

**PROPOSED SECTIONS 240.420(d) and (e) OF DEPARTMENT REGULATIONS**

(d) For an oil production well or a well converted to oil production drilled prior to October 25, 2021, ~~and~~ which does not comply with the well location and spacing requirements of Section 240.410, **then** the permittee of the previously drilled well may make **an** application to the Department to obtain **a revision of the requirements to the drilling unit for the previously drilled well under the following circumstances:**

(1) If the previously drilled well is located on the boundary line of two or more drilling units, **then** the permittee may select the drilling unit to which the previously drilled well shall be attributed.

(2) If the previously drilled well is located less than 10 feet from the drilling unit boundary line, **then** the well location shall be deemed compliant and attributed to the drilling unit where physically located.

**(e)** An application for revision of the requirements as set forth in **subsection (d)** shall include facts as to the circumstance involved and the reason for the requested revision. The application shall be submitted upon a form determined and made available by the Department. Any application shall be accompanied by a fee of \$400. If the revision has been granted by the Department, all future applications to drill an oil production well on the drilling units previously included with the original drilling unit of the oil production well drilled prior to October 25, 2021 shall be accompanied by the documentation issued by the Department granting the revision.