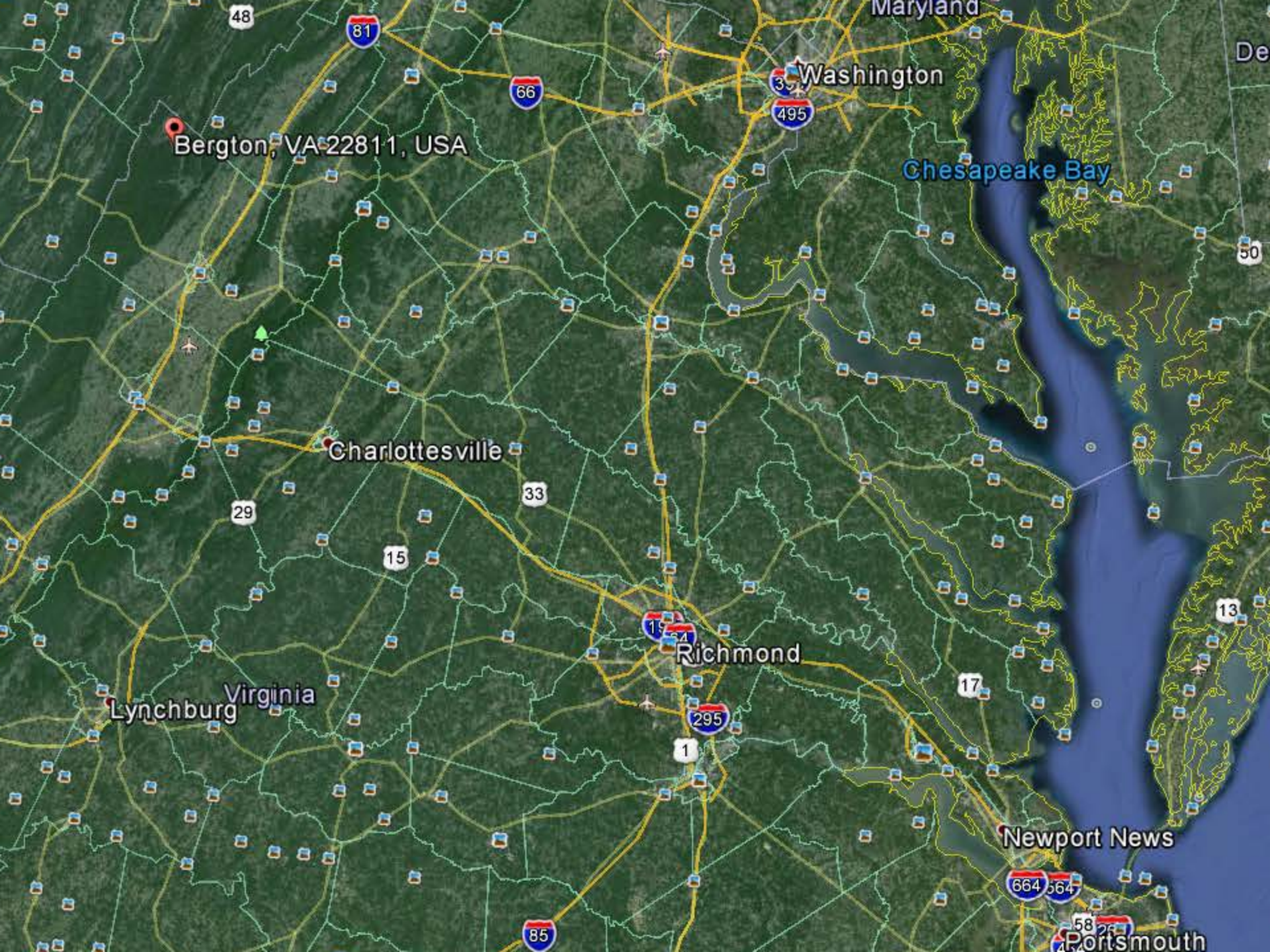


Rockingham County, Virginia



Bergton, VA 22811, USA

Washington

Chesapeake Bay

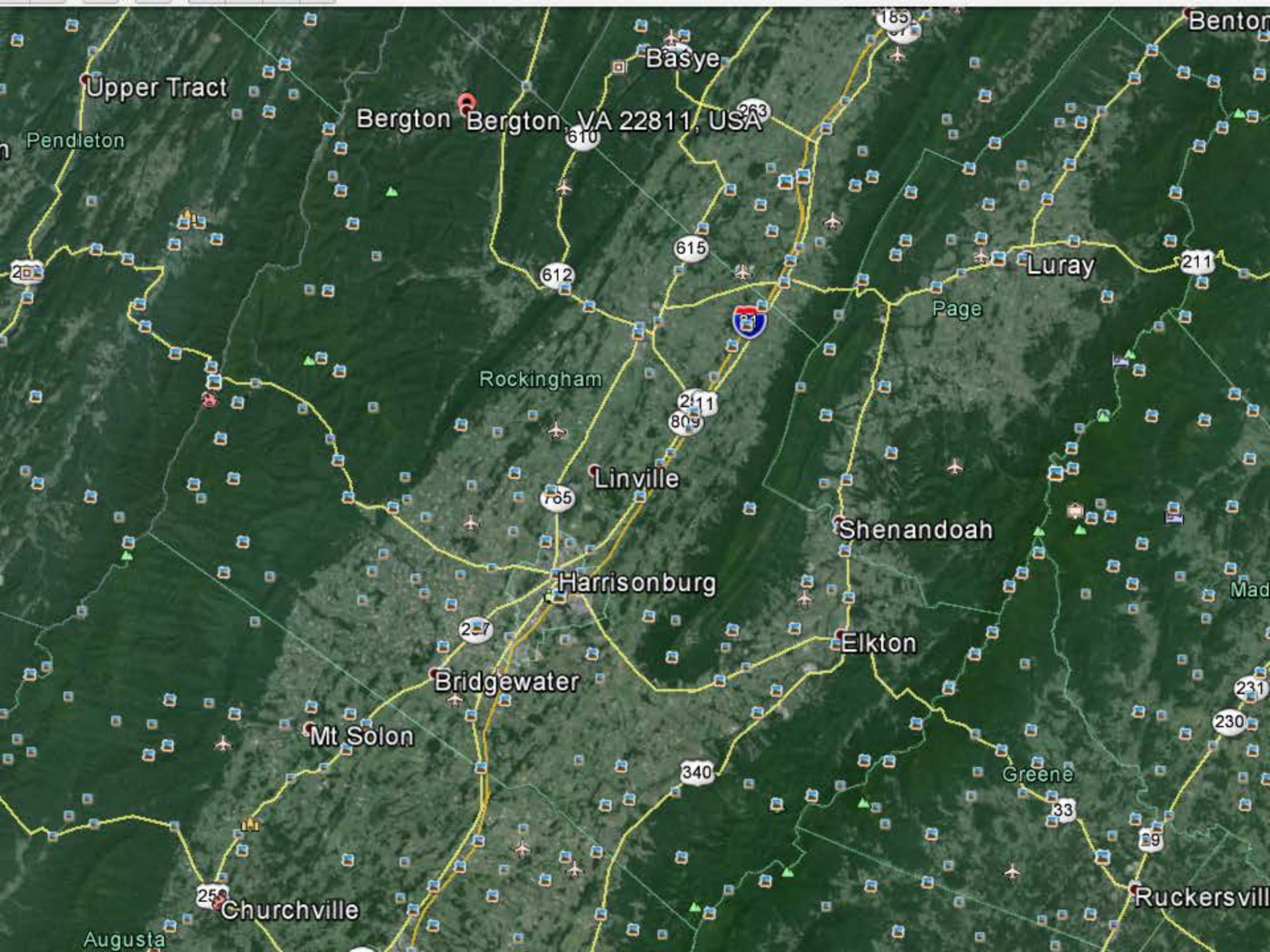
Charlottesville

Richmond

Lynchburg Virginia

Newport News

Portsmouth



DMME Communications

- n Call from Gas and Oil to County Administrator in late 2009
- n County felt like we were brought into the process very late
- n Not the same mining/drilling/etc. familiarity as southwest VA, but treated as such
- n Seemed like County process was perfunctory

DMME Communications

- n County was hungry for information, but couldn't get answers
- n Where can we see wells under development?
- n Where can we see fracking?
- n County had to do our own research
- n Gas and Oil Division referred us to the Virginia Gas and Oil Association (Worried somewhat by relationship)
- n DMME had essentially approved the permit without local input

Carrizo Communications

- n County felt like we were brought into the process very late
- n Not the same mining/drilling/etc. familiarity as southwest VA, but treated as such
- n Not the same as West VA, but treated as such
- n Learned of Carrizo well fracking just across state line in West Virginia

Sec. 17-27. - Special uses.

When, after review of an application and hearing thereon, in accordance with article VII, in this chapter, the board of supervisors finds as a fact that the proposed use is compatible with surrounding uses, is not detrimental to the character of the adjacent land, is consistent with the intent of this chapter, and is in the public interest, the following uses may be permitted with a special use permit:

- (a) Cemetery;
- (b) Child care center;
- (c) Taxidermy, accessory to residence;
- (d) Sawmill, temporary or permanent, or commercial wood yard;
- (e) Livestock sales pavilion;
- (f) Quarry, gravel, shale, or sand operation;
- (g) Well drilling and related pumping stations and pipelines;
- (h) Telecommunications facility as provided by Article VII, Division 6A of this chapter.
- (i) Telephone exchange with above-ground dimension exceeding one hundred ninety-two (192) cubic feet; telephone exchange building; electric generation substation or transmission tower. As a part of the special use permit application, a landscaping and maintenance plan for the site shall be included, and the site shall be landscaped and maintained pursuant to such plan (or amended plan as approved by the board of supervisors as a part of the special use permit approval).
- (j) Raising fur-bearing animals and pelt processing;
- (k) Circus, carnival, fair, sideshow, tent meeting, music festival of a temporary nature, flea market or book fair;
- (l) Shooting range;
- (m) Two-family dwelling, but only if converted from a single-family residential structure existing on a parcel at the time of enactment of this chapter;
- (n) Railroad station or yard;
- (o) Animal hospital;
- (p) Auction sales or auction house;
- (q) Boarding house operation;
- (r) Family day-care home;
- (s) Group home;
- (t) Home for adults or nursing home;
- (u) Kennel operation;
- (v) Feed mill or seed and feed store;
- (w) Recreation or amusement enterprise, outside a building, for profit and not otherwise listed;
- (x) Riding stable or horse show ring;
- (y) Airport, heliport, or flight strip;
- (z) Auto graveyard or junkyard;
- (aa) Auto service station;

Well Drilling History

- n 23 wells drilled from 1950 to 1983
- n Well depths to 10,000 feet
- n Not determined viable at the time and were plugged and abandoned
- n Carrizo request was different

**ROCKINGHAM COUNTY
SPECIAL USE PERMIT APPLICATION**

2010
28

CHECKLIST: Before this application can be accepted for processing, the following must be done

- A. Complete the application in full and sign. (If not landowner, the landowner must also sign).
- B. Enclose sketch as required in application. The sketch must be to scale and no larger than 8-1/2" x 11"
- C. Please contact the Zoning Administrator (564-3030) for appointment to review the completed application. If application is not complete, it will not be accepted.

FOR OFFICE USE ONLY

FEE: 550⁰⁰ DEADLINE DATE: _____
RECEIPT # 608617 HEARING DATE: 2/24/10
DATE REC 1/19/10
TAXES PAID Paid SUP # SUP-028

APPLICANT: CARRIZO (MARCELLUS) LLC
Indicate owner purchaser other

ADDRESS: 1000 LOUISIANA, SUITE 1500 Daytime Phone: 361-215-1321
HOUSTON, TX 77002 DAVID SCHNITZ
City/Town State Zip Contact Person

USE APPLIED FOR: GAS WELL DRILLING, COMPLETION, STIMULATION, AND PRODUCTION

LOCATION: (N/S/E/W) side of (Road Name) CRAB RUN RD., Route # 820 approximately .2 (miles/feet)
(N/S/E/W) of (Road Name) BERGTON RD., Route # 865 in Election District # _____

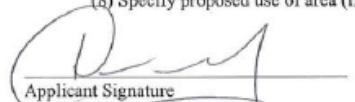
ACREAGE IN PARCEL: 60.313 ZONING: A TAX MAP NO: 10(A)-24

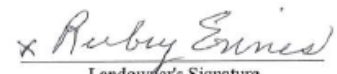
ACREAGE IN REQUEST: 3.2 ACRES

SIZE AND HEIGHT OF EXISTING OR PROPOSED BUILDING: NONE

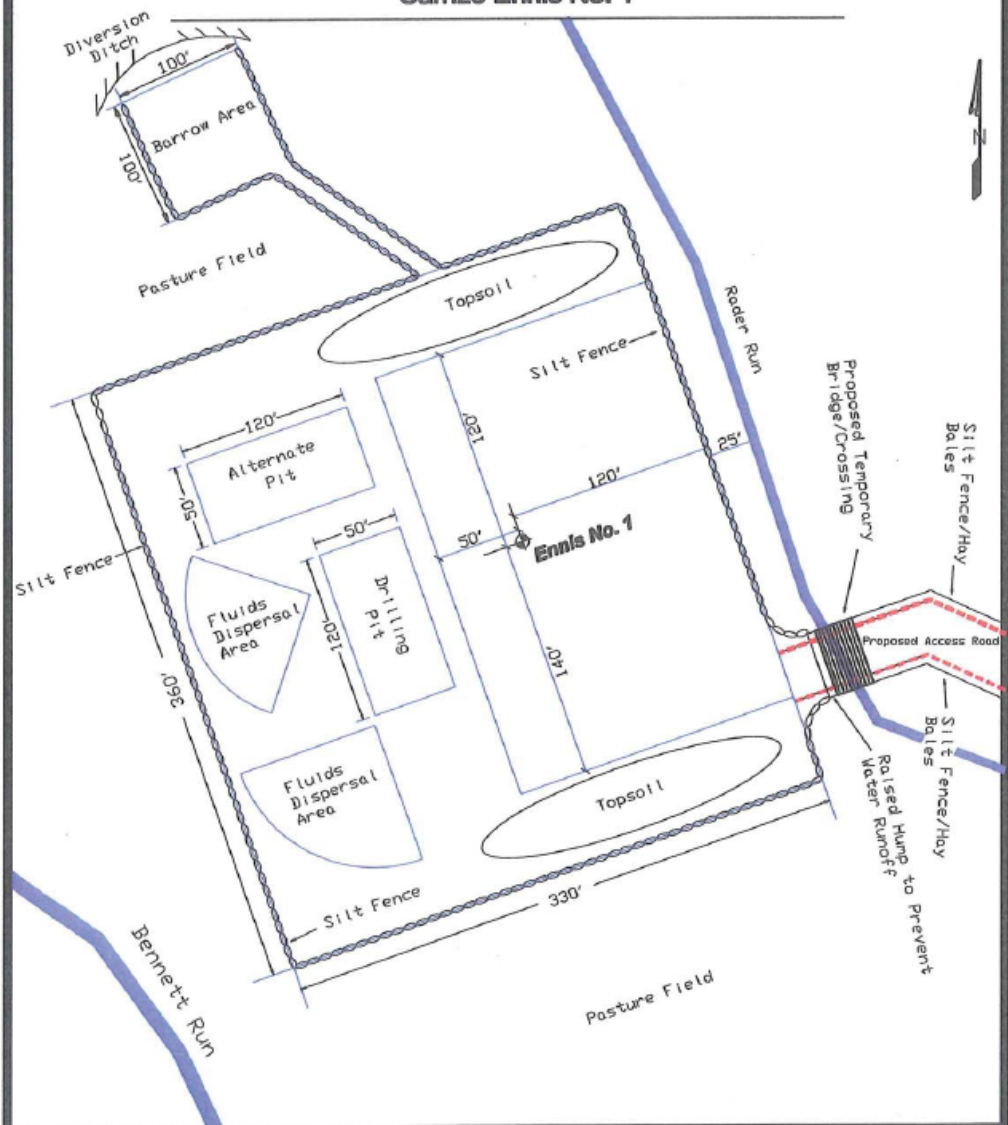
FURNISH ON 8 1/2" X 11 PAPER, ONE (1) COPY OF A DRAWING SHOWING:

- (1) Size and shape of parcel of land where use or building is to be located.
- (2) Location of use of proposed and/or existing buildings---distance from public highways, from adjoining property.
- (3) Size and shape of proposed and/or existing buildings.
- (4) Access to and from property.
- (5) Relation to street and highway intersections.
- (6) Any planned screening or landscaping.
- (7) Number and location of off-street parking spaces.
- (8) Specify proposed use of area (if not contained in building).


Applicant Signature
DAVID SCHNITZ


x Ruby Ernest
Landowner's Signature
(if different from applicant)

Carrizo Ennis No. 1



Drawn By: Matthew Hillon	Project: 08-VA-00-09	Date: January 6, 2010	Well Number: Ennis No. 1
<p style="text-align: center;">SURVEYING AND MAPPING SERVICES PERFORMED BY ALLEGHENY SURVEYS, INC. 1-800-452-8806</p>			<p>Notes: If sufficient residue materials are not generated during construction, silt fencing or straw bales will be placed around the disturbed area.</p> <p>All sediment and erosion control measures will be modeled in accordance with the Virginia Erosion and Sediment Control Handbook.</p>
237 Birch River Road Birch River, WV 26010 PH: (304) 649-8806 FAX: (304) 649-8809	423 State Street Bridgeport, WV 26330 PH: (304) 648-6635 FAX: (304) 648-6637	1413 Childress Road Alam Creek, WV 25003 PH: (304) 786-2948 FAX: (304) 786-2948	



County Issues/Concerns

- n This is a land-use issue
 - u Is it compatible
 - u Impact on community and adjoining land owners
- n Balance rights of those who own land and mineral rights with potential impact on community
- n Not just a single well consideration
- n Vacuum of information

County Research

- n DMME/Gas and Oil
- n James Madison University
- n Arkansas State geologist
- n Penn State
- n Numerous Forums
- n Wetzel County, West VA
- n Washington County PA
- n Southwest VA
- n Multiple Online reports, studies, news articles, etc.





Drilling Phase





Water for fracking Erosion and Sediment Control

05/24/2010 12:14





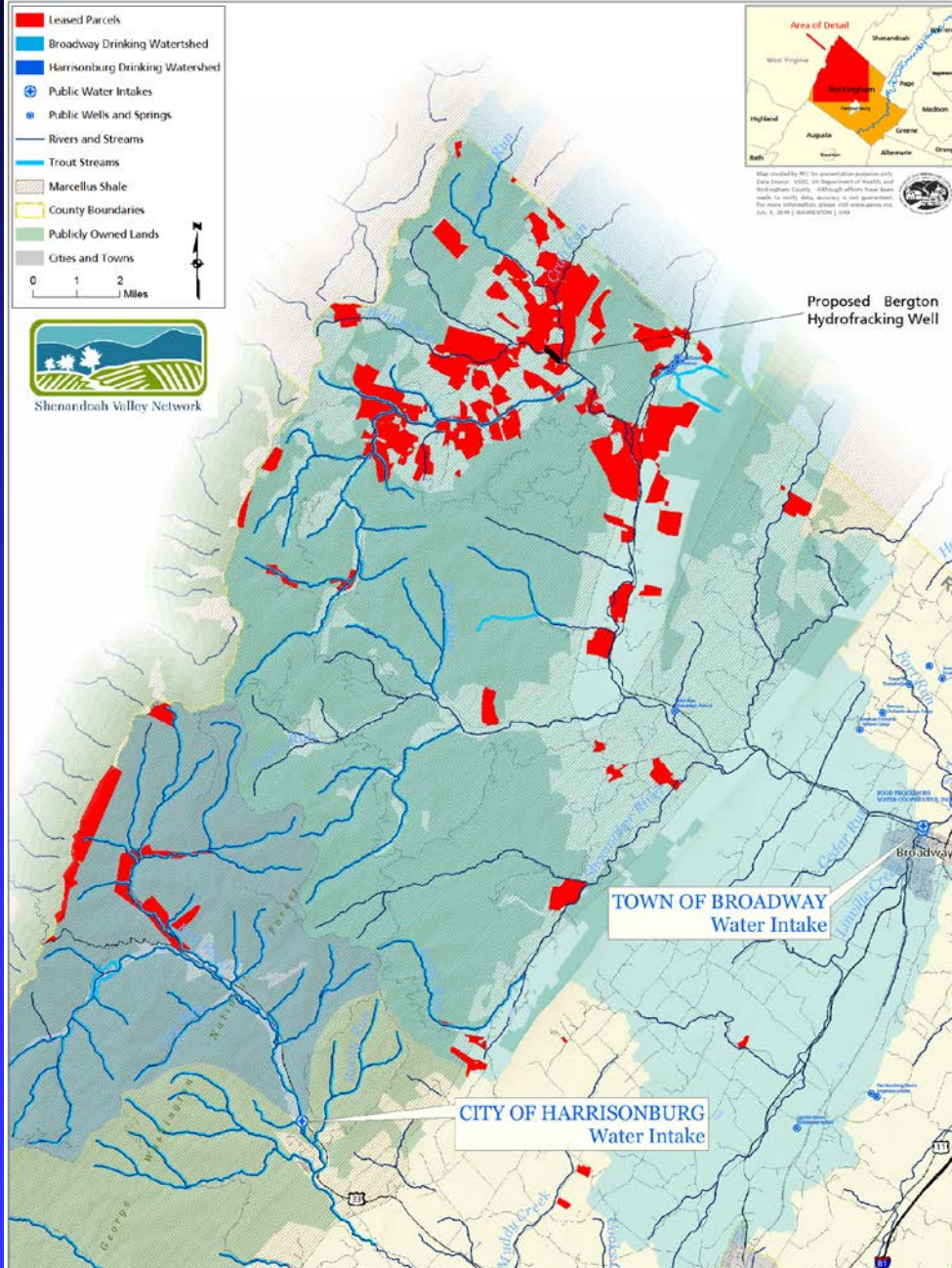


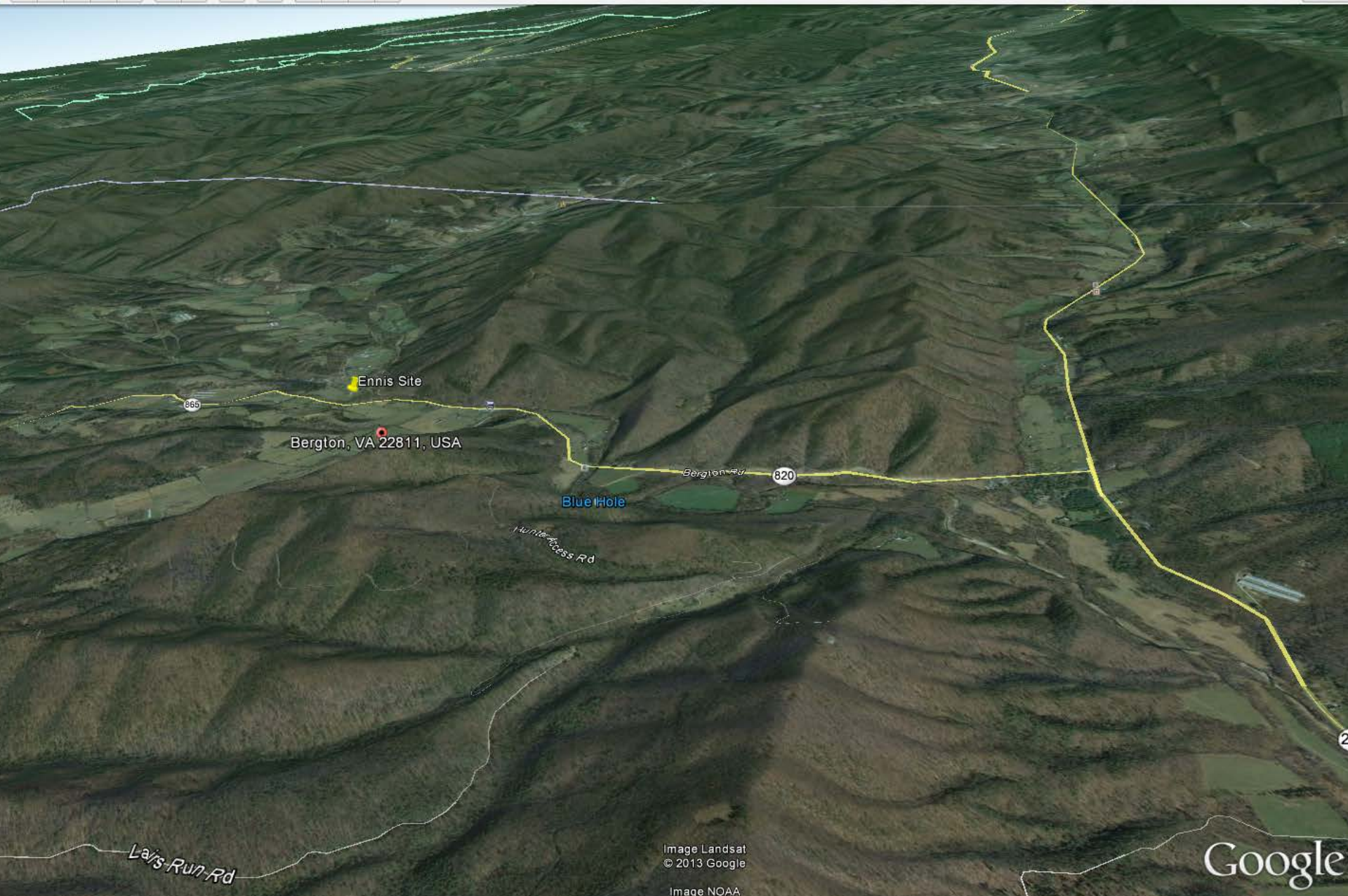
Fracking



Compressor Station

MARCELLUS SHALE NATURAL GAS MINING LEASES: Rockingham County, July 2010





Ennis Site
 Bergton, VA 22811, USA

Blue Hole

Bergton Rd 820

Hunter Access Rd

Lair's Run Rd

Image Landsat
 © 2013 Google
 Image NOAA

Google



822

865

Fulk Ln.

Ennis Site

Bergton, VA 22811, USA

15163 Bergton Road



Exit Street View



© 2013 Google

© 2014 Google

Google earth

Imagery Date: 4/2012 38°45'10.20" N 78°55'22.70" W elev: 1455 ft eye alt: 1364 ft



County Issues/Concerns

- n Site in flood plain
- n Native trout streams
- n VDOT, DEQ, DCR/FEMA, Game and Inlands Fisheries, U.S. Army Corps of Engineers
- n Risk of spills
- n Bonding/Insurance only covers restoration of the site, what about other risks?
- n Industrial type impact during development

County Issues/Concerns

- n Fracking runs around the clock
- n Potential groundwater impact?
- n Where does the fracking water come from?
- n Wastewater from fracking – Where does it go?
- n Impact on Roads – Sand, water, wastewater
- n Cumulative Impact of Added Wells

County Issues/Concerns

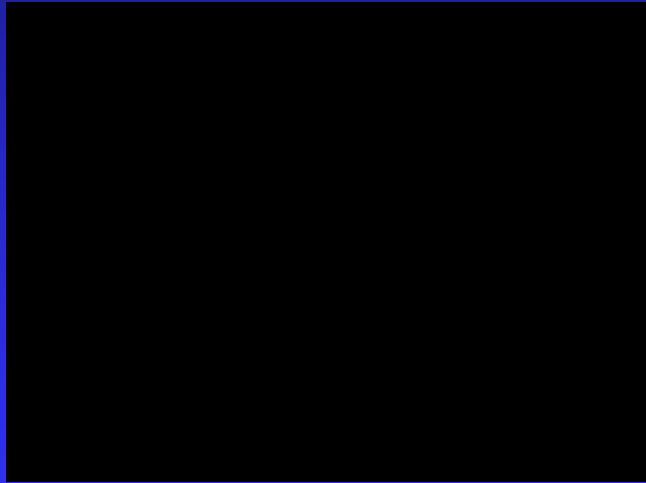
Fear/Concern more with what happens above ground than below ground.

Carrizo withdrew request.

QUESTIONS



5-10 well pads per compressor station



**15 compressor stations feed the
processing plant - \$1B**



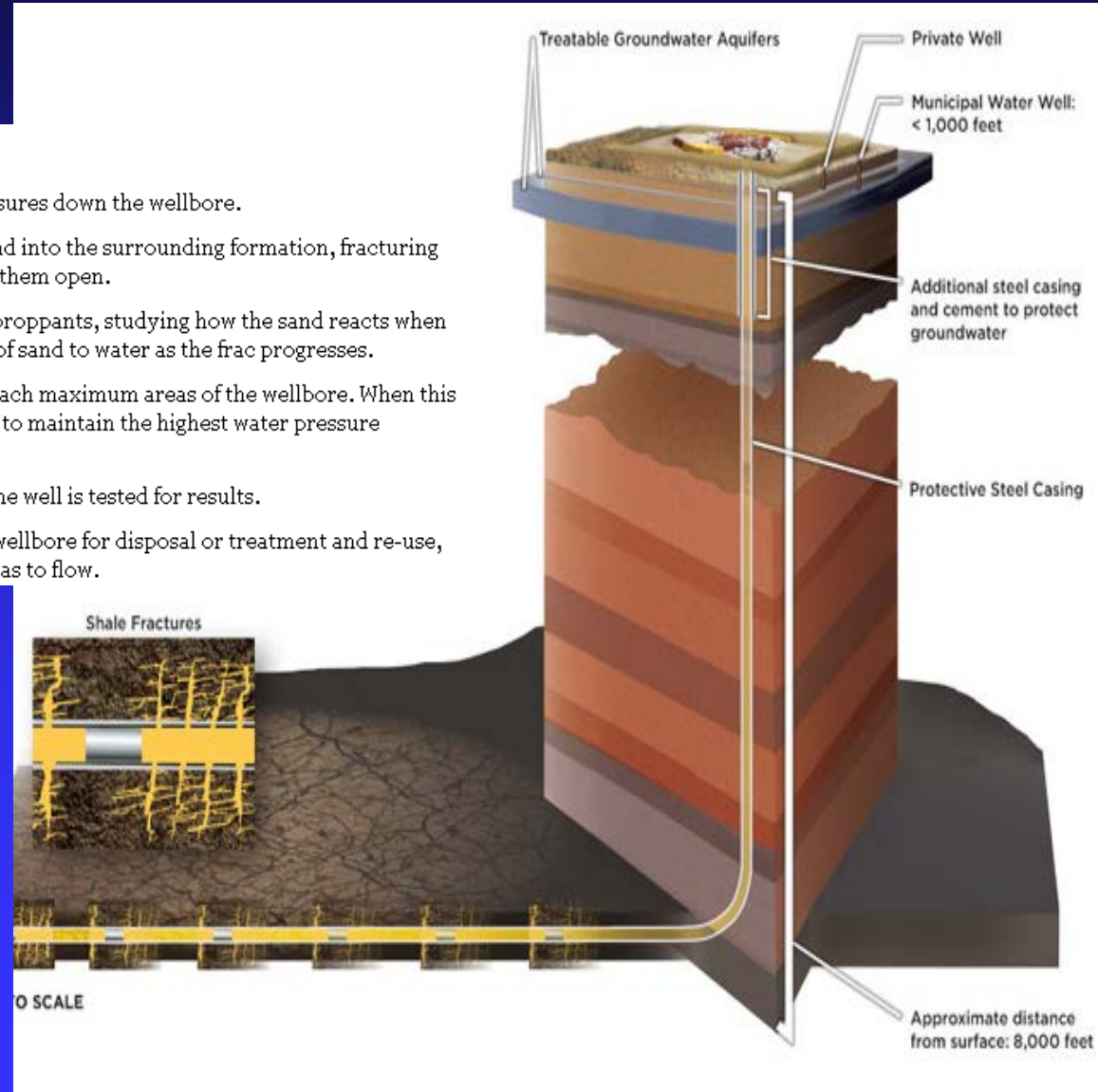
Processing plant removes wet gases.

Virginia Department of Mines, Minerals & Energy

Hydraulic Fracing

Simplified Steps In Hydraulic Fracturing

1. Water, sand and additives are pumped at extremely high pressures down the wellbore.
2. The liquid goes through perforated sections of the wellbore and into the surrounding formation, fracturing the rock and injecting sand or proppants into the cracks to hold them open.
3. Experts continually monitor and gauge pressures, fluids and proppants, studying how the sand reacts when it hits the bottom of the wellbore, slowly increasing the density of sand to water as the frac progresses.
4. This process may be repeated multiple times, in "stages" to reach maximum areas of the wellbore. When this is done, the wellbore is temporarily plugged between each stage to maintain the highest water pressure possible and get maximum fracturing results in the rock.
5. The frac plugs are drilled or removed from the wellbore and the well is tested for results.
6. The water pressure is reduced and fluids are returned up the wellbore for disposal or treatment and re-use, leaving the sand in place to prop open the cracks and allow the gas to flow.

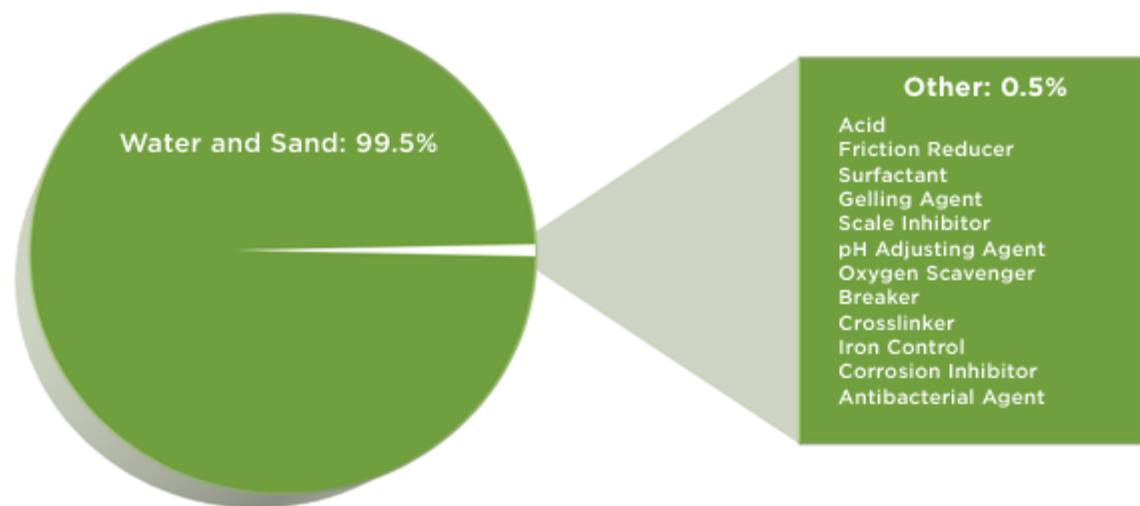


Virginia Department of Mines, Minerals & Energy

Hydraulic Fracing

What chemicals are used in fracing?

Approximately 99.5% of the volume of materials used during the fracing of deep shale gas wells consists of water and sand. Other typical ingredients include a friction reducer, gelling agent and antibacterial agents. A typical deep shale fracturing mixture and a list of typical additives are provided below:



FRACTURING INGREDIENTS			
Product Category	Main Ingredient	Purpose	Other Common Uses
Water	99.5% water & sand	Expand fracture and deliver sand	Landscaping and manufacturing
Sand		Allows the fractures to remain open so the gas can escape	Drinking water filtration, play sand, concrete and brick mortar
Other	approximately 0.5%		

Virginia Department of Mines, Minerals & Energy

Hydraulic Fracing

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Other	approximately 0.5%		
Acid	Hydrochloric acid or muriatic acid	Helps dissolve minerals and initiate cracks in the rock	Swimming pool chemical and cleaner
Antibacterial agent	Glutaraldehyde	Eliminates bacteria in the water that produces corrosive by-products	Disinfectant; Sterilizer for medical and dental equipment
Breaker	Ammonium persulfate	Allows a delayed break down of the gel	Used in hair coloring, as a disinfectant, and in the manufacture of common household plastics
Corrosion inhibitor	n,n-dimethyl formamide	Prevents the corrosion of the pipe	Used in pharmaceuticals, acrylic fibers and plastics
Crosslinker	Borate salts	Maintains fluid viscosity as temperature increases	Used in laundry detergents, hand soaps and cosmetics
Friction reducer	Petroleum distillate	"Slicks" the water to minimize friction	Used in cosmetics including hair, make-up, nail and skin products
Gel	Guar gum or hydroxyethyl cellulose	Thickens the water in order to suspend the sand	Thickener used in cosmetics, baked goods, ice cream, toothpaste, sauces and salad dressings
Iron control	Citric acid	Prevents precipitation of metal oxides	Food additive; food and beverages; lemon juice ~7% citric acid
Clay stabilizer	Potassium chloride	Creates a brine carrier fluid	Used in low-sodium table salt substitute, medicines and IV fluids
pH adjusting agent	Sodium or potassium carbonate	Maintains the effectiveness of other components, such as crosslinkers	Used in laundry detergents, soap, water softener and dishwasher detergents
Scale inhibitor	Ethylene glycol	Prevents scale deposits in the pipe	Used in household cleansers, de-icer, paints and caulk
Surfactant	Isopropanol	Used to increase the viscosity of the fracture fluid	Used in glass cleaner, multi-surface cleansers, antiperspirant, deodorants and hair color