

FAILED



NORTH CAROLINA GENERAL ASSEMBLY
AMENDMENT
Senate Bill 786

AMENDMENT NO. A4
(to be filled in by
Principal Clerk)

S786-ARI-124 [v.3]

Page 1 of 1

Comm. Sub. [YES]
Amends Title [NO]
Second Edition

Date _____, 2014

Senator Woodard

1 moves to amend the bill on page 26, line 46 through page 27, line 38,
2 by rewriting those lines to read:

3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19

"SECTION 25. G.S. 113-393(a) reads as rewritten:

"(a) Integration of Interests and Shares in Drilling Unit. – When two or more separately owned tracts of land are embraced within an established drilling unit, the owners thereof may agree validly to integrate their interests and to develop their lands as a drilling unit. ~~Where, however, such~~ ~~Where~~ owners have not agreed to integrate their interests, the Commission ~~shall, may,~~ for the prevention of waste or to avoid drilling of unnecessary wells, require such owners to do so and to develop their lands as a drilling unit. The Commission shall not require the owner of an unleased interest to integrate that interest with another owner's interest or to allow the extraction of that resource. All orders requiring ~~such~~ integration shall be made after notice and hearing, and shall be upon terms and conditions that are just and reasonable, and will afford to the owner of each tract the opportunity to recover or receive his just and equitable share of the oil and gas in the pool without unnecessary expense, and will prevent or minimize reasonably avoidable drainage from each developed unit which is not equalized by counter-drainage. The portion of the production allocated to the owner of each tract included in a drilling unit formed by an integration order shall, when produced, be considered as if it had been produced from such tract by a well drilled thereon.""

SIGNED _____
Amendment Sponsor

SIGNED _____
Committee Chair if Senate Committee Amendment

The official copy of this document, with signatures and vote information, is available in the Senate Principal Clerk's Office



* S 7 8 6 - A R I - 1 2 4 - V - 3 *