STATE OF WYOMING

SENATE FILE NO. SF0099

Pooling order operator.

Sponsored by: Senator(s) Perkins and Bebout and Representative(s) Stubson

A BILL

for

- 1 AN ACT relating to oil and gas; providing for designation
- 2 of the operator under a pooling order; providing rulemaking
- 3 authority; and providing for an effective date.

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5 Be It Enacted by the Legislature of the State of Wyoming:

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7 **Section 1.** W.S. 30-5-109(f) is amended to read:

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- 9 30-5-109. Rules and regulations governing drilling
- 10 units.

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- 12 (f) When two (2) or more separately owned tracts are
- 13 embraced within a drilling unit, or when there are
- 14 separately owned interests in all or a part of the drilling
- 15 unit, then persons owning such interests may pool their
- 16 interests for the development and operation of the drilling

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1 unit. In the absence of voluntary pooling, the commission, upon the application of any interested person, may enter an 2 3 order pooling all interests in the drilling unit for the 4 development and operation thereof. Each such pooling order 5 shall be made after notice and hearing and shall be upon conditions are just 6 terms and that and reasonable. Operations incident to the drilling of a well upon any 7 portion of a unit covered by a pooling order shall be 8 9 deemed for all purposes to be the conduct of such 10 operations upon each separately owned tract in the unit by 11 the several owners thereof. That portion of the production allocated or applicable to each tract included in a unit 12 13 covered by a pooling order shall, when produced, be deemed 14 for all purposes to have been produced from such tract by a well drilled thereon. The hearing on a pooling order under 15 this subsection shall include the designation of the unit 16 17 operator. The person filing the application shall be presumed to be the operator. A dispute over the designation 18 19 of the operator shall be addressed by the commission at the the commission shall adopt rules 20 hearing and and 21 regulations necessary to designate the operator under this 22 subsection. In addition to any other factors considered by 23 the commission, if the applicant owns more than fifty 24 percent (50%) of the interests in a unit, or the applicant

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1 is the designated representative of more than fifty percent

2 (50%) of the interests in a unit, that person shall be

3 designated as the operator for the unit.

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5 **Section 2.** This act is effective immediately upon

6 completion of all acts necessary for a bill to become law

7 as provided by Article 4, Section 8 of the Wyoming

8 Constitution.

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10 (END)

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