## HOUSE BILL NO. 436

## INTRODUCED BY HARP, GAGE, THOMAS, C. SMITH, JONES, STOBLE, KEATING

## IN THE HOUSE

IN	THE HOUSE
January 21, 1983	Introduced and referred to Committee on Natural Resources.
January 28, 1983	Committee recommend bill do pass as amended. Report adopted.
January 29, 1983	Bill printed and placed on members' desks.
February 1, 1983	Second reading, do pass.
February 2, 1983	Considered correctly engrossed.
February 3, 1983	Third reading, passed. Transmitted to Senate.
IN THE SENATE	
February 4, 1983	Introduced and referred to Committee on Natural Resources.
March 10, 1983	Committee recommend bill be concurred in. Report adopted.
March 14, 1983	Second reading, concurred in.
March 16, 1983	Third reading, concurred in. Ayes, 48; Noes, 0.
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	The Assessment of the STandard

March 16, 1983 Returned to House.

March 17, 1983 Sent to enrolling.

Reported correctly enrolled.

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House BILL NO. 436
INTRODUCED BY HAPP Out Thomas Smith Journ Kesting 1

A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION 82-11-125, MCA, TO REMOVE THE CONFIDENTIALITY OF REPORTS OF STRATIGRAPHIC TEST WELLS FILED WITH THE BOARD OF OIL AND GAS CONSERVATION: AND PROVIDING AN IMMEDIATE EFFECTIVE DATE.\*\*

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 82-11-125, MCA, is amended to read: #82-11-125. Availability of cores or chips, cuttings, and bottom-hole temperatures to board. (1) An owner drilling a well for gas or oil shall make available to the board at its field offices representative cores or chips, when available, the cuttings from the well, and the bottom-hole temperatures of the wells, in order to facilitate the discovery of geothermal potential. However, cores, chips, or cuttings need not be so made available for a period of 6 months following completion or abandonment of the wells. The board may, however, relieve the owner of a well of the obligation to furnish cores, chips, or cuttings when, in the opinion of the board, the furnishing thereof would be unduly burdensome for the owner; however, the owner desiring relief must apply to and receive permission from the board to not so furnish.

(2) The owner of a stratigraphic test well drilled for the purpose of obtaining lithologic information useful in potential oil and was operations, as such well is defined by the board's rules, shall within 6-wonths 3 years from the date of the cessation of the drilling of the well make available to the board complete sets of sample cuttings and representative cores or chips and well logs of the wells. which logs shall include among other information the size of casing used, the type and depth of water if any located, and bottom-hole temperatures for geothermal purposes. The euttingsy-coresy-chipsy-and-logs-shall-be-impounded-and-kept secure-and-confidential-by-the-board-until--such--time--that the--board-desires--to-use-the-same:-howevery-the-board-may not--use--the--logsy--chipsy--coresy---and---cuttings---from stratigraphic-test-wells-until-a-period of-3-years-from-the date-of-their-impounding-by-the-board-has--elapsedy--unless the--owner-of-the-stratigraphic-test-well-consents-to-their use-by-the-board-prior--to--the--expiration--of--the--3-year period---The-boardy-during-the-period-of-impoundment-for-any coresy-cuttingsy-chipsy-or-logs-from-ony-stratigraphic--test welly--may--not--qive-any-person-access-to-the-coresy-chipsy euttings--or-logs--ond-it-may-not-disclose---any--information relating--thereto--or--derived--therefrom. The board shall require and the owner of a stratigraphic test well shall 25 furnish, prior to the commencement of drilling of the well,

a good and sufficient surety bond, to be approved prior to the commencement of the drilling, conditioned upon the proper plugging of the well prior to abandonment, the amount of the bond to be determined by the estimated depth as in the board's rules provided for oil and gas wells—end; prior to abandonment, the wells shall be plugged by the owner thereof or by the surety should the owner be in default, the plugging to conform to the standards set down and determined by the board.

 t3)--Notwithstanding----subsection---(2)y---bottom-hole
temperatures-furnished-to-the-board--by--stratigraphic--test
well--owners--shall--be--public-information-immediately-upon
filing-with-the-boards\*

NEW SECTION. Section 2. Effective date. This act is effective on passage and approval.

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8 OIL AND GAS CONSERVATION; AND PROVIDING AN IMMEDIATE
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a well for gas or oil shall make available to the board at
its field offices representative cores or chips, when
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temperatures of the wells, in order to facilitate the
discovery of geothermal potential. However, cores, chips, or
cuttings need not be so made available for a period of 6
months following completion or abandonment of the wells. The
board may, however, relieve the owner of a well of the
obligation to furnish cores, chips, or cuttings when, in the
opinion of the board, the furnishing thereof would be unduly
burdensome for the owner; however, the owner desiring relief

1 must apply to and receive permission from the board to not
2 so furnish.

(2) The owner of a stratigraphic test well drilled for the purpose of obtaining lithologic information useful in potential oil and gas operations, as such well is defined by the board's rules, shall within 6-months 3 years from the date of the cessation of the drilling of the well make available to the board complete sets of sample cuttings and representative cores or chips and well logs of the wells, which logs shall include among other information the size of casing used, the type and depth of water if any located, and bottom-hole temperatures for geothermal purposes. The euttings--coresy-chipsy-and-logs-shall-be-impounded-and-kept secure-and-confidential-by-the-board-until--such--time--that the--board--desires--to-use-the-some:-howevery-the-board-may not-use-the-fogsy-chipsy-coresy--and--cuttings--from strotioraphic--test-wells-until-s-period-of-3-years-from-the date-of-their-impounding-by-the-board--has--elapsedy--unless the--owner--of-the-stratigraphic-test-well-consents-to-their use-by-the-board-prior--to--the--expiration--of--the--3-year period:--The-boardy-during-the-period-of-impoundment-for-any coresy-cuttingsy-chipsy-or-logs-from-eny-stratigraphic--test well---may--not--give-any-person-access-to-the-coresy-chipsy euttingsy-or-logsy-and-it-may-not-disclose--any--information relating--thereto--gr--derived--therefrom The board shall

require and the owner of a stratigraphic test well shall 1 2 furnish, prior to the commencement of drilling of the well, 3 a good and sufficient surety bond, to be approved prior to the commencement of the drilling, conditioned upon the 4 5 proper plugging of the well prior to abandonment, the amount 6 of the bond to be determined by the estimated depth as in 7 the board's rules provided for oil and gas wells -and i prior to abandonment, the wells shall be plugged by the owner thereof or by the surety should the owner be in default, the plugging to conform to the standards set down and determined by the board.

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the purpose of obtaining lithologic information useful in potential oil and gas operations, as such well is defined by the board's rules, shall within 6-months 3 years from the date of the cessation of the drilling of the well make available to the board complete sets of sample cuttings and representative cores or chips and well logs of the wells, which logs shall include among other information the size of casing used, the type and depth of water if any located, and 11 12 bottom-hole temperatures for geothermal purposes. The cuttingsy-coresy-chipsy-and-lags-shall-be-impounded-and-kapt secure-and-confidential-by-the-board-until--such--time--that the--board--desires--to-use-the-some;-howevery-the-board-may not--use--the--logsy--chipsy--coresy---and---cuttings---from stratigraphic--test-wells-until-a-period-of-3-years-from-the date-of-their-impounding-by-the-board--has--elapsedy--unless the--owner--of-the-stratigraphic-test-well-consents-to-their use-by-the-board-prior--to--the--expiration--of--the--3-year period---The-boardy-during-the-period-of-impoundment-for-ony coresy-cuttingsy-chipsy-or-logs-from-any-stratigraphic--test well---may--not--give-any-person-access-to-the-cores--chipsy euttingsy-er-logsy-end-it-may-not-disclose--any--information relating-thereto-or-derived-therefrom The board shall

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(3)--Notwithstanding----subsection---(2)y---bottom-hole temperatures-furnished-to-the-board--by--stratigraphic--test well--owners--shall--be--public-information-immediately-upon filing-with-the-board-\*

<u>NEW\_SECTION.</u> Section Z. Effective date. This act is effective on passage and approval.