FLORIDA

Administration

- 1. Agency regulating oil and gas exploration/production: Division of Water Resource Management, Florida Department of Environmental Protection, Oil and Gas Program, 2600 Blairstone Rd. / M.S. 3588, Tallahassee, FL 32399-2400.
- 2. Contact for regulatory updates: Dave Taylor, david.m.taylor@dep.state.fl.us.
- 3. Docketing procedure: Hearings held on Department initiative by petition of a party of interest and after notice and publication (at least three weeks). Hearings held in office of Department unless otherwise designated. (F.S. 377.31)
 - a. Emergency orders: Yes. Order effective for 90 days only or until public hearing on the issue.
 - b. Notice: Department must give minimum of three weeks public notice.
- 4. Agency regulating air emissions: <u>Division of Air Resource Management</u>, <u>Florida Department of Environmental Protection</u>, Phone: (850) 717-9000.
- 5. Agency regulating water quality: <u>Bureau of Water Facilities Regulation</u>, <u>Dept of Environmental Protection</u>, Phone: (850) 245-8600.

License

- 1. License required:
- 2. Conditions of license:

Bond/Surety

- 1. Purpose of surety: Plugging/Site Clean-up if operator goes bankrupt.
- 2. Plugging and restoration: Yes.
- 3. Compliance bond required: Yes.
- 4. Types of surety accepted: Bond, Letter of Credit, Cash or Asset Deposit, and Participation in Minerals Trust Fund (requires annual payments).
- 5. Conditions of bond:
 - a. Amount per well: \$50K for 0-9000 ft. \$100K for ≥9001 ft. Double these amounts if well is successful and will be retained under an operating permit.

b. Amount of blanket bond: \$1,000,000 (10 well limit).

Land Leasing Information

1.	Leasing method:		

- 2. Notice method:
- 3. Minimum bidding \$ (per acre):
- 4. Qualification of the bidder:
- 5. State statutes:
- 6. Maximum acres:
- 7. Royalty rates:
- 8. Agency in control of leasing: Not regulated other than county filings.

Setbacks

- What rules/regulations/policies does your jurisdiction have in regard to well setbacks from private residences and/or other habitable structures for use by humans or animals? N/A
- 2. Are there other sources of information on this matter that you could identify? N/A

Spacing

- 1. Spacing requirements:
 - a. Density: 40 acres (\leq 7000 ft) and 160 acres (>7000 ft) for oil wells and 640 acres for gas wells.
 - b. Lineal: Longest diagonal (of other than a square unit) may not exceed length of diagonal of a square of same size unit by more than 25% for both oil and gas wells.
- 2. Exceptions:
 - a. Basis: 10% of size of unit designated.
 - b. Approval: Director, Division of Water Resource Management, Florida Department of Environmental Protection.

Pooling

1. Authority to establish voluntary: Yes.

2. Authority to establish compulsory: Yes.

Unitization

- 1. Compulsory unitization of all or part of a pool or common source of supply: Yes.
- 2. Minimum percentage of voluntary agreement before approval of compulsory unitization:
 - a. Working interest: 75%
 - b. Royalty interest: 75%

Drilling Permit

- 1. Permits required for:
 - a. Drilling a producing or service well: Yes.
 - b. Seismic drilling: Yes. Permitting also required for Vibe, Gravity, and Magnetic surveys.
 - c. Recompletion: No, provided bhl meets original condition of permit.
 - d. Plugging and abandoning: Yes, prior approval is required, but no written permit is issued.
- 2. Permit fee:
 - a. Drilling: \$2,000.
 - b. Seismic drilling: \$500
 - c. Recompletion: None, provided bbl meets permit requirements. Drilling a new BHL outside of original drilling unit would require a new permit.
 - d. Plugging and abandoning: None.
- 3. Require filing report of work performed: Yes.
- 4. Sundry notices used:

Vertical Deviation

- 1. Regulation requirement:
 - a. When is a directional survey necessary: Intentional deviations in well or if sum of vertical surveys suggests a non-routine location (see $\underline{62c-26.004}$), or if H_2S is expected.

- b. Filing of survey required: Yes.
- c. Format of filing: Directional report including coordinates per depth, well trace, and cross section.

Casing and Tubing

- 1. Minimum amount required:
 - a. Surface casing: Set below deepest underground source of drinking water.
 - b. Production casing: N/A
- 2. Minimum amount of cement required:
 - a. Surface casing: Cemented to surface.
 - b. Production casing: Sufficient quantity of cement to fill the annular space at least 1,500 feet above the uppermost producible hydrocarbon zone.
 - c. Setting time: After cementing, drilling shall be discontinued for 12 hours if float valves are used; 24 hours if such valves are not used or do not hold pressure.
- 3. Tubing requirements:
 - a. Oil wells: Yes.
 - b. Gas wells: Yes.

Hydraulic Fracturing

- 1. Permitting: Not in current regulations. Reviewed on case by case basis. Fracing generally not practiced in Florida. All commercial oil/gas reservoirs are in limestone/dolomite.
 - a. Before drilling:
 - b. Before fracing:
 - c. How long before:
- 2. Reporting requirements:
 - a. Where reported:
 - b. When reported:
- 3. Source water requirements:

4. Mechanical integrity:

- a. Cementing log required:
- b. Pressure testing:
- c. Pressure monitoring:
- d. Blowout preventer required:

5. Disposal of flowback fluids:

- a. Retaining pits:
- b. Tanks:
- c. Approved discharge to surface water:
- d. Underground injection:

6. Chemical disclosure requirement:

- a. Mandatory:
- b. Where disclosed:
- c. When disclosed (pre-fracing, post-fracing, both):
- d. Time limit to disclose:
- e. Information required to be disclosed:
- f. Trade secret protection:
- g. Required disclosure to health/emergency personnel:

Underground Injection

1. Agencies that control the underground injection of fluid by well class:

Class II: Regulated by both EPA Atlanta and Florida Department of Environmental Protection, Oil & Gas Section.

Other Classes: Regulated by UIC Section, Florida Department of Environmental Protection, Phone: (850) 245-8655.

Completion

1. Completion report required:

- a. Time limit: 30 days.
- b. Where submitted: Oil & Gas Section Office in Tallahassee.
- 2. Well logs required to be filed:
 - a. Time limit: 30 days.
 - b. Where submitted: Oil & Gas Section Office in Tallahassee.
 - c. Confidential time period: 1 year.
 - d. Available for public use: After 1 year.
 - e. Log catalog available: Yes, and most logs are also available digitally.
- 3. Multiple completion regulation: Yes, One permit per surface hole.
 - a. Approval obtained: As part of drilling permit. Bottom hole targets can be changed with approval of Department field inspectors.
- 4. Commingling in well bore: No.
 - a. Approval obtained: N/A

Oil Production

- 1. Definition of an oil well: None.
 - a. Potential tests required: MIT, BOP
 - b. Time interval: BOP: Weekly. MIT: 5yr (production wells), 2 yr (Class II wells)
 - c. Witness required: Not required, but encouraged.
- 2. Maximum gas-oil ratio: 2,000 cubic feet of gas to 1 Bbl of oil.
 - a. Provision for limiting gas-oil ratio: Yes. Any well producing more than 2,000 GOR reduced to daily oil allowable x 2,000 divided by GOR.
 - b. Exception to limiting gas-oil ratio: No.
- 3. Bottom-hole pressure test reports required: Yes.
 - a. Periodical bottom-hole pressure surveys: Yes.
- 4. Commingling oil in common facilities: Yes, if field is unitized or meters are utilized prior to commingling.

- 5. Measurement involving meters: Yes.
- 6. Production reports:
 - a. By lease: No.
 - b. By well: Yes.
 - c. Time limit: 30 days.

Gas Production

- 1. Definition of a gas well: None.
- 2. Pressure base 14.65 psia @ 60 degrees F.
- 3. Initial potential tests: Yes. (No gas wells in Florida.)
 - a. Time interval: Five days.
 - b. Witness required: They may be witnessed.
- 4. Bottom-hole pressure test reports required: Yes.
 - a. Periodical bottom-hole pressure surveys: Yes.
- 5. Commingling of gas in common facilities: Yes, if field is unitized or meters are utilized prior to commingling.
- 6. Measurement involving meters: Yes.
- 7. Production reports:
 - a. By lease: No.
 - b. By well: Yes.
 - c. Time limits: 30 days.