BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

IN THE MATTER OF A PERMANENT RULEMAKING OF THE OKLAHOMA CORPORATION COMMISSION AMENDING OAC 165:10, OIL & GAS CONSERVATION

CAUSE NO. RM 202100003

NOTICE OF PROPOSED RULEMAKING

NOTICE IS HEREBY GIVEN that at the request of stakeholders, the Oil & Gas Conservation Division ("OGCD") of the Oklahoma Corporation Commission ("Commission") requests that the Commission consider amending the Oil & Gas Conservation rules that are set forth in the Oklahoma Administrative Code ("OAC") 165:10. The proposed changes to OAC 165:10 are as follows:

OAC 165:10-3-28 is amended regarding allowables for horizontal gas wells.

OAC 165:10-17-6 is amended concerning general well testing requirements.

OAC 165:10-17-7 is amended with respect to testing or retesting of gas wells.

OAC 165:10-17-11 is amended regarding permitted rates of production for unallocated gas wells.

NOTICE IS FURTHER GIVEN that the Commission has jurisdiction to initiate this permanent rulemaking pursuant to the Oklahoma Administrative Procedures Act, 75 O.S. §§ 250 *et seq.*, 17 O.S. § 52, 27A O.S. § 1-3-101, 52 O.S. § 139, and OAC 165:5-1-7.

NOTICE IS FURTHER GIVEN that the OGCD requests that the Commission consider amending the current rules specified above, and any additional rules in OAC 165:10 that may be related to such rules. Upon the Commission's adoption of the permanent rules proposed herein, the proposed rules shall be submitted to the Governor and the Oklahoma Legislature for approval as permanent rules.

NOTICE IS FURTHER GIVEN that the proposed rules will be made available for public inspection on the Commission's website at https://oklahoma.gov/occ/dockets/rules/proposed-rules.html, and may be downloaded at no cost to the end user. A copy of the proposed rules may be requested by contacting Susan Dennehy Conrad at (405) 521-3939 or Susan.Conrad@occ.ok.gov.

NOTICE IS FURTHER GIVEN that the Rule Impact Statement required pursuant to 75 O.S. § 303(D), and the Economic Impact –Environmental Benefit Statement pursuant to 27A O.S. § 1-1-206, will be timely prepared and made available for public inspection on the Commission's website at https://oklahoma.gov/occ/dockets/rules/proposed-rules.html, no later than fifteen (15) days after the date of publication of this Notice of Proposed Rulemaking.



NOTICE IS FURTHER GIVEN that the OGCD will have a **technical conference on Thursday, February 11, 2021, at 9:30 a.m.,** in Courtroom 301, Third Floor, Jim Thorpe Office Building, 2101 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105. All parties interested in the proposed rules are urged and welcome to attend. One or more of the Commissioners may be present at the technical conference and may participate in the dialogue with the rulemaking participants regarding the subject of the proposed rulemaking. In an on-going effort to minimize the spread of COVID-19, the Commission continues to offer the public the option to livestream Commission meetings, or attend its meetings via teleconferencing and/or videoconferencing.

NOTICE IS FURTHER GIVEN that the Commission invites all interested persons to submit comments regarding the proposed changes to the Rules on or before Friday, March 12, 2021. To file the comments, please send them by email to okcfilings@occ.ok.gov, referring to Cause No. RM 202100003. Comments may be submitted by regular mail to the following address: Court Clerk, Jim Thorpe Office Building, 2101 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105. A file stamped copy of the comments should be sent via email to Susan Dennehy Conrad at Susan.Conrad@occ.ok.gov. Filed comments will be made available for public inspection at no cost to the end user from the Commission's imaging system at http://imaging.occ.ok.gov/imaging/OAP.aspx.

Pursuant to 75 O.S. §§ 303 and 504, business entities are requested, if the proposed rules affect such entities, to provide to the Commission in writing, a description of the probable quantitative (costs) and qualitative impact of the proposed rules, economic or otherwise, using quantifiable data to the extent possible, taking into account both short-term and long-term consequences.

NOTICE IS FURTHER GIVEN that the Commission, in a public hearing, shall consider the adoption of the proposed permanent rules on March 18, 2021, at 9:30 a.m. in Courtroom 301, Third Floor, Jim Thorpe Office Building, 2101 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105. In an on-going effort to minimize the spread of COVID-19, the Commission continues to offer the public the option to livestream Commission meetings, or attend its meetings via teleconferencing and/or videoconferencing.

NOTICE IS FURTHER GIVEN that further information and inquiries regarding this proposed rulemaking should be directed to Susan Dennehy Conrad, Deputy General Counsel, by telephone at (405) 521-3939, e-mail at Susan.Conrad@occ.ok.gov, or to Tracy Case, Deputy General Counsel, by telephone at (405) 521-4258, e-mail at Tracy.Case@occ.ok.gov, or at Room 400, Jim Thorpe Office Building, 2101 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105, or Post Office Box 52000, Oklahoma City, Oklahoma 73152-2000.

CORPORATION COMMISSION OF OKLAHOMA

DANA L. MURPHY, COMMISSIONER

CERTIFICATION

DONE AND PERFORMED by the Commissioners participating in the issuance of this Notice of Proposed Rulemaking, as shown by their signatures above, this 5th day of February, 2021.

BY ORDER OF THE COMMISSION:

PEGGY MITCHELL, Commission Secretary