

**RAILROAD COMMISSION OF TEXAS
Oil and Gas Division**

NOTICE TO OIL AND GAS WELL OPERATORS

**MODIFICATION OF FORM H-10
ANNUAL DISPOSAL/INJECTION WELL
MONITORING REPORT
(updated to include sample Form H-10)**

The 81st Texas Legislature enacted Senate Bill 1387 (Regular Session, 2009) relating to implementation of projects involving the capture, injection, sequestration, or geological storage of anthropogenic carbon dioxide. Senate Bill (SB) 1387 provides a more clearly defined statutory basis for regulation of geologic storage of anthropogenic carbon dioxide within the existing framework of the Texas Injection Well Act (Chapter 27, Texas Water Code). SB 1387 delegates to the Railroad Commission jurisdiction over the injection of anthropogenic carbon dioxide into a reservoir that is initially or may be productive and saline formations directly above and below the productive formations for the purpose of geological storage. SB 1387 also requires the Railroad Commission to adopt rules for geologic storage of carbon dioxide in a productive reservoir.

Implementation of SB 1387 will require the Commission to adopt new procedures and rules, including modification of Form H-10 Annual Disposal/Injection Well Monitoring Report. The Commission plans to modify Form H-10 to require injected fluids to be reported as a percentage of total liquid/gas injected during the cycle year. The percentage reported must be rounded off to whole numbers and all fluid injected must total to a combined 100%. The percentage of anthropogenic carbon dioxide will be a subset of the overall carbon dioxide volume. In addition, the Commission will be changing the Electronic Data Interchange (EDI) format. The Commission anticipates changes to Form H-10 in early 2011.

More information will be posted on the Railroad Commission's web site <http://www.rrc.state.tx.us/onlinefilings/H10online/index.php>

To Facilitate planning and programming functions, the revised Form H-10 may be reviewed at: <http://www.rrc.state.tx.us/forms/reports/notices/formH10-11032010.pdf>

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PLEASE FORWARD TO THE APPROPRIATE SECTION OF YOUR COMPANY