevant data exists, and a schedule for post-treatment sampling and analysis. (3-18-22)
- **d.** The owner or operator will provide the Department with copies of any analysis or reports within thirty (30) days of samples being taken. All samples must be analyzed in a state or EPA certified drinking water lab. (3-18-22)
- **e.** Pollution of freshwater supplies due to a well treatment is a violation of these rules and Title 47, Chapter 3, Idaho Code. (3-18-22)

#### 211. HYDRAULIC FRACTURING.

- **01. Application Requirements**. In addition to the information required by Subsection 210.01 of this rule, the owner or operator shall provide the following application information regarding hydraulic fracturing: (3-18-22)
- a. The geological names and descriptions of the formation into which well stimulation fluids are to be injected; (3-18-22)
- **b.** Detailed information on the base stimulation fluid source. For each stage of the well stimulation program, provide the chemical additives and proppants and concentrations or rates proposed to be mixed and injected, including: (3-18-22)
- i. Stimulation fluid identified by additive type (such as but not limited to acid, biocide, breaker, brine, corrosion inhibitor, crosslinker, demulsifier, friction reducer, gel, iron control, oxygen scavenger, pH adjusting agent, proppant, scale inhibitor, surfactant); (3-18-22)
- ii. The chemical compound name and CAS number as found on the previously submitted SDS (such as the additive biocide is glutaraldehyde, or the additive breaker is ammonium persulfate, or the proppant is silica or quartz sand, and so on for each additive used);
- iii. The proposed rate or concentration for each additive and the total volume of each (such as gel as pounds per thousand gallons, or biocide at gallons per thousand gallons, or proppant at pounds per gallon, or expressed as percent by weight or percent by volume, or parts per million, or parts per billion); and
- iv. The formulary disclosure of the chemical compounds used in the well stimulation(s) for the purpose of protecting public health and safety. (3-18-22)
  - **c.** A detailed description of the proposed well stimulation design that shall include: (3-18-22)
  - i. The anticipated surface treating pressure range; (3-18-22)
- ii. The maximum injection treating pressure, which shall be within accepted safety limits. Accepted safety limits are generally eighty percent (80%) of the maximum pressure rating of the pressurized system; (3-18-22)
  - iii. The estimated or calculated fracture height in both the horizontal and vertical directions. (3-18-22)
- **02. VOCs and Petroleum Distillates**. The injection of VOCs, such as benzene, toluene, ethyl benzene, and xylene, also known as BTEX compounds, or any petroleum distillates into ground water in excess of applicable ground water quality standards is prohibited. VOCs or petroleum distillates may be appropriate as

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

additives, but they are not appropriate for use as base fluids. The proposed use of VOCs or any petroleum distillates for well stimulation into hydrocarbon bearing zones may be authorized with prior approval of the Administrator. Produced water, which may contain small amounts of naturally occurring VOCs or petroleum distillates, may be used as well stimulation fluid in hydrocarbon bearing zones.

- **03. Well Integrity**. Prior to the well stimulation, the owner or operator will perform a suitable MIT of the casing, or of the casing-tubing annulus or other MIT methods and submit an affidavit to the Department certifying that the well was tested in anticipation of proposed treatment pressures. The owner or operator will notify the Department of this test twelve (12) to twenty-four (24) hours in advance.
- **04. Pressure Monitoring.** During the well stimulation operation, the owner or operator shall monitor and record the annulus pressure at the casinghead. If intermediate casing has been set on the well being stimulated, the pressure in the annulus between the Intermediate casing and the production casing shall also be monitored and recorded. If the annulus pressure increases by more than five hundred (500) psi gauge as compared to the pressure immediately preceding the stimulation, the owner or operator shall verbally notify the Department as soon as practicable but no later than twenty-four (24) hours following the incident.
- **05. Post-Treatment Report**. In addition to the information required by Subsection 210.05 of this rule, the owner or operator shall provide the following post-treatment reporting:
  - **a.** The actual total well stimulation treatment volume pumped; (3-18-22)
- **b.** The actual surface pressure and rate at the end of each fluid stage and the actual flush volume, rate and final pump pressure; (3-18-22)
- c. The instantaneous shut-in pressure, and the actual fifteen (15) minute and thirty (30) minute shut-in pressures when these pressure measurements are available; (3-18-22)
  - **d.** A continuous record of the annulus pressure during the well stimulation; (3-18-22)
- e. A copy of the well stimulation service contractor's job log, without any cost/pricing data from the field ticket, in lieu of paragraphs (a) through (d) above. If the job log does not contain all the needed information, it must be supplemented with additional information needed to satisfy Paragraphs 211.05.a. through 211.05.d. of this rule.
- **f.** A report containing all details pertaining to any annulus pressure increases of more than five hundred (500) psi gauge as described in Subsection 211.04 of this rule. The report shall include corrective actions taken, if necessary. (3-18-22)
  - **g.** Results of post-treatment fluid analysis used to help determine where the fluid can be disposed.

212. -- 219. (RESERVED)

### 220. BONDING.

operator a good and sufficient bond in the sum of not less than ten thousand dollars (\$10,000) plus one dollar (\$1) for each foot of planned well length in favor of the Department. The bond shall be conditioned upon the performance of the owner's or operator's duty to comply with the requirements of the Act and the rules of the Commission, with respect to the drilling, maintaining, operating, and plugging of each well drilled for oil and gas and the reclamation of surface disturbance associated with these activities. Said bond shall remain in force and effect until the plugging of said well is approved by the Department and the well site is reclaimed as described in Section 510 of these rules, or the bond is released by the Department. (3-18-22)

)

Deadline for Written Comments on this draft text #3: May 31, 2024

**02. Blanket Bond**. In lieu of the bond in Subsection 220.01 of this rule, any owner or operator may file with the Department a good and sufficient blanket bond covering all active wells drilled or to be drilled in the state of Idaho. The amount of the blanket bond will be as follows according to the number of active wells covered by the bond:

(3-18-22)

- a. Up to ten (10) wells, fifty thousand dollars (\$50,000); (3-18-22)
- **b.** Eleven (11) to thirty (30) wells, one hundred thousand dollars (\$100,000); or (3-18-22)
- c. More than thirty (30) wells, one hundred fifty thousand dollars (\$150,000). (3-18-22)
- **03. Inactive Well Bond.** An owner or operator must provide the Department with a bond of at least ten thousand dollars (\$10,000) plus eight dollars (\$8) for each foot of planned well length for each inactive well that is conditioned upon the performance of the duty to comply with the requirements of the Act, these rules, and orders issued by the Commission or the Department; with respect to the drilling, maintaining, operating, and plugging of each well drilled for oil and gas. Said bond shall remain in force and effect until the plugging of said well is approved by the Department, or the bond is released by the Department. Inactive wells may not be covered by a blanket bond as provided in Subsection 220.02 of this rule.
- **O4.** Additional Bonding. The Department may impose additional bonding on an owner or operator given sufficient reason, such as non-compliance, unusual conditions, horizontal drilling, or other circumstances that suggest a particular well or group of wells has potential risk or liability in excess of that normally expected. The owner or operator may request a hearing to appeal either the decision to impose an additional bond or the proposed amount of the bond.

  (3-18-22)
- **05. Authorized Bonds**. The bond(s) referred to in Section 220 must be by a corporate surety authorized to do business in the state of Idaho or in cash. If cash is used to satisfy the bonding requirements in these rules, interest on the cash will be allocated to the General Fund. (3-18-22)

### 221. TRANSFER OF DRILLING PERMITS.

No person with a permit may transfer the permit to any other location or to any other person unless the following requirements are met:

- **01. Prior to Drilling Well.** If, prior to the drilling of a well, the person to whom the permit was originally issued desires to change the location, he shall submit a letter so stating and another application properly filled out showing the new location. Drilling may not start until the transfer has been approved and the new permit posted at the new location.
- **O2. During Drilling or After Completion**. If, while a well is being drilled or after it has been completed, the person to whom the permit was originally issued disposes of his interest in the well, he shall submit a written statement to the Department setting forth the facts and requesting that the permit be transferred to the person who has acquired the well. (3-18-22)
- **O3.** Terms for Acceptance of Transfer. Before the transfer of a drilling permit shall be recognized, the person who has acquired the well must submit a written statement setting forth that he has acquired such well and assumes full responsibility for its operation and abandonment in conformity with the Act, these rules, and orders issued by the Commission or the Department. If bond is required to guarantee compliance with these rules and regulations of the Commission, the person acquiring such well shall furnish bond.
- 222. -- 229. (RESERVED)
- 230. PIT REQUIREMENTS.

Deadline for Written Comments on this draft text #3: May 31, 2024

**O1. Plans Required.** If pits are proposed to be constructed in connection with another permit application required by these rules, then the owner or operator must include plans for pit construction in the application. If a pit is needed after the other permits have been approved, then an application to amend the permit must be made to the Department with an application fee. Approval by the Department is required prior to the pit being constructed unless the pit is necessary for an emergency action. Pit applications must include the permit number, well name, well location, as-built description if drilling has been completed, proposed pit location, and plans for pit construction, operation, and reclamation. (3-18-22)

**02.** Location. (3-18-22)

- **a.** Pits must be located where they are structurally sound and the liner systems can be adequately protected against factors such as wildfires, floods, landslides, surface and ground water systems, equipment operation, and public access.
- **b.** Pits located in a one-hundred-year floodplain must be in conformance with any applicable floodplain ordinances pertaining to activities within the one-hundred-year floodplain.
- **c.** Pits may not be located within IDEQ recognized source water assessment or protection areas for public drinking water systems.
- **O3. Site Preparation**. All sites must be properly prepared prior to pit construction. Vegetation, roots, brush, large woody debris and other deleterious materials, topsoil, historic foundations and plumbing, or other materials that may adversely affect appropriate construction, must be removed from the footprint of the pit unless approved by the Department. (3-18-22)

### 04. Pit Sizing Criteria. (3-18-22)

- **a.** Pits that have constructed berms ten (10) or more feet in height or hold fifty (50) acre-feet or more of fluid must also comply with the dam safety requirements of IDAPA 37.03.06, "Safety of Dams Rules." (3-18-22)
- **b.** Pits must be designed to hold the maximum volume of fluids being used for drilling or well treatment and the volume of water associated with a one hundred-year, twenty-four-hour precipitation event.

(3-18-22)

- c. Snowmelt events shall be considered in determining the containment capacity. (3-18-22)
- **d.** Pits that are left over winter must be able to contain one hundred twenty-five percent (125%) of the average annual precipitation that falls from October through May. (3-18-22)
- **e.** Pits must be designed to maintain a minimum two (2) foot freeboard at all times. Contingency plans for managing excess fluids shall be described in the application. At no time may fluids in a pit be allowed to escape from the impoundment.
- **O5.** Minimum Plans and Specifications for Reserve, Well Treatment, and Other Short-Term Pits. Pits used for one (1) year or less, not including extensions, are short-term pits. Construction plans and specifications for short-term pits must include the requirements under Subsections 230.02 through 230.04 of this rule and the following:

  ( )
- **a.** A prepared subbase, which shall be free of plus three (3) inch rocks, roots, brush, trash, debris or other deleterious materials, and compacted to ninety-five percent (95%) of Standard Proctor Test ASTM D698-07e1 or ninety-five percent (95%) of Modified Proctor Test ASTM D1557-09; (3-18-22)
- **b.** Slopes of two (2) feet horizontal to one (1) foot vertical (2H:1V) or flatter for all interior and exterior pit walls. The top of a bermed pit wall must be a minimum of two (2) feet wide; (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

c. A primary liner system consisting of a synthetic liner at least twenty (20) millimeters thick constructed according to manufacturers' standards with at least four (4) inches of welded seam overlap and complete coverage on the floor and inside walls of the pit. Seams must run parallel to the line of maximum slope, so they do not traverse across the slope. The liner edges must be anchored in a compacted earth filled trench at least eighteer (18) inches deep. The liner must be protected against cracking, sun damage, ice, frost penetration or heaving wildlife and wildfires, and damage that may be caused by personnel or equipment operating in or around these facilities. Liner compatibility must comply with EPA SW-846 method 9090A. Alternative liner systems with similar standards may be proposed by the owner or operator and approved at the Department's discretion;
<b>d.</b> Minimum factors of safety, and the logic behind their selection, for the stability of the earthworks and the pit lining system;
e. Site-specific methods for excluding people, terrestrial animals, and avian wildlife from the pit;
<b>f.</b> Segregation and stockpiling of topsoil in a manner that will support reestablishment of the predisturbance land use after pit closure; and (3-18-22)
g. A closure plan including the following: (3-18-22)
i. Testing of residual fluids and any accumulated solids, if anything other than water-based drilling fluid was placed in the pit;
ii. Plans for removal and disposal of residual fluids and accumulated solids, with the liner material, at an appropriate facility; (3-18-22)
iii. Regrading plan, replacement of topsoil, and erosion control measures; and (3-18-22)
iv. Reseeding and Revegetation. (3-18-22)
<b>06. Minimum Plans and Specifications for Long Term Pits</b> . Pits used for more than one (1) year not including extensions, are long term pits. Construction plans and specifications for long term pits must include the requirements under Subsections 230.02 through 230.05 of this rule and the following: (3-18-22)
a. A quality control/quality assurance construction and installation plan; (3-18-22)
<b>b.</b> Type of fluids to be contained in the pit; (3-18-22)
c. Secondary containment synthetic liners, which must have a minimum thickness of sixty (60) millimeters consisting of High Density Polyethylene (HDPE) and a maximum coefficient of permeability of 10-5 cm/sec, or comparable liners approved by the Department;
d. Leak detection and collection systems. The plans and specifications shall: (3-18-22)
i. Provide a material between primary and secondary containment synthetic liners to collect transport, and remove all fluids that pass through the primary containment synthetic liner at such a rate as to prevent hydraulic head from developing on the secondary containment synthetic liner to the level at which it may be reasonably expected to result in discharges through the secondary containment synthetic liner; (3-18-22)
ii. Provide routines and schedules for evaluating the efficiency and effectiveness of fluid remova

)

from the layer placed between primary and secondary containment synthetic liners. The properly working system

shall continually relieve head pressures on the secondary containment synthetic liner;

Deadline for Written Comments on this draft text #3: May 31, 2024

	· · · · · · · · · · · · · · · · · · ·	
iii. inadequate perfo	Provide specific triggers for maintenance routines, which will be initiated in a permance of primary or secondary containment synthetic liners; and	response to
iv. performance of	Specify operation and maintenance procedures, which will be initiated in response to primary and secondary containment or leak detection and collection systems.	inadequate
e. minimum wall t	All piping, including that contained in the leak detection and collection system, shickness of polyvinyl chloride (PVC) Schedule 80 and be designed to:	hall have a
i.	Withstand chemical attack from oil field waste or leachate;	(3-18-22)
ii. operation; and	Withstand structural loading from stresses and disturbances from cover materials or	equipment (3-18-22)
iii.	Facilitate clean-out and maintenance.	(3-18-22)
f. discharge into, o	Protections for the liner from excessive hydrostatic force or mechanical damage at or suction from, the pit. External discharge or suction lines may not penetrate the liner;(	the point of
g.	Plans for erosion control during and immediately following construction; and	(3-18-22)
h.	Operating and maintenance plans.	(3-18-22)
extension for up	<b>Time Limits for Short-Term Pits</b> . Reserve, well treatment, and other short-term preclaimed within one (1) year of being constructed. The owner or operator may request to six (6) months. The Department may grant the request if the owner or operator given a plan for ensuring that the pit is adequately monitored and maintained.	a one-time
	Fluids may be left in a pit for up to six (6) months after the associated well as owner or operator may request a one-time extension for up to one (1) year. The Depart if the owner or operator gives sufficient cause and presents a plan for keeping the fluids	rtment may
requirements an	Notwithstanding the above time limits, the owner or operator may request additional wholly outside of the owner's or operator's control including, but not limited to, govern d delays related to difficult drilling conditions. The Department may impose additional equirements prior to granting additional time.	mental lease
shall apply, and	<b>Emergency Pits.</b> Pits constructed during an emergency situation may be approved by a submitted to the Department. The requirements in Subsections 230.02 through 230.05 d the pit must be closed out and reclaimed within six (6) months of being const at be notified within twenty-four (24) hours of an emergency situation requiring an emergency	of this rule ructed. The
09.	Operating Requirements.	(3-18-22)
<b>a.</b> must not be disp	Waste oil, hydraulic fluid, transmission fluids, trash, or any other miscellaneous was posed of in a pit. (	ste products
	If a pit liner's integrity is compromised, or if any penetration of the liner occurs above cowner or operator shall notify the appropriate Department area office within forty-eigh and repair the damage or replace the liner.	

If a pit or closed-loop system develops a leak, or if any penetration of the pit liner occurs below c.

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

the liquid's surface, then the owner or operator shall remove all liquid above the damage or leak line within forty-eight (48) hours, notify the appropriate Department area office within forty-eight (48) hours of the discovery, and repair the damage or replace the pit liner. (3-18-22)

**d.** The owner or operator shall install, or maintain on site, an oil absorbent boom or other device to contain and remove oil from a pit's surface. Visible oil must be removed from short-term pits immediately following the cessation of activity for which the pit was constructed. Visible oil must be removed from long-term pits as soon as it is discovered.

10. Closure of Pits. (3-18-22)

- a. The owner or operator shall remove all liquids from the pit before closure and dispose of them at an appropriate facility or reuse them at a different location. If the nature of the fluids has substantially altered during their use, then the fluids must be sampled and tested to determine which disposal facility can accept them. ( )
- **b.** Any solids that have been accumulated in the bottom of the pit will be tested to determine which disposal facility can accept the material. The solid material and liner will then be removed and disposed of at an appropriate facility. (3-18-22)
- c. The owner or operator must notify the Department at least forty-eight (48) hours prior to removal of the pit liner so an inspection may be conducted. (3-18-22)
- **d.** The pit foundation will be inspected for signs of leakage. If evidence of leakage is observed, the owner or operator must contact the Department and IDEQ within twenty-four (24) hours and report the type of fluids released and the estimated extent of release. The owner or operator must then remediate the site in conformance with the applicable standards administered by IDEQ in IDAPA 58.01.02," Water Quality Standards," Sections 850 through 852.
- **e.** After addressing any pit leakage concerns, the owner or operator shall undertake surface reclamation activities as provided for in Section 510 of these rules.
- 11. Improper Impoundment. The Department may order the owner or operator of a pit that does not properly impound fluids under this rule to dispose of such fluids in conformance with IDAPA 58.01.16, "Wastewater Rules," and other applicable rules.

### 231. – 299. (RESERVED)

### SUBCHAPTER D - WELL SITES AND DRILLING

### 300. IDENTIFICATION OF WELLS.

- 01. Signs; Lease Access Roads. The owner or operator of a producing lease must place a sign where the principal lease road enters the lease. Such sign will identify the name of the lease, the owner or operator thereof, and the section, township, and range.
- **02. Signs; Well Sites**. Prior to spud activity, a legible sign must be placed near the well to identify the operator, permit number, well name, and emergency telephone number. If a multiple completion, each wellhead connection shall be identified.

### 301. WELL SITE OPERATIONS.

The owner or operator must conduct all operations and maintain the well site at all times in a safe and workmanlike manner. Best management practices and good housekeeping practices must be used at well sites. (3-18-22)

**01. Fencing**. Within sixty (60) days after completion of the well, the owner or operator must install a fence around the well site to maintain safe working conditions, secure the well site, and prevent access by wildlife

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

and livestock. The fence design must be acceptable to both the landowner and owner or operator. (3-18-22)

- **02. Storage**. All chemicals must be stored and maintained in accordance with applicable SDS requirements. Materials related to operations must be palletized where applicable. Vehicles and materials not in use must be removed from the well site.
  - **03. Vegetation**. All well sites must be kept free of excessive vegetation. (3-18-22)
- **04. Trash**. All trash, debris, and scrap metal must be removed from the well site. Before removal, any trash or debris that might constitute a fire hazard shall be removed to a distance of at least one hundred (100) feet from the well location, tanks, and separator.

#### **302.** ACCIDENTS AND FIRES.

The owner or operator must take all reasonable precautions to prevent accidents and fires, including preparation of an emergency response plan. Such plan must be available at the well for use or inspection. Coordination with local emergency responders and the Idaho Bureau of Homeland Security is recommended prior to rig set up. The following actions must be taken in event of a release, industrial accident, or fire of major consequence:

( )

- **O1.** Provide Information to Emergency Response. Emergency workers will be given information on all fluids or chemicals involved in a spill or accident as needed according to OSHA Standard 1910.1200 (Hazard Communication). All information required by a health care professional, a doctor, or a nurse shall be supplied, immediately upon request, by the owner or operator, or their contractors, directly to the requesting health care professional, doctor, or nurse, including the percent by volume of the chemical constituents (and associated CAS numbers) in the fluids and the additives;
- **02. Initiate Spill Response and Corrective Actions**. Owner or operator must comply with the requirements of IDAPA 58.01.02, "Water Quality Standards," Sections 850 through 852; and (3-18-22)
- **03. Notify the Department**. Notify the Department within twenty-four (24) hours and submit a full report thereon within fifteen (15) days. (3-18-22)

### 303. -- 309. (RESERVED)

### 310. GENERAL DRILLING RULES.

- **O1.** General Design Requirements for Casing and Cementing. Casing and cementing programs adopted for wells must be planned to protect any potential oil- or gas-bearing horizons penetrated during drilling from infiltration of injurious waters from other sources, and to prevent the migration of oil or gas from one horizon to another. Owners and operators shall follow the standards for casing and tubing in API SPEC 5CT and the standards for cementing in API SPEC 10A.
- **02.** Wildcat and High-Pressure Conditions. When drilling wildcat territory or in any field where high pressures are likely to exist, the owner or operator shall take all necessary precautions to keep the well under control at all times and use proper high-pressure fittings and equipment at the time the well is started. Under such conditions all strings of casings must be securely anchored.
- **03. High Temperature Conditions**. Due to high geothermal gradients in Idaho, the temperature of the return drilling mud shall be monitored daily during the drilling of the surface casing hole and all deeper holes. The owner or operator must use cements appropriate for the temperatures expected or encountered. (3-18-22)
- **04.** Conductor Pipe or Casing Requirements. A minimum of forty (40) feet of conductor pipe shall be installed. If geologic conditions are such that forty (40) feet is not feasible, the owner or operator may request a variance from the Department. The annular space must be cemented solid to the surface. A twenty-four (24) hour cure period for the grout must be allowed prior to drilling out the shoe unless sufficient additives, as determined by

Deadline for Written Comments on this draft text #3: May 31, 2024

the Department, are used to obtain early strength.	)
--	---

### 05. Surface Casing Requirements.

(3-18-22)

- **a.** The owner or operator will notify the Department in writing seventy-two (72) hours in advance of planned spud activity for surface casing. The Department will post the spud activity notice on its website and send an electronic copy to the county where the well is located.
- **b.** Surface casing must be set at a minimum depth equal to ten percent (10%) of the proposed total well depth. In areas where pressures and formations are unknown, a minimum of two hundred (200) feet of surface casing shall be set.
- c. Surface casing shall provide for control of formation fluids, protection of freshwater, and for adequate anchorage of blow out prevention equipment. The casing must be seated through a sufficient series of low permeability, competent lithologic units such as claystone, siltstone, basalt, etc., to ensure a solid anchor for blow out prevention equipment and to protect usable ground water from contamination. Additional surface casing may be required if the first string has not been cemented through a sufficient series of low permeability, competent lithologic units, or rapidly increasing thermal gradients or formation pressures are encountered.
- **d.** All surface casing shall be cemented solid to the surface by pump and plug, displacement, or other approved method. When surface samples are cured, additional drilling activities may commence. (3-18-22)
- **e.** The Department must be notified in writing twenty-four (24) hours before planned cementing activity for surface casing. The Department will witness and document all surface casing cementing activities. ( )
- **06.** Requirements for BOP Equipment. Unless altered, modified, or changed for a particular pool(s) upon hearing before the Commission, blowout preventer (BOP) and related equipment shall be installed and maintained during the drilling of all wells as follows:
- a. BOP equipment installed on wells in which formation pressures to be encountered are abnormal or unknown shall consist of a double-gate, hydraulically operated preventer with pipe and blind rams or two (2) single-ram-type preventers; one (1) equipped with pipe rams, the other with blind rams and an annular-type preventer. In addition, upper and lower kelly cocks, pit level indicators with alarms, flow sensors, or both, with alarms, and surface facilities to handle pressure kicks shall be installed before drilling any formation with known abnormal pressure.

( )

- i. Accumulators shall maintain a pressure capacity reserve at all times to provide for operation of the hydraulic preventers and valves with no outside source. (3-18-22)
- ii. In all other drilling operations, BOP equipment shall consist of at least one (1) double-gate preventer with pipe and blind rams or two (2) single-ram-type preventers, one (1) equipped with pipe rams, the other with blind rams, and sufficient valving to permit fluid circulation at the surface. (3-18-22)
- **b.** All BOP equipment, choke lines, and manifolds shall be installed above ground level. Casing heads and optional spools may be installed below ground level provided they are visible and accessible. (3-18-22)
- **c.** BOP equipment and related casing heads and spools shall have a vertical bore no smaller than the inside diameter of the casing to which they are attached. (3-18-22)
- **d.** The working pressure rating of all BOP and related equipment shall equal or exceed the maximum anticipated pressure to be contained at the surface. (3-18-22)
  - e. All ram-type BOP and related equipment, including casing, shall be tested to the full working

Deadline for Written Comments on this draft text #3: May 31, 2024

pressure rating of said equipment upon installation, provided that components need not be tested to levels higher than the lowest working pressure rated component. Annular type BOP and related equipment must be tested in conformance with the manufacturer's published recommendations. If, for any reason, a pressure seal in the assembly is disassembled, a test to a full working pressure rating of that seal shall be conducted before the resumption of any drilling operation. In addition to the initial pressure tests, ram-type BOP shall be checked for physical operation at least once per week and all components, with exception of the annular-type BOP, tested at least once every twenty-one (21) days to at least fifty percent (50%) of the rated pressure of the BOP equipment or to the maximum anticipated pressure to be contained at the surface, whichever is greater.

- f. The owner, operator, or contractor must submit an affidavit covering the initial pressure tests after installation. The Department must be advised at least twenty-four (24) hours in advance of all tests. The Department may inspect and witness all BOP operations and testing.
- **g.** A schematic diagram of the BOP and wellhead assembly shall be submitted to the Department upon application for a permit to drill. The schematic diagram should indicate the minimum size and pressure rating of all components of the wellhead and BOP assembly.
- h. Studs on all wellhead and BOP flanges shall be checked for tightness each week. Hand wheels for locking screws shall be installed and operational, and the entire BOP and wellhead assembly shall be kept clean of mud and ice.
- i. A drillstem safety valve shall be available on the rig floor at all times with correct thread for the pipe in use. (3-18-22)
  - j. A drillstem float valve shall be installed in bit sub or as close to bit as reasonably possible.
    (3-18-22)

### 07. Intermediate Casing. (3-18-22)

- a. Intermediate casing, if installed, shall be cemented solidly to the surface or to the top of the casing. (3-18-22)
- **b.** Intermediate casing not run to surface will be lapped into at least one hundred (100) feet of the surface casing, or at least one hundred (100) feet of the next larger casing to provide overlap and secure a seal.

  (3-18-22)
  - c. Such casing shall be cemented and pressure tested before cement plugs are drilled. (3-18-22)
- **d.** The Department must be notified in writing twenty-four (24) hours in advance of planned cementing activity for intermediate casing. The Department may witness and document all intermediate casing cementing activities. (3-18-22)

### **08.** Production Casing; Cementing and Testing Requirements. (3-18-22)

- **a.** Production casing, if needed, shall be cemented and pressure tested before cement plugs are drilled.
- **b.** The Department must be notified in writing twenty-four (24) hours in advance of planned cementing activity for production casing. The Department may witness and document all production casing cementing activities. (3-18-22)
- c. When not run to the surface, production casing will be lapped into and cemented from the bottom of the hole up into at least one hundred (100) feet of the next larger casing to provide overlap and secure a seal.

Deadline for Written Comments on this draft text #3: May 31, 2024

d.	If the	bottom plug	will be	drilled ou	t, the ope	en hole	interval	must b	e completed	to protec	t any
potential oil-bear	ring or	gas-bearing	horizons	penetrate	d during	drilling	from in	nfiltratio	n of injuriou	ıs waters	from
other sources, an	d to pre	event the mig	ration of	oil or gas	from one	horizon	to anot	her.		(3-1	8-22)

- **O9. Step-off.** An owner or operator may submit to the Department a step-off request to complete a new borehole from surface if a borehole without production casing deviates from vertical plumb by more than five (5) degrees. A step-off borehole must be drilled within the existing pad of the permitted well. The incomplete borehole must be plugged and abandoned under Section 502 of these rules.
- 10. Well Control (Rotary Tools); Reserve Mud Tanks. When drilling with rotary tools, the owner or operator shall provide, as required by the Department, a reserve mud pit or tank of suitable capacity for the anticipated depth of the well and maintain an on-site supply of mud additives that can raise the mud weight by one (1) pound per gallon in case of loss of well control. (3-18-22)
- 11. Mud Pits. Before drilling, proper and adequate mud pits shall be constructed for the reception and confinement of mud and cuttings and to facilitate the drilling operation. Special precautions shall be taken, if necessary, to prevent contamination of freshwaters. These pits must comply with Section 230 of these rules. If tanks will be used, then mud pits may not be required.
- 12. Well Control (Cable Tools); Fluid Containment. Natural gas or oil which may be encountered in a substantial quantity in any section of a cable tool drilled hole above the ultimate objective shall be shut off with reasonable diligence either by mudding, casing, or other approved method, and confined to its original source to the Department's satisfaction. The use of cable tools for drilling activities requires written approval by the Department before spud activities. A request to use cable tools must include the following:

(

**a.** Proposed pressure control measures;

(3-18-22)

**b.** Diversion and disposal methods for stray gas;

(3-18-22)

c. Safety protocols for mud weights and well controls; and

- (3-18-22)
- **d.** Annual drill rig safety inspection information, including the date of last replacement of cables, draw works inspection report, and metallurgic report of safety compliance for structural integrity of the drill rig.

  (3-18-22)
- 13. **Drilling Mud Disposal**. Drilling mud will be disposed of at an appropriate facility in compliance with applicable state and federal requirements. (3-18-22)
- 14. Report of Water Encountered; Owner's or Operator's Duties. Owners or operators drilling an oil or gas well or drilling a seismic, core, or other exploratory hole must report to the Department all potential water bearing zones encountered. Such report shall be in writing and give the location of the well or hole, the depth at which the zones were encountered, the thickness of such zones, and the rate of flow of water if known. This requirement can be met by the submittal of the logs required in Section 341 of this rule.

( )

- 15. SPCC Plan. The owner or operator must have a SPCC Plan in conformance with the requirements of the EPA. This plan must be updated as needed when facilities or activities change.
- 16. Interim Drill Site Clean Up. If a well is completed for production or other purposes, interim reclamation must be completed within six (6) months of the rig being removed. Interim reclamation includes the following:
  - a. Debris and waste materials including, but not limited to, concrete, sack bentonite and other drilling

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

mud additives, sand, plastic, pipe, and cable associated with the drilling, re-entry, or completion operations shall be removed and disposed of properly. (3-18-22)

**b.** All disturbed areas affected by drilling or subsequent operations, except areas reasonably needed for production operations or for subsequent drilling operations to be commenced within twelve (12) months, shall be reclaimed and revegetated to approximately the pre-drilling condition or to the condition specified in an agreement with the surface owner. The reclamation standards in Subsections 510.04 through 510.07 of these rules, shall apply.

(3-18-22)

### 311. LOSS OF TOOL WITH RADIOACTIVE MATERIAL.

- **01. Recovery or Cementing of Tool.** If a gamma ray tool, or some other tool containing radioactive material, becomes lost in a well, the owner or operator shall make every reasonable attempt to retrieve the tool from the well. If the tool cannot be recovered, the owner or operator must immediately cover the tool with cement sufficient to secure it in place and prevent it from contacting any fluids in the well. A whipstock or other approved deflection device shall be placed on top of the cement plug to prevent accidental or intentional mechanical disintegration of the radioactive source. (3-18-22)
- **O2. Sidetracking.** If the hole is later sidetracked above the radioactive material, the sidetracked hole must be at least fifteen (15) feet from the original hole with the lost radioactive material. (3-18-22)
- **03. Reporting.** A report must be sent to the Department and IDEQ within thirty (30) days of cementing the tool. The report must describe the tool that was lost, the depth it was lost at, the specific type and amount of radioactive material in the tool, and an estimate of the length of cement covering the tool. This report may be included in a plugging report if the well will be plugged. (3-18-22)

#### 312. CHOKES.

All flowing wells shall be equipped with adequate chokes or beans to properly control the flow thereof. (3-18-22)

### 313. USE OF EARTHEN RESERVOIRS.

Oil may not be produced, stored, or retained in earthen reservoirs or in open receptacles.

### 314. VACUUM PUMPS PROHIBITED.

The use of vacuum pumps or other devices for the purpose of placing a vacuum on any gas- or oil-bearing stratum is prohibited; however, the Department may upon application and hearing and for good cause shown permit the use of vacuum pumps.

(3-18-22)

#### 315. PULLING OUTSIDE STRINGS OF CASING.

Casing may not be recovered if its recovery will expose any abnormal pressure, lost circulation, oil, gas, or water zone. In pulling outside strings of casing from any oil or gas well, the space outside the casing left in the hole shall be kept and left full of mud-laden fluid of adequate specific gravity to seal off all fresh and saltwater strata and any strata bearing oil or gas which is not producing. Casing may not be pulled without first making application to the Department and receiving approval. The application must describe how freshwaters will be protected.

### 316. -- 319. (RESERVED)

### 320. MECHANICAL INTEGRITY TESTING.

#### 01. Mechanical Integrity Testing. (3-18-22)

- **a.** The MIT shall include one (1) of the following to determine whether leaks are present in the casing, tubing, or packer:
  - i. A pressure test with liquid or gas at a pressure of not less than three hundred (300) psi or the

**Deadline for Written Comments on this draft text #3:** May 31, 2024

minimum injection	n pressure, whichever is greater, and not more than the maximum injection pressure;	( )
	The monitoring and reporting to the Department, on a monthly basis for sixty (60) rage casing-tubing annulus pressure, following an initial pressure test; or	consecutive (3-18-22)
iii.	Any equivalent test or combinations of tests approved by the Department.	( )
	The MIT shall include one (1) of the following to determine whether there are fluid madjacent to the well bore:	ovements in
i.	Tracer surveys;	(3-18-22)
ii.	Cement bond log or other acceptable cement evaluation log;	(3-18-22)
iii.	Temperature surveys; or	(3-18-22)
iv.	Any other equivalent test or combination of tests approved by the Department.	( )
	Mechanical integrity tests shall be performed at the rate of not less than one (1) test export well status. The first five-year period shall commence on the date of the initial MIT.	very five (5)
becomes incapable shall be isolation or less above the	<b>Inactive Wells.</b> If, at any time, surface equipment excluding the wellhead is removed e of production, an MIT shall be performed within thirty (30) days. The MIT for an is of the wellbore with a bridge plug or similar approved isolating device set one hundre highest perforations and a pressure test with liquid or gas at a pressure of not less surface pressure or any equivalent test or combination of tests approved by the Department.	nactive well ed (100) feet s than three
	<b>Prior Notification</b> . At least twenty-four (24) hours prior to the performance of any Merson required to perform the test shall notify the Department, in writing, of the schedule be performed.	
05. an MIT, or that investigated by t investigation. Reprepair cannot be	<b>Mechanical Integrity Required</b> . All wells shall maintain mechanical integrity. All ware determined through any other means to lack mechanical integrity, shall impute owner or operator. The well shall be repaired or immediately shut down for pairs shall be completed within six (6) months, or the well shall be plugged and aband completed within six (6) months, the owner or operator may request an extension rovide a plan for the repair to the Department's satisfaction.	rells that fail nediately be bllowing the loned. If the
321 329.	(RESERVED)	
330. WELL I	DIRECTIONAL CONTROL.	
producing formati Deviation is perm	General Restrictions; Allowable Deviation. The maximum point at which a well perion may not unreasonably vary from the vertical drawn from the center of the hole at itted without special permission to remedy blowouts and, for short distances, to straight correct other mechanical difficulties.	the surface.
drilled may be into	Controlled Directional Drilling. Except for the purposes recited in Subsection 330 entionally directionally deviated from the vertical unless the owner or operator thereof abmits an application fee to amend the drilling permit and receive approval from the	first files an

Such application shall contain the following information:

**Deadline for Written Comments on this draft text #3:** May 31, 2024

- a. Name and address of the owner or operator. (3-18-22)
- **b.** Lease name, well number, name of field and reservoir, and county.
- **c.** Description of surface location and proposed location of the producing interval (footage from lease and section or block and survey lines). (3-18-22)
  - **d.** Reason for intentional deviation. (3-18-22)
- e. List of offset operators and statement that each has been furnished a copy of the application by registered mail. (3-18-22)
  - **f.** Signature of representative of owner or operator. (3-18-22)
- **g.** Notification to offset operators that any objection they may have to the proposed intentional deviation of the well must be filed with the Department within fifteen (15) days of receipt of a copy of the application. (3-18-22)
- h. The application shall be accompanied by a neat, accurate plat or sketch of the lease and all offset leases showing the names of all offset operators and the surface and proposed producing interval locations of the well. Plat shall be drawn to a scale which will permit facile observation of all pertinent data. (3-18-22)
- **03. Copy of Application to Offset Operators**. At the time the application is filed with the Department, a copy of the application and the plat shall be forwarded by registered mail to all offset operators to the lease on which the well is to be drilled. (3-18-22)
- **04. Department Action.** Upon receipt, the Department will hold the application for ten (10) days. If any offset operator objects to the proposed intentional deviation within ten (10) days of receipt of the application by said operator, or if the Department is not in agreement with the proposed deviation, the application shall be set for public hearing. If no objection from either an offset operator or the Department is raised within the ten (10) day period, the application shall be approved and permit issued by the Department. If written consent of the offset operator(s) is filed concurrently with the application to drill directionally, the Department may immediately approve the application without waiting ten (10) days.
- **05. Angular Deviation and Directional Survey**. Upon completion, a complete angular deviation and directional survey of the well obtained by an approved well surveying company shall be filed with the Department, together with other regularly required reports. (3-18-22)
- **O6. Application for Exceptions.** In the event the proposed, or final, location of the producing interval of the directionally deviated well is not in agreement with spacing or other rules of the Commission applicable to the reservoir, proper applications shall be made to obtain approval of exceptions to such rules. Such approval shall be granted or denied at the discretion of the Department, and shall be accorded with the same consideration and treatment as if the well had been drilled vertically to the producing interval. (3-18-22)

### 331. -- 339. (RESERVED)

#### 340. WELL COMPLETION/RECOMPLETION REPORT AND WELL REPORT.

Within thirty (30) days after the completion of a well drilled for oil or gas, or the recompletion of a well into a different source of supply, or where the producing interval is changed, a completion report shall be filed with the Department, on a form prescribed by the Department. Such report shall include name, number, and exact location of the well; lease name, date of completion and date of first production, if any; name and depth of hydrocarbon reservoir(s), if a multiple completion, from which well is producing; annulus pressure test; initial production test, including oil, gas, and water, if any; a well report as defined in Section 010; and such other relevant information as the Department may require. (3-18-22)

Deadline for Written Comments on this draft text #3: May 31, 2024

#### 341. DRILLING LOGS.

- **01. Minimum Required Logs**. All wells shall have a lithologic log from the bottom of the hole to the top, to the extent practicable. (3-18-22)
  - **02. Bottom Hole Survey.** All wells shall have a bottom hole location survey. (3-18-22)
- **03.** Cement Bond Log. All wells that are cased and cemented shall have a cement bond log run across the casing. (3-18-22)
- **04. Other Logs**. If other logs are run, including, but not limited to, resistivity, gamma-neutron log, sonic log, etc., then the owner or operator shall retain a copy regardless of results. (3-18-22)
- **05. Log Submittal.** The above logs shall be submitted to the Department in .pdf and final processed digital formats within thirty (30) days of the log being run. If logs were run in color, then the submitted copies shall also be in color. Digital formats must be Tiff and LAS 2.0 or higher. Logs submitted to the Department must have a scale of one (1) inch or two (2) inch for correlation logs and five (5) inches for detail logs.

### 342. -- 399. (RESERVED)

### SUBCHAPTER E - PRODUCTION

### 400. PRODUCTION REPORTS.

- **Q1.** Required Content. An owner or operator must report production on a form created by the Department. Production reports submitted to the Department must include gas quantities sold in thousand cubic feet (mcf), condensate sold in barrel quantities (bbl), oil sold in barrel quantities (bbl), and formational waters produced in barrel quantities (bbl). (3-18-22)
- **O2. Annual Production Report**. By January 31 of each year, an owner or operator must submit to the Department an aggregated report of all hydrocarbons and formational waters produced and sold or disposed of for each well during the previous calendar year. (3-18-22)

### 401. MEASUREMENT OF OIL.

The volume of production of oil shall be computed in terms of barrels of clean oil on the basis of meter measurements or tank measurements of oil-level difference made and recorded to the nearest quarter-inch (1/4") of one hundred percent (100%) capacity tables, subject to the following corrections: (3-18-22)

- **01.** Correction for Impurities. The percentage of impurities (water, sand, and other foreign substances, not constituting a natural component part of the oil) shall be determined to the satisfaction of the Department, and the observed gross volume of oil will be corrected to exclude the entire volume of such impurities.
- **02. Temperature Correction**. The observed volume of oil corrected for impurities will be further corrected to the standard volume at sixty (60) Degrees F in accordance with ASTM D-1250-08, Table 7, or any revisions thereof and any supplements thereto, or any close approximation thereof approved by the Department.
- **03. Gravity Determination**. The gravity of oil at sixty (60) degrees F will be determined in accordance with ASTM D-1250-08, Table 5, or any revisions thereof and any supplements thereto approved by the Department.

### **402.** MEASUREMENT OF GAS.

)

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

**Gas Measurement**. For computing volume of gas to be reported to the Department, the standard of pressure shall be fourteen point seventy-three (14.73) psi atmospheric, and the standard of temperature shall be sixty (60) Degrees F. All volumes of gas to be reported to the Department will be adjusted by computation to these standards, unless otherwise authorized by the Department.

### 403. GAS-OIL RATIO FOR WELL CLASSIFICATIONS.

In the absence of an order by the Commission setting a field-specific oil-gas ratio, a well that produces gas of five thousand (5,000) cubic feet or greater to one (1) bbl of oil at standard temperature and pressure will be classified as a gas well. (3-18-22)

### 404. GAS-OIL RATIO LIMITATION.

- 01. Waste Prevention; Conditions for Emergency Order. To further prevent waste resulting from the production of wells with inefficient gas-oil ratios, the Department may enter an emergency order temporarily prohibiting the production of oil or gas from all wells in a pool producing both oil and gas when the Department believes that waste may be occurring or is imminent in said pool by reason of the operation of wells with inefficient gas-oil ratios. The order shall specify a date for the hearing described in Subsection 404.02 of these rules. The Department may use information provided by an offset operator or an owner or operator in a common source of supply to determine if waste is occurring. (3-18-22)
- **02. Notice and Cause for Hearing**. The Department will notify all offset operators and owners or operators in the common source of supply of the hearing date. A hearing regarding waste due to inefficient gas-oil ratios may be held for any of the following reasons:
- i. If the Department issues an order described in Subsection 404.01 of these rules. The hearing will be scheduled between five (5) and fifteen (15) days after the effective date of the order. ( )
- ii. Upon application to the Department from any person with an ownership interest in the common source of supply who believes that waste is occurring due to inefficient oil and gas ratios. The application must include credible evidence of such waste. The hearing shall be held within thirty (30) days of the Department receiving the application. (3-18-22)
- iii. Prior to an emergency situation and upon its own motion with reasonable cause, the Department may schedule a hearing regarding potential waste due to inefficient gas-oil ratios. (3-18-22)
- **O3. Determination of Inefficient Ratios; Power to Limit Production.** If the Department after conducting a hearing for any of the reasons specified in Section 404.02 of these rules, finds that a well(s) in the pool are operating with inefficient gas-oil ratios, and that waste is occurring or is imminent as a result thereof, it shall enter an order limiting the production of oil and gas from said pool to that amount which the pool can produce without waste and in accordance with sound engineering practice. The order shall also limit the amount of oil or gas, or both, that may be produced from any well in the pool, so that each owner or operator is given an opportunity to produce his just and equitable share in the pool in accordance with sound engineering practice.

### 405. GAS-OIL RATIO SURVEYS AND REPORTS.

Within thirty (30) days following the completion or recompletion of each well producing oil and gas, and thereafter as the Department may require, the owner or operator of such well shall make a gas-oil ratio test of such well and report the results to the Department within twenty (20) days. Certain wells may be excepted from this rule by the Department upon written request. Entire fields may be excepted from this rule after notice and hearing.

406. -- 409. (RESERVED)

410. METERS.

Unofficial copy for Negotiated Rulemaking Only – clean version of Draft Text #3 Oil and Gas Commission Meeting Date: May 21, 2024 Deadline for Written Comments on this draft text #3: May 31, 2024 01. General Requirements. Meter fittings of adequate size to measure the gas efficiently for the purpose of obtaining gas-oil ratios shall be installed on the gas vent line of every separator or proper connections made for orifice well tester. Wellhead equipment shall be installed and maintained in excellent condition. Valves shall be installed so that pressures can be readily obtained on both casing and tubing. Visibility. All required meters shall be accessible and viewable by the Department for the purpose of monitoring daily, monthly, and cumulative production volumes from individual wells. SEPARATORS. All flowing oil wells must be produced through an adequate oil and gas separator or emulsion treater, provided, however, the Administrator may approve producing wells without a separator or emulsion treater. PRODUCING FROM DIFFERENT POOLS THROUGH THE SAME CASING STRING. No well may produce either oil or gas from different pools through the same string of casing without first receiving written permission from the Department. 413. GAS UTILIZATION. After a well is completed and while it is being tested, the owner or operator may flare gas for no more than fourteen (14) days without paying royalties and severance taxes on the flared gas. Under no conditions may gas be flared for more than sixty (60) days after a well is completed or recompleted. Prior to flaring gas, owners or operators must notify the county in which the well is located and all owners of occupied structures within a one-quarter (1/4) mile radius of the well. After the owner or operator has tested a well, no gas from such well shall be permitted to escape into the air, and all gas produced therefrom shall be utilized without waste. 414. -- 419. (RESERVED) 420. TANK BATTERIES. Requirements. All tank batteries consisting of tanks containing produced fluids or crude oil 01. storage tanks or containing tanks equipped to receive produced fluids must be surrounded by tank dikes that meet the following requirements: Tank dikes must have a capacity of at least one and one-half (1½) times the volume of the largest tank which the dike surrounds. The material used to construct a tank dike and the material used to line the bottom and sides of the b. containment reservoir must have a maximum coefficient of permeability of 10-9 cm/sec so as to contain fluids and resist erosion. An operator must submit proof of compliance for tank dike liner construction to the Department in the form of a manufacturer's statement of design or a nuclear density test performed by a third party trained to perform the test. All piping and man-made improvements that perforate the tank dike wall or tank battery floor must be sealed to a minimum radius of twelve (12) inches from the outside edge of the piping or improvement.( Valves and quick-connect couplers on tank batteries must be at least eighteen (18) inches from the d. inside wall of the tank dike. (3-18-22)Vegetation on the top and outside surface of tank dike must be properly maintained to prevent fire

hazards.

reservoir.

(3-18-22)

A ladder or other permanent device must be installed over the tank dike to access the containment

Deadline for Written Comments on this draft text #3: May 31, 2024

g. The containment reservoir must be kept free of vegetation, stormwater, produced fluids, other oil and gas field related debris, general trash, or any flammable material. Drain lines installed through the tank dike for the purpose of draining storm water from the containment reservoir must have a valve installed and remain closed and capped when not in use. Any fluids collected, spilled or discharged within the containment reservoirs must be removed as soon as practical, characterized, treated if necessary, and disposed in conformance with IDAPA 58.01.16, "Wastewater Rules," and other applicable rules.

### **421. -- 429.** (RESERVED)

#### 430. GAS PROCESSING FACILITIES.

- **Operations**. Operators of gas processing facilities must notify the Department which wells, by API number, are served by a gas processing facility. All gas processing facilities not constructed on a well site must comply with Sections 301 and 302 of these rules.
- **Meters and Facility Plans**. Gas processing facilities must account for all liquids and gas entering and leaving the facility with accurate meters. A supervisory control and data acquisition systems or other data recording system must be used to monitor the liquids and gas in the facility. Operators of gas processing facilities must submit an as-built facility design plan to the Department upon completion of the facility. A facility design plan must contain:
  - **a.** Site layout; (3-18-22)
  - **b.** Piping and instrumentation diagram; (3-18-22)
  - c. Process Flow schematics; (3-18-22)
  - **d.** Electronic controls and sensing schematic; (3-18-22)
- **e.** Equipment operations and maintenance manuals for, pumps, meters, heat exchangers, and any other operationally critical equipment that requires periodic maintenance and calibration;
  - **f.** Periodic maintenance schedule for critical equipment; (3-18-22)
  - g. Troubleshooting metric; and (3-18-22)
- ${f h.}$  Other information or documentation necessary for the safe and continued operation of a gas processing facility. (3-18-22)
- **03. Flaring**. Flaring at gas processing facilities must be in conformance with IDAPA 58.01.01, Rules for the Control of Air Pollution in Idaho, and any permit issued by IDEQ.
- **04. Inspections**. Gas processing facilities must have site-specific facility design plans and a log book of gas metered in and out of the facility available for review by Department staff. During inspections, gas processing facility staff must demonstrate knowledge of all operations and the location of all emergency shut off equipment, direction of flow lines, and heat exchangers..

## 431. -- 499. (RESERVED)

#### SUBCHAPTER F - WELL ACTIVITY AND RECLAMATION

#### 500. ACTIVE WELLS.

**01.** Gas Storage Wells. Gas storage wells are to be considered active at all times unless physically

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

plugged. (3-18-22)

- **O2. Extension of Active Status.** An owner or operator may request an extension of active well status for wells that are idled for more than twenty-four (24) continuous months. The owner or operator shall provide a written request to the Department stating the reason for the extension, the length of extension, the method used to close the well to the atmosphere, and the plans for future operation. The Department shall review the request for approval, modification, or denial, and may set the duration of the extension if approved. An extension may not exceed five (5) years and may be renewed upon request up to a maximum of ten (10) total years.
- **03. Annual Reports for Active Wells**. The owner or operator shall submit an annual report to the Department describing the current status of the well and the plans for future well operation by January 31 of each year.

#### 501. INACTIVE WELLS.

- **O1. Determination of Inactive Status**. The Department will declare a well inactive after twenty-four (24) continuous months of inactivity if the owner or operator has not received approval for an extension of active status under Section 500.02 of these rules, or if an owner or operator fails to submit an annual report for an active well under Section 500.03 of these rules. The Department will immediately notify an owner or operator of this determination by certified mail, and the owner or operator may appeal this determination to the Commission. ( )
- **Owner's or Operator's Responsibility for Inactive Wells**. The owner or operator must plug and abandon an inactive well under Section 502 of these rules within six (6) months of being notified by the Department unless the owner or operator supplies the following information:

( )

**a.** A written request to extend inactive status;

- (3-18-22)
- **b.** An individual bond, as provided for in Subsection 220.03 of these rules, if the well was covered by a blanket bond; and (3-18-22)
- c. A description of how the well is closed to the atmosphere with a swedge and valve, packer, or other approved method, and how the well is to be maintained. (3-18-22)
- **03. Inactive Review and Decision**. The Department will review the request for approval, modification, or denial, and set the duration of the extension if approved. Extensions may not exceed three (3) years and may be renewed upon request up to a maximum of six (6) total years.
- **04. Testing of Inactive Wells**. In addition to the requirements of Section 320 of these rules, inactive wells must have an MIT performed within two (2) years after the date of last use in order to retain inactive status.(
- **O5.** Converting Inactive Wells to Active Wells. The owner or operator must apply to the Department to change the status of a well from inactive to active. The Department will review the request for approval, modification, or denial. An MIT may be required by the Department if the well has been worked over or if a test has not been conducted for five (5) years or longer. If approved, the well may again be covered by a blanket bond.( )

#### 502. WELL PLUGGING.

- **01. Plugging Required**. The owner or operator may not allow any well drilled for oil, gas, saltwater disposal, or any other purpose in connection with the production of oil and gas, to remain unplugged after such well is no longer used for the purpose for which it was drilled or converted.
- **02. Notice of Intention to Abandon Well**. Before beginning abandonment work on an oil or gas well, a Notice of Intention to Abandon must be filed with the Department and approval obtained as to the method of

Deadline for Written Comments on this draft text #3: May 31, 2024

abandonment. The notice must show the reason for abandonment and must give a detailed statement of the proposed work, including such information as kind, location, and length of plugs (by depths), and plans for mudding, cementing, shooting, testing, and removing casing as well as any other pertinent information requested by the Department.

(

- **93. Plugging Dry Holes.** If a nonproductive well, or dry hole, is drilled and not needed for any specific purpose, it must be plugged and abandoned prior to removal of the drill rig. A verbal notification and approval may be used for dry holes in lieu of the written notification referenced in Subsection 502.02 of these rules. The standards in Subsections 502.04 through 502.06 of these rules will still apply. (3-18-22)
- **O4. Plugging of Wells.** The owner or operator of any well drilled for oil or gas, or any seismic, core, or other exploratory holes, whether cased or uncased, and regardless of diameter must plug said hole in a manner sufficient to properly protect all freshwater-bearing and possible or probable oil- or gas-bearing formations. The material used in plugging, whether cement, mechanical plug, or some other equivalent method approved in writing by the Administrator, must be placed in the well in a manner to permanently prevent migration of oil, gas, water, or other substances from the formation or horizon in which it originally occurred. The preferred plugging cement slurry is that recommended in API Bulletin E3. Pozzolan, gel, and other approved extenders may be used if the owner or operator can document to the Department's satisfaction that the slurry design will achieve a minimum compressive strength of three hundred (300) psi after twenty-four (24) hours, and eight hundred (800) psi after seventy-two (72) hours measured at ninety-five (95) degrees F and at eight hundred (800) psi. No substances of any nature or description other than those normally used in plugging operations may be placed in any well at any time during plugging operations.
  - **05. Plugged Intervals.** The following plugging standards shall be followed for all wells: (3-18-22)
- a. Cement must be placed for a length of at least one hundred (100) feet on either side of each casing shoe, or casing bottom if no shoe is present. If the bottom of the hole is less than one hundred (100) feet from the bottom of the lowest casing, then the entire length of the uncased hole below the casing must be cemented.
- **b.** In the uncased portions of a well, cement plugs must be placed to extend from one hundred (100) feet below the bottom up to one hundred (100) feet above the top of any oil, gas, and abnormally high pressure zones, so as to isolate fluids in the strata and prevent their escape into other strata.

( )

- **c.** A cement plug shall be placed a minimum of one hundred (100) feet above all producing zones in uncased portions of a well. (3-18-22)
- **d.** A cement plug shall be placed a minimum of fifty (50) feet above and below the following intervals: (3-18-22)
- i. Where the casing is perforated or ruptured. If no cement is present behind the casing, then cement must also be squeezed out the perforations or ruptures and into the annular space between the casing and the borehole. (3-18-22)
- ii. Top and bottom of freshwater zones. If freshwater zone is less than one hundred (100) feet thick, then continuous cement must be placed from fifty (50) feet below the zone upward to fifty (50) feet above the zone.
  - e. The top of all cement plugs will be tagged to verify their depth. (3-18-22)
  - **f.** The owner or operator may choose to place cement in the hole by:

)

**Deadline for Written Comments on this draft text #3:** May 31, 2024

i.	Dump bailer;	(3-18-22)
ii.	Pumping a balanced cement plug through tubing or drill pipe;	(3-18-22)
iii.	Pump and plug; or	(3-18-22)
iv.	Equivalent method approved by the Administrator prior to plugging.	( )
g. muds, high visce	Unless prior approval is given by the Department, all wellbores shall have water- osity pills, or other approved fluids between all plugs.	based drilling
sealed with eith approved metho not less than fo	All abandoned wells shall have a plug or seal placed at the surface of the ground or hole so as not to interfere with soil cultivation or other surface use. The top of the er a cement plug and a screw cap, or cement plug and a steel plate welded in placed, or in the alternative be marked with a permanent monument which shall consist of a ur (4) inches in diameter and not less than ten (10) feet in length, of which four (4) al ground level, the remainder to be embedded in cement or to be welded to the surface	pipe must be e or by other piece of pipe feet shall be
the manner in v and quantities of and the records	<b>Report of Abandonment</b> . If a well is plugged or abandoned, a record of work done ment within thirty (30) days after the work is completed. The report shall give a detail which the abandonment of plugging work was carried out, including the weight of me f materials used in plugging, the location and extent (by depths) of the plugs of differ of any tests or measurements made and of the amount, size, and location (by depths) of ttempt was made to part any casing, a complete report of the method used and the restd.( )	ed account of ud, the nature ent materials, casing left in
07		<b>.</b>
07. Geothermal (85	Wells Used for Fresh Water (Cold Water < 85 degrees Fahrenheit), Low 5 - 212 Degrees Fahrenheit), or Geothermal Wells (>212 Degrees Fahrenheit).	Temperature ( )
Geothermal (85		their original
a. purpose may no  i. conversion and	5 - 212 Degrees Fahrenheit), or Geothermal Wells (>212 Degrees Fahrenheit).  Oil and gas wells, seismic, core, or other exploratory holes no longer being used for	their original: ( ) escribing the
a. purpose may no  i. conversion and applicable well  ii.	5 - 212 Degrees Fahrenheit), or Geothermal Wells (>212 Degrees Fahrenheit).  Oil and gas wells, seismic, core, or other exploratory holes no longer being used for the converted into freshwater, low temperature geothermal, or geothermal wells unless.  The owner, operator, or surface owner files an application with the IDWR described the proposed use for the water or geothermal resource and any modifications necessariant.	their original: ( ) escribing the ry to meet the ( ) onverted well
a. purpose may no  i. conversion and applicable well  ii. including, shou applicable law;  iii.	6 - 212 Degrees Fahrenheit), or Geothermal Wells (>212 Degrees Fahrenheit).  Oil and gas wells, seismic, core, or other exploratory holes no longer being used for the converted into freshwater, low temperature geothermal, or geothermal wells unless.  The owner, operator, or surface owner files an application with the IDWR described the proposed use for the water or geothermal resource and any modifications necessary construction standards;  The surface owner provides written documentation assuming responsibility for the contents.	their original: ( ) escribing the ry to meet the ( ) onverted well ordance with (3-18-22)
a. purpose may no  i. conversion and applicable well  ii. including, shou applicable law;  iii. exemption authority.	Oil and gas wells, seismic, core, or other exploratory holes no longer being used for the converted into freshwater, low temperature geothermal, or geothermal wells unless.  The owner, operator, or surface owner files an application with the IDWR described the proposed use for the water or geothermal resource and any modifications necessary construction standards;  The surface owner provides written documentation assuming responsibility for the cold it become necessary, decommissioning (plugging) of the converted well in account of the converted well account of the converted well in acco	their original:  ( ) escribing the ry to meet the ( ) onverted well ordance with (3-18-22) es a domestic (3-18-22)
a. purpose may no i. conversion and applicable well ii. including, shou applicable law; iii. exemption authority. standards for its b.	Oil and gas wells, seismic, core, or other exploratory holes no longer being used for to be converted into freshwater, low temperature geothermal, or geothermal wells unless.  The owner, operator, or surface owner files an application with the IDWR described the proposed use for the water or geothermal resource and any modifications necessare construction standards;  The surface owner provides written documentation assuming responsibility for the cold it become necessary, decommissioning (plugging) of the converted well in according to the withdrawal of water from the converted well; and  A licensed driller in Idaho inspects and certifies that the converted well meets all well	their original:  ( ) escribing the ry to meet the ( ) onverted well ordance with (3-18-22) es a domestic (3-18-22) 1 construction (3-18-22)
a. purpose may no i. conversion and applicable well ii. including, shou applicable law; iii. exemption authority. standards for its b.	Oil and gas wells, seismic, core, or other exploratory holes no longer being used for the converted into freshwater, low temperature geothermal, or geothermal wells unless.  The owner, operator, or surface owner files an application with the IDWR described the proposed use for the water or geothermal resource and any modifications necessare construction standards;  The surface owner provides written documentation assuming responsibility for the cold it become necessary, decommissioning (plugging) of the converted well in accordance or provides which is sues a permit for a geothermal resource well, a water right, or recognized or prizing the withdrawal of water from the converted well; and  A licensed driller in Idaho inspects and certifies that the converted well meets all well intended purpose.  The Department's bond may not be released, and the oil and gas permit cance	their original:  ( ) escribing the ry to meet the ( ) onverted well ordance with (3-18-22) es a domestic (3-18-22) I construction (3-18-22) lled, until all

Deadline for Written Comments on this draft text #3: May 31, 2024

<b>01. Timing of Reclamation</b> . After the plugging and abandonment of a well or closure of	of other oil and
gas facilities, all reclamation work described in this Section shall be completed within twelve (12	) months. The
Administrator may grant an extension where unusual circumstances are encountered, but every rea	sonable effort
shall be made to complete reclamation before the next local growing season.	( )

- **02. General Clean Up**. All debris, abandoned gathering line risers and flowline risers, surface equipment, supplies, rubbish, and other waste materials shall be removed within three (3) months of plugging a well. The burning or burial of such material on the premises shall be performed in accordance with applicable local, state, or federal solid waste disposal and air quality regulations. Material may be burned or buried on the premises only with the prior written consent of the surface owner.
- **03. Road Removal.** All access roads to plugged and abandoned wells and associated production facilities shall be ripped, regraded, and recontoured unless otherwise specified in a surface use agreement. Culverts and any other obstructions that were part of the access road(s) shall be removed. Roads not reclaimed will be graded to drain and prepared with rolling dips or other best management practices to minimize erosion.
- **04. Regrading**. Drill pads, pits, berms, cut and fill slopes, and other disturbed areas will be regraded to approximate the original contour. Where possible, slopes should be reduced to three (3) horizontal feet to one (1) vertical foot (3H:1V) or flatter. (3-18-22)
- **05. Compacted Areas**. All areas compacted by drilling and subsequent oil and gas operations that are no longer needed following completion of such operations must be cross-ripped. Ripping will be undertaken to a depth of eighteen (18) inches or bedrock, whichever is reached first.
- **106. Topsoiling.** Stockpiled topsoil shall be replaced in a manner that supports reestablishment of the pre-disturbance land use and contoured to control erosion and provide long-term stability. If necessary, topsoiled areas will be tilled adequately in order to establish a proper seedbed.

### **07.** Revegetation. (3-18-22)

- a. The owner or operator will select and establish plant species that can be expected to result in vegetation comparable to that growing on the affected lands prior to the oil and gas operations. Certified weed free seed should be used in revegetation. The owner or operator may use available technical data and results of field tests for selecting seeding practices and soil amendments that will result in viable revegetation.
- **b.** The disturbed areas shall be reseeded in the first favorable season following rig demobilization, site regrading, and topsoil replacement. (3-18-22)
- **c.** Unless otherwise specified in the approved permit, the success of revegetation efforts will be measured against the existing vegetation on\_site prior to the oil and gas operations, or against an adjacent reference area supporting similar types of vegetation. Reseeding or replanting is required until the following cover standards are met:
- i. The ground cover of living plants on the revegetated area should be comparable to the ground cover of living plants on an adjacent reference area for two (2) full growing seasons after cessation of soil amendment or irrigation, if used; (3-18-22)
- ii. Ground cover will be considered comparable if the planted area has at least seventy percent (70%) of the pre-disturbance, or adjacent reference area, ground cover;
- iii. For locations with an average annual precipitation of more than twenty-six (26) inches, the Department, in approving a drilling permit or a pit, may set a minimum standard for success of revegetation as follows: Vegetative cover of seventy percent (70%) for two (2) full growing seasons in areas planted to herbaceous species only; or fifty percent (50%) vegetative cover for two (2) full growing seasons and six hundred (600) woody

Oil and Gas Commission Meeting Date: May 21, 2024

Deadline for Written Comments on this draft text #3: May 31, 2024

plants per acre in areas planted to a mixture of herbaceous and woody species; (3-18-22)

- iv. As used in this section, "herbaceous species" means grasses, legumes, and other forbs; "woody plants" means woody shrubs, trees, and vines; and "ground cover" means the area of the ground surface covered by the combined aerial parts of vegetation and the litter that is produced naturally on-site, expressed as a percentage of the total area measured. Rock surface areas will be excluded from this calculation; and (3-18-22)
  - v. In all cases, vegetative cover shall be established to the extent necessary to control erosion. (3-18-22)
- **d.** Introduced species may be planted if they are known to be comparable to previous vegetation, or if known to be of equal or superior use for the approved post-reclamation land use, or, if necessary, to achieve a quick, temporary cover for soil stabilization purposes. Species classified as poisonous or noxious weed species may not be used in revegetation.
- e. By mutual agreement of the Department, the surface owner, and the owner or operator, a site may be converted to a different, more desirable or more economically suitable habitat. (3-18-22)
- f. Planting of grasses and forbs should be done in a manner which promotes rapid stabilization of the soil surface. Wherever terrain permits, grasses and forbs should be drilled or compacted into the ground using agricultural grass planting equipment or other seeders specifically designed for revegetation applications. Broadcast and hydroseeding may be used on areas where other methods are impractical or unavailable. (3-18-22)
- g. The owner or operator should plant shrubs or shrub seed, as required, where shrub communities existed prior to oil and gas operations. Shrub seed may be planted as a portion of a grass seed mix or planted as bare-root transplants after grass seeding. Where the surface owner desires a specific land use such as grazing or cropland, shrubs will not be required in the revegetation species mix. Shrub lands undergoing revegetation with shrubs shall be protected from erosion by vegetation, chemical binders, or other acceptable means during establishment of the shrubs.

  (3-18-22)
  - h. Tree stocking of forestlands should meet the following criteria: (3-18-22)
- i. Trees that are adapted to the site should be planted in a density which can be expected over time to yield a timber stand comparable to pre-disturbance timber stands; (3-18-22)
- ii. Trees must be established for two (2) full growing seasons after cessation of any soil amendments and irrigation before they are considered established; and
- iii. Forestlands undergoing revegetation with trees should be protected from erosion by vegetation, chemical binders, or other acceptable means during seedling establishment. (3-18-22)
- i. Revegetation is not required on areas that the surface owner wishes to incorporate into an irrigated field and any roads which will be used for other oil and gas operations. (3-18-22)
- j. Mulch should be used on severe sites and may be required by the permit where slopes are steeper than three (3) horizontal feet to one (1) vertical foot (3H:1V) or the mean annual rainfall is less than twelve (12) inches. Straw, or hay mulch should be obtained from certified weed free sources. "Mulch" means vegetation residues or other suitable materials to aid in the stabilization of soil and soil moisture conservation which will provide a micro-climate more suitable for germination and growth on severe sites. Annual grains such as rye, oats, and wheat may be used as a substitute for mulch where they will provide adequate protection and will be replaced by permanent species within a reasonable length of time.
- **08.** Reclamation Under a Surface Use Agreement. Notwithstanding the requirements of Subsections 510.03 through 510.07 of this rule, reclamation may be superseded by the conditions of a surface use

Oil and Gas Commission Meeting Date: May 21, 2024

**Deadline for Written Comments on this draft text #3:** May 31, 2024

agreement as long as the site is left in a stable, non-eroding condition that will not impact Freshwaters.

511. -- 999. (RESERVED)

