As Introduced

127th General Assembly **Regular Session** 2007-2008

H. B. No. 584

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Representative Schindel

A BILL

То	amend section 1509.06 and to enact sections	1
	1509.062, 1509.063, and 1509.073 of the Revised	2
	Code to allow the applicable board of township	3
	trustees or legislative authority of a municipal	4
	corporation where an existing or proposed oil or	5
	gas well is or is to be located to submit written	6
	comments specifically describing safety issues	7
	regarding the well to the Chief of the Division of	8
	Mineral Resources Management in the Department of	9
	Natural Resources, to require the Chief to review	10
	any such comments before determining whether to	11
	issue a permit for the well, to establish certain	12
	notification and noise requirements for the	13
	drilling of an oil or gas well, and to establish	14
	other permit requirements	15

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 1509.06 be amended and sections	16
1509.062, 1509.063, and 1509.073 of the Revised Code be enacted to	17
read as follows:	18
Sec. 1509.06. (A) An application for a permit to drill a new	19

well, drill an existing well deeper, reopen a well, convert a well

to any use other than its original purpose, or plug back a well to	21
a different source of supply shall be filed with the chief of the	22
division of mineral resources management upon such form as the	23
chief prescribes and shall contain each of the following that is	24
applicable:	25
(1) The name and address of the owner and, if a corporation,	26
the name and address of the statutory agent;	27
(2) The signature of the owner or the owner's authorized	28
agent. When an authorized agent signs an application, it shall be	29
accompanied by a certified copy of the appointment as such agent.	30
(3) The names and addresses of all persons holding the	31
royalty interest in the tract upon which the well is located or is	32
to be drilled or within a proposed drilling unit;	33
(4) The location of the tract or drilling unit on which the	34
well is located or is to be drilled identified by section or lot	35
number, city, village, township, and county;	36
(5) Designation of the well by name and number;	37
(6) The geological formation to be tested or used and the	38
proposed total depth of the well;	39
(7) The type of drilling equipment to be used;	40
(8) If the well is for the injection of a liquid, identity of	41
the geological formation to be used as the injection zone and the	42
composition of the liquid to be injected;	43
(9) For an application for a permit to drill a new well, a	44
sworn statement that the applicant has provided notice of the	45
application to the owner of each occupied dwelling unit that is	46
located within five hundred feet of the surface location of the	47
well if the surface location will be less than five hundred feet	48
from the boundary of the drilling unit and more than fifteen	49
occupied dwelling units are located less than five hundred feet	50

from the surface location of the well, excluding any dwelling that	51
is located on real property all or any portion of which is	52
included in the drilling unit. The notice shall contain a	53
statement that an application has been filed with the division of	54
mineral resources management, identify the name of the applicant	55
and the proposed well location, include the name and address of	56
the division, and contain a statement that comments regarding the	57
application may be sent to the division. The notice may be	58
provided by hand delivery or regular mail. The identity of the	59
owners of occupied dwelling units shall be determined using the	60
tax records of the municipal corporation or county in which the	61
dwelling unit is located as of the date of the notice.	62

- (10) A plan for restoration of the land surface disturbed by
 drilling operations. The plan shall provide for compliance with
 the restoration requirements of division (A) of section 1509.072
 of the Revised Code and any rules adopted by the chief pertaining
 to that restoration.
- (11) A description by name or number of the county, township,

 and municipal corporation roads, streets, and highways that the

 applicant anticipates will be used for access to and egress from

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 the well site;
- (12) Such other relevant information as the chief prescribes 72 by rule. 73

Each application shall be accompanied by a map, on a scale 74 not smaller than four hundred feet to the inch, prepared by an 75 Ohio registered surveyor, showing the location of the well and 76 containing such other data as may be prescribed by the chief. If 77 the well is or is to be located within the excavations and 78 workings of a mine, the map also shall include the location of the 79 mine, the name of the mine, and the name of the person operating 80 the mine. 81

(B) The chief shall cause a copy of the weekly circular	82
prepared by the division to be provided to the county engineer of	83
each county that contains active or proposed drilling activity.	84
The weekly circular shall contain, in the manner prescribed by the	85
chief, the names of all applicants for permits, the location of	86
each well or proposed well, the information required by division	87
(A)(11) of this section, and any additional information the chief	88
prescribes. In addition, the chief promptly shall transfer an	89
electronic copy or facsimile, or if those methods are not	90
available to a municipal corporation or township, a copy via	91
regular mail, of a drilling permit application to the clerk of the	92
legislative authority of the municipal corporation or to the clerk	93
of the township in which the well or proposed well is or is to be	94
located if the legislative authority of the municipal corporation	95
or the board of township trustees has asked to receive copies of	96
such applications and the appropriate clerk has provided the chief	97
an accurate, current electronic mailing address or facsimile	98
number, as applicable .	99

(C) The chief shall not issue a permit for at least ten days 100 after the date of filing of the application for the permit unless 101 the chief does not receive notification from a board of township 102 trustees or the legislative authority of a municipal corporation 103 of the board's or the legislative authority's determination to 104 submit written comments concerning safety issues in accordance 105 with section 1509.062 of the Revised Code and, upon reasonable 106 cause shown, the chief waives that period or a request for 107 expedited review is filed under this section. However, the chief 108 shall issue a permit within twenty-one days of the filing of the 109 application unless the chief denies the application by order or 110 the chief receives notification from a board of township trustees 111 or the legislative authority of a municipal corporation of the 112 board's or the legislative authority's determination to submit 113 written comments concerning safety issues in accordance with 114

section 1509.062 of the Revised Code. If the chief receives such	115
written comments, the chief shall issue the permit within	116
twenty-one days of the chief's determination that the applicant	117
resolved the safety issues described in the submitted written	118
comments or that the applicant does not need to resolve any such	119
safety issues.	120

(D) An applicant may file a request with the chief for 121 expedited review of a permit application if the well is not or is 122 not to be located in a gas storage reservoir or reservoir 123 protective area, as "reservoir protective area" is defined in 124 section 1571.01 of the Revised Code. If the well is or is to be 125 located in a coal bearing township, the application shall be 126 accompanied by the affidavit of the landowner prescribed in 127 section 1509.08 of the Revised Code. 128

In addition to a complete application for a permit that meets 129 the requirements of this section and the permit fee prescribed by 130 this section, a request for expedited review shall be accompanied 131 by a separate nonrefundable filing fee of five hundred dollars. 132 Upon the filing of a request for expedited review and if the chief 133 does not receive notification from a board of township trustees or 134 the legislative authority of a municipal corporation of the 135 board's or legislative authority's determination to submit written 136 comments concerning safety issues in accordance with section 137 1509.062 of the Revised Code, the chief shall cause the county 138 engineer of the county in which the well is or is to be located to 139 be notified of the filing of the permit application and the 140 request for expedited review by telephone or other means that in 141 the judgment of the chief will provide timely notice of the 142 application and request. The chief shall issue a permit within 143 seven days of the filing of the request unless the chief denies 144 the application by order or the chief receives notification from a 145 board of township trustees or the legislative authority of a 146

municipal corporation of the board's or the legislative	147
authority's determination to submit written comments concerning	148
safety issues in accordance with section 1509.062 of the Revised	149
Code. If the chief receives such written comments, the chief shall	150
issue the permit within seven days of the chief's determination	151
that the applicant resolved the safety issues described in the	152
submitted written comments or that the applicant does not need to	153
resolve any such safety issues. Notwithstanding the provisions of	154
this section governing expedited review of permit applications,	155
the chief may refuse to accept requests for expedited review if,	156
in the chief's judgment, the acceptance of the requests would	157
prevent the issuance, within twenty-one days of their filing, of	158
permits for which applications are pending.	159

- (E) A well shall be drilled and operated in accordance with 160 the plans, sworn statements, and other information submitted in 161 the approved application.
- (F) The chief shall issue an order denying a permit if the 163 chief finds that there is a substantial risk that the operation 164 will result in violations of this chapter or rules adopted under 165 it that will present an imminent danger to public health or safety 166 or damage to the environment, provided that where the chief finds 167 that terms or conditions to the permit can reasonably be expected 168 to prevent such violations, the chief shall issue the permit 169 subject to those terms or conditions, including, if applicable, 170 terms and conditions regarding subjects identified in rules 171 adopted under section 1509.03 of the Revised Code. 172
- (G) Each application for a permit required by section 1509.05 173 of the Revised Code, except an application to plug back an 174 existing well that is required by that section and an application 175 for a well drilled or reopened for purposes of section 1509.22 of 176 the Revised Code, also shall be accompanied by a nonrefundable fee 177 as follows:

(1) Two hundred fifty dollars for a permit to conduct	179
activities in a township with a population of fewer than five	180
thousand;	181
(2) Five hundred dollars for a permit to conduct activities	182
in a township with a population of five thousand or more, but	183
fewer than ten thousand;	184
(3) Seven hundred fifty dollars for a permit to conduct	185
activities in a township with a population of ten thousand or	186
more, but fewer than fifteen thousand;	187
(4) One thousand dollars for a permit to conduct activities	188
in either of the following:	189
(a) A township with a population of fifteen thousand or more;	190
(b) A municipal corporation regardless of population.	191
For purposes of calculating fee amounts, populations shall be	192
determined using the most recent federal decennial census.	193
Each application for the revision or reissuance of a permit	194
shall be accompanied by a nonrefundable fee of two hundred fifty	195
dollars.	196
(H) The chief may order the immediate suspension of drilling,	197
operating, or plugging activities after finding that any person is	198
causing, engaging in, or maintaining a condition or activity that	199
in the chief's judgment presents an imminent danger to public	200
health or safety or results in or is likely to result in immediate	201
substantial damage to natural resources or for nonpayment of a fee	202
required by this section. The chief may order the immediate	203
suspension of the drilling or reopening of a well in a coal	204
bearing township after determining that the drilling or reopening	205
activities present an imminent and substantial threat to public	206
health or safety or to miners' health or safety. Before issuing	207
any such order, the chief shall notify the owner in such manner as	208

in the chief's judgment would provide reasonable notification that	209
the chief intends to issue a suspension order. The chief may issue	210
such an order without prior notification if reasonable attempts to	211
notify the owner have failed, but in such an event notification	212
shall be given as soon thereafter as practical. Within five	213
calendar days after the issuance of the order, the chief shall	214
provide the owner an opportunity to be heard and to present	215
evidence that the condition or activity is not likely to result in	216
immediate substantial damage to natural resources or does not	217
present an imminent danger to public health or safety or to	218
miners' health or safety, if applicable. In the case of activities	219
in a coal bearing township, if the chief, after considering	220
evidence presented by the owner, determines that the activities do	221
not present such a threat, the chief shall revoke the suspension	222
order. Notwithstanding any provision of this chapter, the owner	223
may appeal a suspension order directly to the court of common	224
pleas of the county in which the activity is located or, if in a	225
coal bearing township, to the reclamation commission under section	226
1513.13 of the Revised Code.	227

Sec. 1509.062. Upon receipt of a copy of an application for a	228
permit under section 1509.06 of the Revised Code, a board of	229
township trustees or the legislative authority of a municipal	230
corporation, as applicable, may review the application for safety	231
issues concerning the existing or proposed well that is the	232
subject of the application. If the board or legislative authority	233
determines to review the application, not later than five days	234
after receipt of the copy of the application, the board or	235
legislative authority, as applicable, shall notify the chief of	236
the division of mineral resources management of the board's or	237
legislative authority's determination to review the application.	238
Not later than thirty days after receipt of the copy of the	239
application, the board or legislative authority either shall	240

submit to the chief written comments specifically describing any	241
safety issues that the board or legislative authority has	242
identified that the chief should consider before issuing the	243
permit under section 1509.06 of the Revised Code or shall notify	244
the chief that it will not be submitting any such comments.	245
After receipt of any written comments from a board of	246
township trustees or the legislative authority of a municipal	247
corporation, as applicable, the chief shall review the comments	248
and determine if the applicant needs to resolve any of the safety	249
issues that the board or legislative authority identified that the	250
chief should consider. If the chief determines that the applicant	251
needs to resolve any such safety issues, the chief shall return	252
the application to the applicant and notify the applicant of the	253
safety issues that the applicant must resolve in order for the	254
chief to issue the permit. The applicant may resubmit the	255
application. If the chief determines that the applicant does not	256
need to resolve any such safety issues or if the applicant	257
resolves such safety issues in an application that is resubmitted,	258
the chief may proceed to issue the permit in accordance with the	259
procedures established in this chapter.	260
Sec. 1509.063. The chief of the division of mineral resources	261
management shall establish as a condition of a permit issued under	262
this chapter a requirement that only the flag of the United States	263
of America may be flown from the equipment that is used to drill a	264
well while the equipment is located at the surface location of the	265
well.	266
Sec. 1509.073. (A) An owner that is issued a permit to drill	267
a well under this chapter shall provide written notice of the date	268
and time of the proposed drilling to a resident of each dwelling	269
that is located within five hundred feet of the well and to the	270

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fire department with territorial jurisdiction over the well's	271
location.	272
(B) An owner that is issued a permit to drill a well under	273
this chapter shall not allow the noise from the drilling operation	274
to exceed one hundred twenty decibels if the well is located	275
within two hundred feet of a multiple unit dwelling with at least	276
three units, a hospital as defined in section 3727.01 of the	277
Revised Code, or a nursing home as defined in that section.	278
Section 2. That existing section 1509.06 of the Revised Code	279
is hereby repealed.	280