| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text  |
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| §250.198(h)(63)                     | (63) API Standard 53, Blowout Prevention Equipment and Systems for Drilling Wells, Fourth Edition, November, 2012, incorporated by reference at §§ 250.730m 250.735, 250.737 and 240.739. | In order to remain current with the standards developed and adopted by industry, industry recommends that the regulations incorporate API Standard 53 4th Edition with its Addendum 1, issued in July 2016.  Industry is finalizing the 5th edition of API 53, once it is published, consideration for incorporation by reference should be taken to ensure the U.S. OCS is operating to the latest API standard for well control systems and is consistent with the remainder of operations around the world. | Revise 250.198(h)(63) to read: API Standard 53, Blowout Prevention Equipment and Systems for Drilling Wells, Fourth Edition, November,2012, with Addendum 1, July 2016, incorporated by reference at §§ 250.730m 250.735, 250.737 and 240.739. |
| §250.198(h)(78)                     | (78) API Standard 65—Part 2, Isolating Potential Flow Zones During Well Construction; Second Edition, December 2010; incorporated by reference at §§ 250.415(f) and 250.420(a)(6);        | Industry supports the proposed change which will clarify that the centralization requirements will be governed by API Standard 65-2, reducing the  | None. The proposed change is supported.  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments  | Recommended Industry Text  |
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|                                     |   | possibility of inconsistent application across BSEE.  |  |
| §250.198 (h)(94)                    | (94) API Recommended Practice 17H, Remotely Operated Tool and Interfaces on Subsea Production Systems, Second Edition, June 2013, Errata January 2014, incorporated by reference at § 250.734(a)(4);  | Industry supports the incorporation by reference of the updated edition of this standard for the reasons given in the preamble of the proposed rule.  | None. The proposed change is supported.  |
| §250.413(g)                         | (g) A single plot containing curves for estimated pore pressures, formation fracture gradients, proposed drilling fluid weights (surface and downhole), planned safe drilling margin, and casing setting depths in true vertical measurements;  | In accordance with long standing practices between BSEE and Industry, Industry has reviewed and concurs with providing additional details as requested by BSEE. This continues to follow industry practice of providing additional data at the request of BSEE. | None. The proposed change is supported.  |
| §250.414(c)                         | <ul> <li>(c) Planned safe drilling margin that is between the estimated pore pressure and the lesser of estimated fracture gradients or casing shoe pressure integrity test and that is based on a risk assessment consistent with expected well conditions and operations.</li> <li>(1) Your safe drilling margin must also include use of equivalent downhole mud weight that is:</li> <li>(i) greater than the estimated pore pressure, and</li> </ul> | The 0.5 ppg value is arbitrary and does not ensure safety.  Maintaining the equivalent downhole mud weight above pore pressure manages the potential for influx while managing equivalent circulating   | (c) Your drilling prognosis is part of your Conceptual Deepwater Operations Plan or APD and must include a planned safe drilling margin that is between the estimated pore pressure and the lesser of estimated fracture gradient or the |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text   |
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|                                     | (ii) except as provided in paragraph (c) (2) of this section, a minimum of 0.5 pound per gallon below the lower of the casing shoe pressure integrity test or the lowest estimated fracture gradient.  (2) In lieu of meeting the criteria in paragraph (c)(1)(ii) of this section, you may use an equivalent downhole mud weight as specified in your APD, provided that you submit adequate documentation (such as risk modeling data, off-set well data, analog data, seismic data) to justify the alternative equivalent downhole mud weight.  (3) When determining the pore pressure and lowest estimated fracture gradient for a specific interval, you must consider related off-set and analogous well behavior observations, if available. | density below fracture gradient (or casing shoe pressure integrity test) manages lost circulation. The regulation should focus on establishing downhole mud weight within this operational window. Further, retaining the arbitrary 0.5 ppg margin hinders promotion of enhanced technology (for example, low ECD drilling fluids, Managed Pressure Drilling), and engineering in well design. By prohibiting this evolution, the regulation could preclude future wells from being drilled safer. The implementation of these technologies will be necessary to enable development of future offshore resources.  Industry would like to propose an engineered, performance-based | casing shoe pressure integrity test and based on a risk assessment consistent with expected well conditions and operations.  (1) Your safe drilling margin must provide for: (i) equivalent downhole mud weight that is greater than the estimated pore pressure, and (ii) equivalent circulating density (ECD) that is actively managed below the lesser of the lowest estimated fracture gradient or the casing shoe pressure integrity test. The ECD is supported with hydraulic modeling or other documentation (such as risk modeling data, related analog well data, seismic data).  (2) When determining the pore pressure and lowest estimated fracture gradient for a specific interval, you must consider related off-set and analogous well behavior observations, if available. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text | Comments   | Recommended Industry Text |
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|                                     |                              | approach standard and suggest replacing current text to the rule with recommended industry text. In the view of industry, the proposed text was developed to address the concerns and issues that BSEE raised within the preamble text. It is believed that the comments in this letter demonstrate the improved safety and clarity, to industry and the regulator, due to this proposed change.  In an effort to build confidence for field development, industry proposes that BSEE apply this proposed text and include CDWOP and APD into the text, in an effort to provide opportunity for early alignment with BSEE for major capital investments going forward. |                           |
|                                     |                              |  |                           |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text               |
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|                                     |  | Industry believes that the proposed text changes supports current practices and District Manager approval requirement is retained for all cases.   |   |
| §250.420(a)(6)                      | (6) Provide adequate centralization consistent with the guidelines of API Standard 65 –Part 2 (as incorporated by reference in § 250.198); and | Industry supports the proposed change which will clarify that the centralization requirements will be governed by API Standard 65-2, reducing the possibility of inconsistent application across BSEE. | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference |   | Proposed N   | ew Regulation Text  |   | Comments   | Recommended Industry Text  |
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| §§250.421(c), (d),<br>(e) and (f)   | What are the casing and cementing requirements by type of casing string?  * * * * * |  | Industry agrees with proposed changes to paragraphs (c), (d), (e), and  | None. The proposed change is supported. |  |  |
|                                     | Casing type   | Casing requirements  | Cementing requirements  |   | (f) for the reasons  |  |
|                                     |   |  |   |   | described in the preamble.   |  |
|                                     | (c) Surface   | Design casing and select setting depths<br>based on relevant engineering and<br>geologic factors. These factors include<br>the presence or absence of hydrocarbons<br>potential hazards, and water depths  | Use enough cement to fill the calculated annular space to at least 200 feet measured depth (MD) inside the conductor casing. When geologic conditions such as near-surface fractures and faulting exist, you must use enough cement to fill the calculated annular space to the mudline.    |   |  |  |
|                                     | (d) Intermediate  | Design casing and select setting depth<br>based on anticipated or encountered<br>geologic characteristics or wellbore<br>conditions  | Use enough cement to cover and isolate all hydrocarbon-bearing zones and isolate abnormal pressure intervals from normal pressure intervals in the well.  As a minimum, you must cement the annular space 500 feet MD above the casing shoe and 500 feet MD above each zone to be isolated. |   |  |  |
|                                     | (e) Production  | Design casing and select setting depth<br>based on anticipated or encountered<br>geologic characteristics or wellbore<br>conditions  | Use enough cement to cover or isolate all<br>hydrocarbon-bearing zones above the shoe.<br>As a minimum, you must cement the annular space at<br>least 500 feet MD above the casing shoe and 500 feet<br>MD above the uppermost hydrocarbon-bearing zone.                                    |   |  |  |
|                                     | (f) Liners  | If you use a liner as surface casing, you must set the top of the liner at least 200 feet MD above the previous casing liner shoe. If you use a liner as an intermediate string below a surface string or production casing below an intermediate string, you must set the top of the liner a least 100 feet MD above the previous casing shoe. You may not use a liner as conductor casing. A subsea well casing string whose top is above the mudline and that has been cemented back to the mudline will not be considered a liner. | requirements for intermediate casing.   |   |  |  |
| §250.423(a)                         | mechanis<br>string. If t  | ms are engaged upo   | latching mechanisms or lo<br>on successfully installing th<br>of an inadequate cement<br>).   | e casing                                | Industry agrees with proposed change but believe that the second sentence "If there is any | (a) You must ensure that the latching mechanisms or lock down mechanisms are |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text   |
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|                                     |  | indication of an inadequate cement job, you must comply with § 250.428(c)." should be removed. There is no longer a reference to cementing outside of this sentence. The proposed text concerns latching/lock down mechanisms engaging properly. This statement is redundant with the requirements in §250.428, and its removal here would not change the requirement there regarding indications of inadequate cement jobs. | engaged upon successfully installing the casing string.   |
| §250.423(b)                         | (b) If you run a liner that has a latching mechanism or lock down mechanism, you must ensure that the latching mechanisms or lock down mechanisms are engaged upon successfully installing the liner. If there is an indication of an inadequate cement job, you must comply with §250.428(c). | Industry agrees with proposed change but believe that the second sentence "If there is any indication of an inadequate cement job, you must comply with §250.428(c)." should be removed. There is no longer a reference to cementing outside of this sentence. The proposed text concerns latching/lock  | (b) If you run a liner that has a latching mechanism or lock down mechanism, you must ensure that the latching mechanisms or lock down mechanisms are engaged upon successfully installing the liner. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text   |
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|                                     |   | down mechanisms engaging properly. This statement is redundant with the requirements in §250.428, and its removal here would not change the requirement there regarding indications of inadequate cement jobs.   |   |
| §250.427(b)                         | (b) While drilling, you must maintain the safe drilling margins identified in §250.414. When you cannot maintain the safe margins, you must suspend drilling operations and remedy the situation. | In instances where an operator encounters a lost circulation zone, that operator would need to remedy the situation to move forward. In some situations, particularly when the lost circulation zone is on bottom, drilling ahead to get through the lost circulation zone may be the safest option to restore the integrity of the well rather than suspending drilling operations altogether to remedy the situation. It | (b) While drilling, you must maintain the safe drilling margins identified in §250.414. When you cannot maintain the safe drilling margins, you must remedy the situation through the implementation of an approved contingency plan ((92L) API BULLETIN 92L or (AP) analogous plan) or suspend drilling operations until the District reviews and approves proposed remedial actions, which may include limited drilling through a weak zone.  (b) While drilling, you must maintain the safe drilling |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text  |
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|                                     |  | is appropriate for operators to specify how they will remedy an anticipated loss of well circulation on bottom in the well's DWOP or APD. If an operator experiences an unanticipated loss of well circulation or a reduced drilling margin, the operator should provide notice and the operator's plan for remedying the issue to BSEE within a reasonable timeframe. | margins identified in §250.414. When you cannot maintain the safe drilling margins, you must remedy the situation through the implementation of an approved contingency plan ((92L) API BULLETIN 92L or (AP) analogous plan) or suspend drilling operations until the District reviews and approves proposed remedial actions, which may include limited drilling through a lost circulation zone. |
| §250.428(c)                         | If you encounter the following situation: (c) Have indication of inadequate cement job (such as unplanned lost returns, no cement returns to mudline or expected height, cement channeling, or failure of equipment),  Then you must:  (1) Locate the top of cement by:  (i) Running a temperature survey;  (ii) Running a cement evaluation log;  (iii) Using tracers in the cement and logging them prior to drill out; or | Concerns to c (1) (iii). The use of tracers would be helpful. The concern is around the requirement to log prior to drill out. Some operators are creating extensive shoe tracks to avoid wet shoes and requiring logging be complete prior to drill out   | If you encounter the following situation: (c) Have indication of inadequate cement job (such as unplanned lost returns, no cement returns to mudline or expected height, cement channeling, or failure of equipment), Then you must:   |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text  |
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|                                     | <ul> <li>(iv) Using a combination of these techniques.</li> <li>(2) Determine if your cement job is inadequate. If your cement job is determined to be inadequate, refer to paragraph (d) of this section.</li> <li>(3) If your cement job is determined to be adequate, report the results to the District Manager in your submitted WAR.</li> </ul>  | might create some inefficiencies that do not change the risk profile. Tracers are meant to be used when the losses are more likely, and TOC should be able to be found through the BHA MWD GR response.                              | (1) Locate the top of cement by: (i) Running a temperature survey; (ii) Running a cement evaluation log; (iii) Using tracers in the cement; or (iv) Using a combination of these techniques. (2) Determine if your cement job is inadequate. If your cement job is determined to be inadequate, refer to paragraph (d) of this section. (3) If your cement job is determined to be adequate, report the results to the District Manager in your submitted WAR. |
| §250.428(d)                         | Comply with § 250.428(c)(1) and take remedial actions. The District Manager must review and approve all remedial actions either through a previously approved contingency plan within the permit or remedial actions included in a revised permit before you may take them, unless immediate actions must be taken to ensure the safety of the crew or to prevent a well-control event. If you complete any immediate action to ensure the safety of the crew or to prevent a well-control event, submit a description of the action to the District Manager when that action is complete. | Industry agrees with the proposed changes. In part D, changes will allow for preapproval of contingency plans such as liner top squeezes, shoe squeezes, etc. in addition to the normal method of approval via RPD. This should help | Recommend adding "if necessary" in §250.428(d). I.e.: Comply with §250.428(c)(1), and take remedial actions, if necessary. The District Manager must review and approve all remedial actions either through a previously   |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text  |
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|                                     | Any changes to the well program, that are not included in the approved permit, will require submittal of a certification by a professional engineer (PE) certifying that they have reviewed and approved the proposed changes. You must also meet any other requirements of the District Manager for remedial actions. | minimize rigging having idle time associated with RPD process. | approved contingency plan within the permit or remedial actions included in a revised permit before you may take them, unless immediate actions must be taken to ensure the safety of the crew or to prevent a well-control event. If you complete any immediate action to ensure the safety of the crew or to prevent a well-control event, submit a description of the action to the District Manager when that action is complete. Any changes to the well program, that are not included in the approved permit, will require submittal of a certification by a professional engineer (PE) certifying that they have reviewed and approved the proposed changes. You must also meet any other requirements of the District Manager for remedial actions. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text               |
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| §250.433(b)                         | (b) For floating drilling operations with a subsea BOP stack, you must actuate the diverter system within 7 days after the previous actuation. For subsequent testing, you may partially actuate the diverter element and a flow test is not required.   | Industry agrees with the proposed change.  | None. The proposed change is supported. |
| §250.461(b)                         | (b) Survey requirements for directional well. You must conduct directional surveys on each directional well and digitally record the results. Surveys must give both inclination and azimuth at intervals not to exceed 500 feet during the normal course of drilling. Intervals during angle changing portions of the hole may not exceed 180 feet. | Industry agrees with the proposed change.  | None. The proposed change is supported. |
| §250.462                            | What are the source control, containment, and collocated equipment requirements?   | The proposed changes to 30 CFR 250.462 clarify the source control equipment requirements based on the operator's Regional Containment Demonstration (RCD) or Well Containment Plan (WCP). Similar to spill equipment (e.g. skimmers, sorbent boom, etc.), the majority of source control equipment has no other commercial purpose and is used solely for emergent containment operations, such as capping stacks, top hats and subsea dispersant wands. This unique | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text | Comments   | Recommended Industry Text |
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|                                     |                              | containment equipment is maintained by specialty companies and readily available for inspection at any time and maintained and stored for immediate use if an event occurs.  Other equipment listed for source control that has broad commercial purpose, such as Remotely Operated Vehicles and vessels are readily available and frequently inspected and maintained for safe and efficient normal operations. |                           |
|                                     |                              | Proposed revisions to paragraph (e)(3) would clarify that subsea utility equipment utilized solely for containment operations must be available for inspection at all times. Paragraph (e)(4) would also be revised to clarify that it is applicable only to collocated equipment identified in the Regional   |                           |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments  | Recommended Industry Text               |
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|                                     |  | Containment Demonstration (RCD) or Well Containment Plan and not all collocated equipment. The proposed revisions to both paragraphs (e)(3) and (e)(4) would help ensure that the applicable respective equipment is available for inspection. BSEE recognizes that some of the equipment used for containment is used for other types of operations on the OCS and would be available for inspection when in use during other well operations. |   |
| §250.518(e)(1)                      | (1) All permanently installed packers and bridge plugs qualified as mechanical barriers must comply with ANSI/API Spec. 11D1 (as incorporated by reference in §250.198).   | Industry agrees with the proposed change as it would minimize the number of alternate equipment requests submitted to BSEE.   | None. The proposed change is supported. |
| §250.519                            | Once you install your wellhead, you must meet the casing pressure management requirements of API RP 90 (as incorporated by reference in § 250.198) and the requirements of §§ 250.519 through 250.531. If there is a conflict between API RP | Industry agrees with the proposed administrative change to update incorrect citations.  | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text               |
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|                                     | 90 and the casing pressure requirements of this subpart, you must follow the requirements of this subpart.   |  |   |
| §250.522                            | A newly completed or recompleted well often has thermal casing pressure during initial startup. Bleeding casing pressure during the startup process is considered a normal and necessary operation to manage thermal casing pressure; therefore, you do not need to evaluate these operations as a casing diagnostic test. After 30 days of continuous production, the initial production startup operation is complete, and you must perform casing diagnostic testing as required in §§ 250.521 and 250.523.   | Industry agrees with the proposed administrative change to update incorrect citations. | None. The proposed change is supported. |
| §250.525(d)                         | (d) Any well that has sustained casing pressure (SCP) and is bled down to prevent it from exceeding its MAWOP, except during initial startup operations described in §250.522;   | Industry agrees with the proposed administrative change to update incorrect citations. | None. The proposed change is supported. |
| §250.526                            | You must submit either, to the appropriate include You must also  (a) a unification of Corrective action, or, the Regional Supervisor. Field Operations.  (b) a casing pressure Regional Supervisor. Field Operations.  (b) a casing pressure Regional Supervisor. Field Operations.  (c) a casing pressure Regional Supervisor. Field Regional Supervisor. Field Operations.  (d) a casing pressure Regional Supervisor. Field Regional Regional Supervisor. Field Regional Regional Supervisor. Field Regional Regional Regional R | Industry agrees with the proposed administrative change to update incorrect citations. | None. The proposed change is supported. |
| §250.530(b)                         | (b) You must submit the casing diagnostic test data to the appropriate Regional Supervisor, Field Operations, within 14 days of completion of the diagnostic test required under §250.523(e).  | Industry agrees with the proposed administrative change to update incorrect citations. | None. The proposed change is supported. |
| §250.601(m)                         | (m) Acid treatments  | Industry agrees the proposed change is helpful in minimizing confusion                 | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text               |
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|                                     |   | about the definition of routine operations.  |   |
| §250.616                            | [Reserved]  | Industry agrees with the proposed change.  | None. The proposed change is supported. |
| §250.619(e)(1)                      | (1) All permanently installed packers and bridge plugs qualified as mechanical barriers must comply with ANSI/API Spec. 11D1 (as incorporated by reference in §250.198). You must have two independent barriers, one being mechanical, in the exposed center wellbore prior to removing the tree and/or well control equipment;   | Industry agrees the proposed change provides clarity as to when packers and bridge plugs need to be qualified as mechanical barriers.  | None. The proposed change is supported. |
| §§250.720(a)(1)<br>and (a)(3)       | (a) * * *  (1) The events that would cause you to interrupt operations and notify the District Manager include, but are not limited to, the following:  (i) Evacuation of the rig crew;  (ii) Inability to keep the rig on location;  (iii) Repair to major rig or well-control equipment;  (iv) Observed flow outside the well's casing (e.g., shallow water flow or bubbling); or  (v) Impending National Weather Service-named tropical storm or hurricane.  * * * * *  (3) If you unlatch the BOP or LMRP:  (i) Upon relatch of the BOP, you must test according to §250.734(b)(2), or  (ii) Upon relatch of the LMRP, you must test according to §250.734(b)(3); and | Industry agrees with the proposed change to codify existing BSEE policy and guidance.  While we agree with the revision, we have concerns with the requirement in §250.734(b), incorporated here, to re-test the deadman systems when they have not been repaired or affected by the suspension. It is important to verify that the system is functional, but in cases where the system has not been modified, the | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments  | Recommended Industry Text  |
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|                                     | (iii) You must receive District Manager approval before resuming operations.  | previous test should be sufficient. Full discussion of the potential safety risk and proposed alternate text is included below in §250.734(b).  |  |
| §250.720(d)                         | (d) For subsea completed wells with a tree installed, you must have the equipment and capabilities for intervention on those wells. All equipment utilized solely for intervention operations (e.g tree interface tools) must be readily available, maintained in accordance with OEM recommendations, and available for inspection by BSEE upon request. | W&T Comment: This proposed new regulation is overly prescriptive and will place an undue burden financially on operators. The subsea tree systems deployed in the GOM vary widely by manufacturer and design. Even similar models of subsea trees from the same manufacturer can require completely different intervention tooling. The intervention tools used on these systems are normally owned and provided by the subsea tree manufacturer/service provider on a rental "per job" basis. Typically, the subsea tree manufacturers | W&T Recommendation: Delete proposed new regulation in its entirety |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text | Comments                     | Recommended Industry Text |
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|                                     |                              | will only build, store and   |                           |
|                                     |                              | maintain a limited number    |                           |
|                                     |                              | of these tool packages that  |                           |
|                                     |                              | are then redressed and       |                           |
|                                     |                              | deployed on an "as           |                           |
|                                     |                              | needed, when needed,         |                           |
|                                     |                              | where needed" basis, often   |                           |
|                                     |                              | globally. In order to        |                           |
|                                     |                              | guarantee specific tools are |                           |
|                                     |                              | available at any time for    |                           |
|                                     |                              | BSEE inspection upon         |                           |
|                                     |                              | request for the all the      |                           |
|                                     |                              | various subsea trees an      |                           |
|                                     |                              | operator may have in place   |                           |
|                                     |                              | will require each operator   |                           |
|                                     |                              | to purchase and/or           |                           |
|                                     |                              | continuously lease           |                           |
|                                     |                              | dedicate intervention tools  |                           |
|                                     |                              | packages and continue to     |                           |
|                                     |                              | pay to have these stored     |                           |
|                                     |                              | and maintained for life of   |                           |
|                                     |                              | that well. This              |                           |
|                                     |                              | requirement is               |                           |
|                                     |                              | unnecessary as significant   |                           |
|                                     |                              | planning is required for any |                           |
|                                     |                              | type of subsea well          |                           |
|                                     |                              | intervention which would     |                           |
|                                     |                              | include mobilizing and       |                           |
|                                     |                              | preparing the appropriate    |                           |
|                                     |                              | interface tools for that     |                           |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments  | Recommended Industry Text  |
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|                                     |   | specific operation. If an emergency loss of well containment event occurs on a subsea well, then it is unlikely that the interface tools referenced in the regulation would be applicable, rather the operator would activate its subsea well containment procedures as detailed in its BSEE approved Regional Containment Demonstration plan and other emergency response plans. |  |
| §250.722(a)(2)                      | (2) Report the results of your evaluation to the District Manager and obtain approval of those results before resuming operations. Your report must include calculations that indicate the well's integrity is above the minimum safety factors, if an imaging tool or caliper is used. District Manager approval is not required to resume operations if you conducted a successful pressure test as approved in your permit. You must document the successful pressure test in the WAR. | Industry agrees with the change allowing for continued operations when a successful pressure test (as per the permit) is obtained.  | None. The proposed change is supported.  |
| §250.724(a)                         | (a) No later than April 29, 2019, when conducting well operations with a subsea BOP or with a surface BOP on a floating facility, or when operating in an high pressure high temperature (HPHT) environment, you must gather and monitor real-time well data  | Industry has concerns with<br>the scope of the rule<br>which would result from<br>the adoption of the   | (a) No later than April 29,<br>2019, when conducting well<br>operations with a subsea<br>BOP or with a surface BOP |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text  |
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|                                     | using an independent, automatic, and continuous monitoring system capable of recording, storing, and transmitting data regarding the following:  (1) The BOP control system;  (2) The well's fluid handling system on the rig; and  (3) The well's downhole conditions with the bottom hole assembly tools (if any tools are installed). | proposed text. The proposed text would remove an existing boundary in the regulation limiting the scope of §250.724 to Applications for Permits to Drill (APDs). Industry recommends the addition of language defining RTM applications to those operations covered by API Standard 53 to clearly state, consistent with the current regulations and with the incorporation of Standard 53, 4th Edition, with its Addendum 1, which systems must be covered by an Operator's RTM plan. This would provide clarity on scope in the proposed rule consistent with current regulation.  Industry also believes that the existing language in §250.724(a)(2), "well's fluid handling system on the rig" is potentially unclear as some fluid | on a floating facility, as defined by API Standard 53 incorporated by reference in §250.198(h)(63), or when operating in an high pressure high temperature (HPHT) environment, you must gather and monitor real-time well data using an independent, automatic, and continuous monitoring system capable of recording, storing, and transmitting data regarding the following:  (1) The BOP control system; (2) The well's active fluid circulating system; and (3) The well's downhole conditions with the bottom hole assembly tools (if any tools are installed). |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text | Comments                    | Recommended Industry Text |
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|                                     |                              | "handling systems" are not  |                           |
|                                     |                              | part of the active well     |                           |
|                                     |                              | barrier. For clarity,       |                           |
|                                     |                              | industry proposes           |                           |
|                                     |                              | changing the language to    |                           |
|                                     |                              | read as "well's active      |                           |
|                                     |                              | circulating system". The    |                           |
|                                     |                              | industry recommended        |                           |
|                                     |                              | text relies on standard     |                           |
|                                     |                              | industry definitions to     |                           |
|                                     |                              | demonstrate the intent of   |                           |
|                                     |                              | the current regulations.    |                           |
|                                     |                              | Additionally, by focusing   |                           |
|                                     |                              | on the active system, the   |                           |
|                                     |                              | text of the rule would be   |                           |
|                                     |                              | aligned with standard       |                           |
|                                     |                              | industry vernacular for the |                           |
|                                     |                              | primary fluid system that   |                           |
|                                     |                              | is relied on for well       |                           |
|                                     |                              | control. The most relevant  |                           |
|                                     |                              | volumes to trend in real    |                           |
|                                     |                              | time are the active,        |                           |
|                                     |                              | collectively the "active    |                           |
|                                     |                              | system". The current        |                           |
|                                     |                              | version "well's fluid       |                           |
|                                     |                              | handling system" could be   |                           |
|                                     |                              | inadvertently be            |                           |
|                                     |                              | interpreted as including    |                           |
|                                     |                              | other systems on the rig    |                           |
|                                     |                              | such as sand traps, reserve |                           |
|                                     |                              | pits, storage pits, and     |                           |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text               |
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|                                     |   | offline volume. In this case, monitoring those systems could make it difficult to differentiate well behavior by diluting the well response over a larger volume and trending data that is not directly connected to the well. Each operator's RTM plan should address managing the monitored pits as the active system on the rig changes. This is commonly managed in industry by the use of the pit volume totalizer (PVT) and flow measurement |   |
| §250.724(b)                         | Remove existing §250.724(b) and redesignate existing paragraph (c) with minor revisions as paragraph (b).  (b) You must develop and implement a real-time monitoring plan. Your real-time monitoring plan, and all real-time monitoring data, must be made available to BSEE upon request. Your real-time monitoring plan must include the following:  (1) A description of your real-time monitoring capabilities, including the types of the data collected;  (2) A description of how your real-time monitoring data will be transmitted during operations, how the data will be labeled and | systems.  Industry supports the removal from the rule of the current §250.724(b), allowing a greater degree for operators to develop RTM plans consistent with their specific operational risk, their governing principles, and SEMS procedures.   | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments  | Recommended Industry Text               |
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|                                     | monitored by qualified personnel, and how the data will be stored as required in §§250.740 and 250.741;  (3) A description of your procedures for providing BSEE access, upon request, to your realtime monitoring data;  (4) The qualifications of the personnel monitoring the data;  (5) Your procedures for, and methods of, communication between rig personnel and the monitoring personnel; and  (6) Actions to be taken if you lose any real-time monitoring capabilities or communications between rig personnel and monitoring personnel, and a protocol for how you will respond to any significant and/or prolonged interruption of monitoring capabilities or communications, including your protocol for  | Additionally, industry supports the removal of references to "onshore" from the existing rule.  These changes retain the risk ownership of the operation and decisionmaking with the individual Operator. |   |
| §§250.730(a) and (b)                | (a) You must ensure that the BOP system and system components are designed, installed, maintained, inspected, tested, and used properly to ensure well control. The working-pressure rating of each BOP component (excluding annular(s)) must exceed MASP as defined for the operation. For a subsea BOP, the MASP must be taken at the mudline. The BOP system includes the BOP stack, control system, and any other associated system(s) and equipment. The BOP system and individual components must be able to perform their expected functions and be compatible with each other. Your BOP system must be capable of closing and sealing the wellbore in the event of flow due to a kick, including under anticipated flowing conditions for the specific well conditions, without losing ram closure time and sealing integrity due to the corrosiveness, volume, and abrasiveness of any fluids in the wellbore that the BOP system may encounter. Your BOP system must meet the following requirements: | Industry agrees with the proposed change as it aligns the document with existing industry practices proven successful in Drilling activities worldwide.   | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments | Recommended Industry Text |
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|                                     | (1) The BOP requirements of API Standard 53 (incorporated by  |          |                           |
|                                     | reference in § 250.198) and the requirements of §§ 250.733  |          |                           |
|                                     | through 250.739. If there is a conflict between API Standard 53   |          |                           |
|                                     | and the requirements of this subpart, you must follow the   |          |                           |
|                                     | requirements of this subpart.   |          |                           |
|                                     | (2) The provisions of the following industry standards (all   |          |                           |
|                                     | incorporated by reference in § 250.198) that apply to BOP   |          |                           |
|                                     | systems:  |          |                           |
|                                     | (i) ANSI/API Spec. 6A;  |          |                           |
|                                     | (ii) ANSI/API Spec. 16A;  |          |                           |
|                                     | (iii) ANSI/API Spec. 16C;   |          |                           |
|                                     | (iv) API Spec. 16D; and   |          |                           |
|                                     | (v) ANSI/API Spec. 17D.   |          |                           |
|                                     | (3) For surface and subsea BOPs, the pipe and variable bore rams  |          |                           |
|                                     | installed in the BOP stack must be capable of effectively closing   |          |                           |
|                                     | and sealing on the tubular body of any drill pipe, workstring, and  |          |                           |
|                                     | tubing (excluding tubing with exterior control lines and flat packs)  |          |                           |
|                                     | in the hole under MASP, as defined for the operation, with the  |          |                           |
|                                     | proposed regulator settings of the BOP control system.  |          |                           |
|                                     | (4) The current set of approved schematic drawings must be  |          |                           |
|                                     | available on the rig and at an onshore location. If you make any modifications to the BOP or control system that will change your |          |                           |
|                                     | BSEE-approved schematic drawings, you must suspend  |          |                           |
|                                     | operations until you obtain approval from the District Manager.   |          |                           |
|                                     | (b) You must ensure that the design, fabrication, maintenance,  |          |                           |
|                                     | and repair of your BOP system is in accordance with the   |          |                           |
|                                     | requirements contained in this part, applicable Original  |          |                           |
|                                     | Equipment Manufacturers (OEM) recommendations unless  |          |                           |
|                                     | otherwise directed by BSEE, and recognized engineering  |          |                           |
|                                     | practices. The training and qualification of repair and   |          |                           |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text   |
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|                                     | maintenance personnel must meet or exceed applicable OEM training recommendations unless otherwise directed by BSEE.   |  |   |
| §250.730(c)                         | (c) You must follow the failure reporting procedures contained in API Standard 53, (incorporated by reference in § 250.198), and: (1) You must provide a written notice of equipment failure to BSEE, unless BSEE has designated a third party as provided in paragraph (d) of this section, and the manufacturer of such equipment within 30 days after the discovery and identification of the failure. A failure is any condition that prevents the equipment from meeting the functional specification.  (2) You must ensure that an investigation and a failure analysis are started within 120 days of the failure to determine the cause of the failure and are completed within 120 days upon starting the investigation and failure analysis. You must also ensure that the results and any corrective action are documented. You must ensure that the analysis report is submitted to BSEE, unless BSEE has designated a third party as provided in paragraph (c)(4) of this section, as well as the manufacturer.  (3) If the equipment manufacturer notifies you that it has changed the design of the equipment that failed or if you have changed operating or repair procedures as a result of a failure, then you must, within 30 days of such changes, report the design change or modified procedures in writing to BSEE, unless BSEE has designated a third party as provided in paragraph (c)(4) of this section.  (4) BSEE may designate a third party to receive the data and reports on behalf of BSEE. If BSEE designates a third party, you must submit the data and reports to the designated third party. | Industry appreciates the additional time provided by the proposed changes (120 days from incident to 120 days from start of the investigation). Industry recognizes that not all failures will require a detailed investigation. However, industry is concerned that extenuating circumstances (operational or investigation related) may prevent the completion of the investigation within 120 days.  Industry proposes that the rule provide a method for extending investigations that have been started but are not complete within the 120 days. The Operator would submit a status update to BSEE detailing the progress to date, reason(s) as to why | (c) You must follow the failure reporting procedures contained in API Standard 53, (incorporated by reference in § 250.198), and: (1) You must provide a written notice of equipment failure to BSEE, unless BSEE has designated a third party as provided in paragraph (d) of this section, and the manufacturer of such equipment within 30 days after the discovery and identification of the failure. A failure is any condition that prevents the equipment from meeting the functional specification.  (2) You must ensure that an investigation and a failure analysis are started within 120 days of the failure to determine the cause of the failure and are completed within 120 days upon starting the investigation and failure analysis. If the |
|                                     |  | the investigation is not   | investigation cannot be   |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text | Comments                                   | Recommended Industry Text   |
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|                                     |                              | completed, and a defined extension period. | completed within the 120-day period, you must submit a status update of the investigation. You must also ensure that the results and any corrective action are documented. You must ensure that the analysis report and any investigation status updates are submitted to BSEE, unless BSEE has designated a third party as provided in paragraph (c)(4) of this section, as well as the manufacturer.  (3) If the equipment manufacturer notifies you that it has changed the design of the equipment that failed or if you have changed operating or repair procedures as a result of a failure, then you must, within 30 days of such changes, report the design change or modified procedures in writing to BSEE, unless BSEE has designated a third party as provided in paragraph (c)(4) of this section. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments  | Recommended Industry Text  |
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|                                     |   |   | (4) BSEE may designate a third party to receive the data and reports on behalf of BSEE. If BSEE designates a third party, you must submit the data and reports to the designated third party.  |
| §250.730(d)                         | (d) If you plan to use a BOP stack manufactured after the effective date of this regulation, you must use one manufactured pursuant to an ANSI/API Spec. Q1 (as incorporated by reference in § 250.198) quality management system. Such quality management system must be certified by an entity that meets the requirements of ISO/IEC 17021-1 (as incorporated by reference in §250.198).  (1) BSEE may consider accepting equipment manufactured under quality assurance programs other than ANSI/API Spec. Q1, provided you submit a request to the Chief, Office of Offshore Regulatory Programs for approval, containing relevant information about the alternative program.  (2) You must submit this request to the Chief, Office of Offshore Regulatory Programs; Bureau of Safety and Environmental Enforcement; 45600 Woodland Road, Sterling, Virginia 20166. | Industry requests the addition of "or stack sub-assemblies" to provide clarity that the rule is covering the overall BOP Stack and the component assemblies contained within. | (d) If you plan to use a BOP stack and/or Stack subassemblies (covered under the specifications incorporated by reference in 250.198) manufactured after the effective date of this regulation, you must use one manufactured pursuant to an ANSI/API Spec. Q1 (as incorporated by reference in § 250.198) quality management system. Such quality management system. Such quality management system must be certified by an entity that meets the requirements of ISO/IEC 17021-1 (as incorporated by reference in §250.198). (1) BSEE may consider accepting equipment manufactured under quality assurance programs other |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text  |
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|                                     |  |  | provided you submit a request to the Chief, Office of Offshore Regulatory Programs for approval, containing relevant information about the alternative program.  (2) You must submit this request to the Chief, Office of Offshore Regulatory Programs; Bureau of Safety and Environmental Enforcement; 45600 Woodland Road, Sterling, Virginia 20166. |
| §250.731(a)(5)                      | (5) Control system pressure and regulator settings needed to close each ram BOP under MASP as defined for the operation;   | Industry agrees with proposed change based on field testing.   | None. The proposed change is supported.  |
| §250.731(c)                         | Verification that: (1) Test data demonstrate the shear ram(s) will shear the drill pipe at the water depth as required in § 250.732; (2) The BOP was designed, tested, and maintained to perform under the maximum environmental and operational conditions anticipated to occur at the well; (3) The accumulator system has sufficient fluid to operate the BOP system without assistance from the charging system; and (4) If using a subsea BOP, a BOP in an HPHT environment as defined in § 250.804(b), or a surface BOP on a floating facility, the BOP has not been compromised or damaged from previous service. | Industry agrees with proposed change based on on-going verification, witnessing by independent third parties, and validation procedures which are in place. These practices have proved to be successful in Drilling activities worldwide. | None. The proposed change is supported.  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text |  | Comments  | Recommended Industry Text               |
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| §250.731(f)                         | MIA                          |  | Agree with proposed change based on on-going verification, I3P witnessing, and validation procedures in place. These practices have proved to be successful in Drilling activities worldwide. | None. The proposed change is supported. |
| §250.732(a)(1)                      | you must submit verification | eration requiring the use of any BOP, by an independent third party and s required by this paragraph to the r and Regional Supervisor.  That:  (i) Demonstrates that the BOP will shear the drill pipe and any electric-, wire-, and slick-line to be used in the well;  (ii) Demonstrates the use of test protocols and analysis that represent recognized engineering practices for ensuring the repeatability and reproducibility of the tests, and that the testing was performed by a facility that meets generally accepted quality assurance standards;  (iii) Provides a reasonable representation of field applications, taking into consideration the physical and mechanical properties of the drill pipe;  (iv) Demonstrates the shearing capacity of the BOP equipment to the physical and mechanical properties of the drill pipe; and |   | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed N   | New Regulation Text  | Comments Recommended Industry   |  | Industry Text  |
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| §250.732(a)(2)                      | You must submit verification and documentation related to: (2) Pressure integrity testing, and | (v) Includes relevant testing results.  That:  (i) Shows that testing is conducted immediately after the shearing tests;  (ii) Demonstrates that the equipment will seal at the rated working pressures (RWP) of the BOP for 5 minutes; and  (iii) Includes all relevant test results. | Industry proposes that "immediately" be removed from the rule and that "after the shearing is completed and prior to opening the rams" be added as this will provide clarity to the requirement.  Industry supports using a 5-minute test as minimum requirement is in line with existing test data and has proved to be successful in Drilling activities worldwide. | You must submit verification and documentation related to: (2) Pressure integrity testing, and | (i) Shows that testing is conducted after the shearing is completed and prior to opening the rams; (ii) Demonstrates that the equipment will seal at the rated working pressures (RWP) of the BOP for 5 minutes; and (iii) Includes all relevant test results. |
| §250.732(a)(3)                      | You must submit verification and documentation related to: (3) Calculations                    | Include shearing and sealing pressures for all pipe to be used in the well including corrections for MASP.   | Industry agrees with the proposed change.   | None. The propis supported.  | osed change  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text               |
|-------------------------------------|---|--|---|
| §250.732(b)                         | (b) The independent third-party must be a technical classification society, or a licensed professional engineering firm, or a registered professional engineer capable of providing the required certifications and verifications.  | Industry agrees with the proposed change based on existing shear testing demonstrating that the BOP is capable of shearing the required tubulars.  | None. The proposed change is supported. |
| §250.732(c) & (d)                   | (c) For wells in an HPHT environment, as defined by § 250.804(b), you must submit verification by an independent third party that the independent third party conducted a comprehensive review of the BOP system and related equipment you propose to use. You must provide the independent third-party access to any facility associated with the BOP system or related equipment during the review process. You must submit the verifications required by this paragraph (c) to the appropriate District Manager and Regional Supervisor before you begin any operations in an HPHT environment with the proposed equipment.  | Industry agrees with proposed change based on on-going verification, witnessing by independent third parties, and validation procedures which are in place. These practices have proved to be successful in Drilling activities worldwide. | None. The proposed change is supported. |
|                                     | You must submit:  (1) Verification that the independent third party conducted a detailed review of the design package to ensure that all critical components and systems meet recognized engineering practices.  (2) Verification that the designs of individual components and the overall system have been proven of failure, and in a testing process that demonstrates the performance and reliability of the equipment in a manner that is repeatable and reproducible.  (3) Verification that the BOP equipment will perform as designed in the temperature, pressure, and environment that will be encountered, and  (4) Verification that the fabrication, manufacture, and assembly of individual components and the overall system uses recognized engineering practices and quality control and assurance mechanisms, complete material and quality controls over all contractors, subcontractors, distributors, and suppliers at every stage in the fabrication, manufacture, and assembly process.  (d) You must make all documentation that supports the requirements of this section available to BSEE upon request. |  |   |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended Industry Text  |
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| §250.733(a)(1)                      | (1) The blind shear rams must be capable of shearing at any point along the tubular body of any drill pipe (excluding tool joints, bottom-hole tools, and bottom hole assemblies that include heavy-weight pipe or collars), workstring, tubing and associated exterior control lines, and any electric-, wire-, and slick-line that is in the hole and sealing the wellbore after shearing. | Industry does not agree with BSEE's assertion that "The alternative cutting device is no longer necessary because the currently commercially available shear rams have increased design capabilities, which are capable of shearing these types of lines."  While rigs utilizing wire-, electric-, slick-line do have a method for cutting these lines, Industry wishes to clarify that BSEE's statement is not wholly accurate as the OEMs do not offer, and are not expected to offer, wireline cutting capability for all the BOP sizes and rated working pressures currently utilized in the GOM.  OEMs do currently offer wireline shear & seal Blind Shear Rams for a range of BOPs, predominately 18- | (1) Effective April 29, 2021, the blind shear rams (within the scope of API 16A incorporated by reference in 250.198) must be capable of shearing at any point along the tubular body of any drill pipe (excluding tool joints, bottom-hole tools, and bottom hole assemblies that include heavy-weight pipe or collars), workstring, tubing, and any electric-, wire-, and slick-line that is in the hole and sealing the wellbore after shearing. If your blind shear rams are unable to cut any electric-, wire-, or slick-line under MASP as defined for the operation and seal the wellbore, you must use a non-BOP based solution capable of shearing the lines before closing the BOP. This device must be available on the rig floor during operations that require their use. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text | Comments                    | Recommended Industry Text |
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|                                     |                              | 3/4" bore sizes. However,   |                           |
|                                     |                              | utilizing an 18-3/4" bore   |                           |
|                                     |                              | BOP is not possible for all |                           |
|                                     |                              | applications because of     |                           |
|                                     |                              | limitations and/or          |                           |
|                                     |                              | restrictions for weight,    |                           |
|                                     |                              | size, and configuration.    |                           |
|                                     |                              | Accordingly, it will be     |                           |
|                                     |                              | necessary for BSEE and      |                           |
|                                     |                              | Industry work together to   |                           |
|                                     |                              | discuss the available       |                           |
|                                     |                              | options and limitations of  |                           |
|                                     |                              | their use.                  |                           |
|                                     |                              | Industry believes it is     |                           |
|                                     |                              | appropriate to establish a  |                           |
|                                     |                              | minimum time period of 5    |                           |
|                                     |                              | years from the original     |                           |
|                                     |                              | release of the WCR for      |                           |
|                                     |                              | design, testing,            |                           |
|                                     |                              | manufacture, and            |                           |
|                                     |                              | installation of the         |                           |
|                                     |                              | requested Blind Shear       |                           |
|                                     |                              | Rams for all known bore     |                           |
|                                     |                              | size and rated working      |                           |
|                                     |                              | pressure combinations       |                           |
|                                     |                              | that are available. Until   |                           |
|                                     |                              | these Rams are available,   |                           |
|                                     |                              | Industry must be allowed    |                           |
|                                     |                              | to continue to utilize the  |                           |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text  |
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|                                     |   | Alternative Cutting Device referenced in §250.733(a)(1) and inclusive of the response to this item below.  |  |
|                                     |   | There are other available cutting device solutions that will cut wireline/etc. As the Cutting Device is part of a system-based approach for the Drilling Operation, the regulatory requirement for the Blind Shear Ram and the BOP Stack itself to be the sole device capable of cutting the wireline/etc is restrictive of innovation |  |
| §250.733(b)(1)                      | (1) For BOPs installed after April 29, 2021, follow the BOP requirements in § 250.734(a)(1).  | related to the intent of this requirement.  Industry believes that this proposed change was intended to apply only to <b>NEW</b> floating production facilities.   | (1) For BOPs installed on new floating production facilities installed after April 29, 2021, follow the BOP requirements in § 250.734(a)(1). |
| §250.733(e)                         | (e) Additional requirements for surface BOP systems used in well-completion, workover, and decommissioning operations. The minimum BOP system for well-completion, workover, and decommissioning operations must meet the appropriate standards from the following table: | Industry agrees with the proposed change. Industry recognizes and appreciates the deviation from drilling BOP classes  | None. The proposed change is supported.  |

| Proposed<br>Regulation<br>Reference | P  | roposed New Regulation Text  | Comments   | Recommended Industry Text               |
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|                                     | When   | The minimum BOP stack must include   | and agrees with this wording, confident it does  |   |
|                                     |  | Three BOPs consisting of an annular, one set of pipe rams, and one set of<br>blind-shear rams.   | not adversely affect safety  |   |
|                                     |  | Four BOPs consisting of an annular, two sets of pipe rams, and one set of blind-shear rams.  | considerations.  |   |
|                                     |  | Four BOPs consisting of an annular, one set of pipe rams, one set of dual pipe rams, and one set of blind-shear rams.  |  |   |
|                                     | string,  | At least one set of pipe rams that are capable of sealing around each size of drill string. If the expected pressure is greater than 5,000 psi, then you must have at least two sets of pipe rams that are capable of sealing around the larger size drill string. You may substitute one set of variable bore rams for two sets of pipe rams. |  |   |
|                                     | <ul><li>(5) You use a surface BOP<br/>on a floating facility,</li></ul>  | The elements required by § 250.733(b)(1) of this part.   |  |   |
| §250.734(a)(1)(ii)                  | (ii) A combination of the shear rams must be capable of shear at any point along the tubular body of any drill pipe (excluding tool joints, bottom-hole tools, and bottom hole assemblies su as heavy-weight pipe or collars), workstring, tubing and associated exterior control lines, appropriate area for the line casing landing string, shear sub on subsea test tree, and any electric-, wire-, slick-line in the hole; under MASP. At least one shear ram must be capable of sealing the wellbore after shear under MASP conditions as defined for the operation. Any non sealing shear ram(s) must be installed below a sealing shear ram(s). |  | Industry agrees with the proposed change which is based on a previously published BSEE interpretation.   | None. The proposed change is supported. |
| §250.734(a)(3)                      | disconnect the LMI (ii) Have the capab required times out leads. (iii) No later than A   | ired shear ram, ram locks, one pipe ram, and   | Industry agrees with the proposed change based on alignment with API Std 53, 4 <sup>th</sup> edition, with Addendum 1, and in recognition of its proper application and historical | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text   |
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|                                     | to secure the wellbore. These bottles may also be utilized to perform the secondary control system functions (e.g., ROV or acoustic functions).  (iv) Perform under MASP conditions as defined for the operation.   | success of Subsea BOP<br>Stacks around the world.  |   |
| §250.734(a)(4)                      | The ROV must be capable of closing each shear ram, ram locks, one pipe ram, and disconnecting the LMRP under MASP conditions as defined for the operation. The ROV must be capable of performing these functions in the response times outlined in API Standard 53 (as incorporated by reference in §250.198). The ROV panels on the BOP and LMRP must be compliant with API RP 17H (as incorporated by reference in §250.198). | Industry agrees with removing the open function requirement from the ROV Panel.  However, industry is not in agreement with the proposed text requiring that the ROV alone (without flying leads) must be capable of meeting the API S53 timing requirements.  The text as written does not provide clarity as to whether the timing requirements can be met by the ROV alone or whether the ROV can meet these requirements by using a flying lead as allowed in .734(a)(3)(ii).  Industry recommends that the timing requirements align with API Standard 53 | The ROV must be capable of closing each shear ram, ram locks, one pipe ram, and disconnecting the LMRP under MASP conditions as defined for the operation. The ROV must be capable of performing these functions independently, via flying lead or external power source in the response times outlined in API Standard 53 (as incorporated by reference in §250.198). The ROV panels on the BOP and LMRP must be compliant with API RP 17H (as incorporated by reference in §250.198). |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text               |
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|                                     |   | and the prior references in<br>the WCR with respect to<br>the ROV capability.  |   |
|                                     |   | Industry is also concerned with BSEE's reference to compliance with API 17H 2nd edition, since API Standard 53 (see section 7.3.20.1.3) already covers this requirement.   |   |
|                                     |   | If the intention of this requirement is to ensure compatibility of all ROVs with all BOP Stack mounted ROV panels, then adherence to API 17H Type A, B, or C stab receptacles can meet this requirement and are dimensionally the same in both API RP 17H 1st and 2nd Edition. |   |
| §250.734(a)(6)(iv)                  | (iv) Autoshear/deadman functions must close, at a minimum, two shear rams in sequence and be capable of performing their expected shearing and sealing action under MASP conditions as defined for the operation. | Industry agrees with the proposed change based on alignment with API Std 53 4th edition and proper application / historical  | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments  | Recommended Industry Text   |  |
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|                                     |  | success of Subsea BOP<br>Stacks around the world.   |   |  |
| §250.734(a)(16)                     | (16) Use a BOP system that has the following mechanisms and capabilities;  If your control pods contain a subsea electronic module with batteries, a mechanism for personnel on the rig to monitor the state of charge of the subsea electronic module batteries in the BOP control pods   | Industry agree with the proposed change to remove the existing §§250.734(a)(16)(i) & (ii).  | None. The proposed change is supported.   |  |
| §250.734(b)                         | (b) If you suspend operations to make repairs to any part of the subsea BOP system, you must stop operations at a safe downhole location. Before resuming operations, you must:  (1) Submit a revised permit with a verification report from an independent third party documenting the repairs and that the BOP is fit for service;  (2) Upon relatch of the BOP, perform an initial subsea BOP test in accordance with § 250.737(d)(4), including deadman in accordance with § 250.737(d)(12)(vi). If repairs take longer than 30 days, once the BOP is on deck, you must test in accordance with the requirements of § 250.737;  (3) Upon relatch of the LMRP, you must test according to the following:  (i) Pressure test riser connector/gasket in accordance with § 250.737(b) and (c);  (ii) Pressure test choke and kill stabs at LMRP/BOP interface in accordance with § 250.737(b) and (c);  (iii) Full function test of both pods and both control panels;  (iv) Verify acoustic pod communication (if equipped); and  (v) Deadman test with pressure test in accordance with § 250.737(d)(12)(vi).  (4) Receive approval from the District Manager. | Retesting the deadman subsea after a successful surface verification is not necessary every time the BOP or LMRP is latched to the wellhead (ex., weather suspensions, disconnect for tubing head spool installation, etc.). Doing so presents unnecessary risk to people, asset and the environment. Proposed that deadman retesting subsea only be required when repairs are made to or could impact the deadman circuit. | b) If operations are suspended to make repairs to any part of the subsea BOP system, you must stop operations at a safe downhole location. Before resuming operations, you must:  (1) Submit a revised permit with a verification report from an independent third party documenting the repairs and that the BOP is fit for service;  (2) Upon relatch of the BOP, perform an initial subsea BOP test in accordance with § 250.737(d)(4). Deadman test required on surface prior to redeployment and only required subsea if any repairs were made to the deadman circuit; |  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments  | Recommended Industry Text   |
|-------------------------------------|--|---|---|
|                                     |  |   | (3) Upon relatch of the LMRP, you must test according to the following: (i) Pressure test riser connector/gasket in accordance with § 250.737(b) and (c); (ii) Pressure test choke and kill stabs at LMRP/BOP interface in accordance with § 250.737(b) and (c); (iii) Full function test of both pods and both control panels; (iv) Verify acoustic pod communication (if equipped); and (v) Deadman test with pressure test in accordance with §250.737(d)(12)(vi) if any repairs were made to the deadman circuit; and (4) Receive approval from |
| §250.735(a)                         | (a) An accumulator system (as specified in API Standard 53 and incorporated by reference in § 250.198). Your accumulator system must have the fluid volume capacity and appropriate precharge pressures in accordance with API Standard 53. If you supply the accumulator regulators by rig air and do not have a secondary source of pneumatic supply, you must equip the | Industry agrees with the proposed change based on its alignment with API Std 53, 4 <sup>th</sup> edition and proper application / historical success of Subsea BOP Stacks around the world. | the District Manager.  None. The proposed change is supported.  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments  | Recommended Industry Text   |
|-------------------------------------|--|---|---|
|                                     | regulators with manual overrides or other devices to ensure capability of hydraulic operations if rig air is lost;   |   |   |
| §250.736(d)(5)                      | (5) When running casing, a safety valve in the open position available on the rig floor to fit the casing string being run in the hole. For subsea BOPs, the safety valve must be available on the rig floor if the length of casing being run exceeds the water depth, which would result in the casing being across the BOP stack and the rig floor prior to crossing over to the drill pipe running string; | Industry agrees with the proposed change based on proper application / historical success around the world.   | None. The proposed change is supported.   |
| §250.737(a)                         | BSEE has not proposed revision of this section.  | Industry proposes BSEE adopt the 21-day test frequency in conformance with API Std 53, 4 <sup>th</sup> edition. This test period ensures reliability of the sealing components and is based on industry studies to determine the appropriate test frequency to achieve the highest reliability considering wear and fatigue on systems. The change does not impact the weekly function test requirement, which is the most reliable determinant of system health. | Revise §250.737(a) to read as follows:  (a) Pressure test frequency. You must pressure test your BOP system:  (1) When installed; (2) Before 21 days have elapsed since your last BOP pressure test, or 30 days since your last blind shear ram BOP pressure test. You must begin to test your BOP system before midnight on the 21st day (or 30th day for your blind shear rams) following the conclusion of the previous test; (3) Before drilling out each string of casing or a liner. You may omit this pressure test requirement if you did not remove the BOP stack to |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   |  | Comments   | Recommended Industry Text   |
|-------------------------------------|--|--|--|---|
|                                     |  |  |  | run the casing string or liner, the required BOP test pressures for the next section of the hole are not greater than the test pressures for the previous BOP test, and the time elapsed between tests has not exceeded 21 days (or 30 days for blind shear rams). You must indicate in your APD which casing strings and liners meet these criteria; (4) The District Manager may require more frequent testing if conditions or your BOP performance warrant. |
| §§250.737(b) & (c)                  | system, you must conduct a lov<br>pressure test for each BOP com<br>non-sealing shear rams). You m<br>the low-pressure test then tran<br>Each individual pressure test m<br>demonstrate the tested compo | nponent (excluding test rams and nust begin each test by conducting asition to the high-pressure test. | Would like the WCR to be consistent in requirements by a) aligning with testing requirements of API Std 53 and b) allowing the use of alternative pressure testing systems that can determine test validity in less than 5 minutes.  Would like clarity with respect to statement in .737(b) where the text states "test must hold | (b) Pressure test procedures. When you pressure test the BOP system, you must conduct a low-pressure test and a high-pressure test for each BOP component. You must begin each test by conducting the low-pressure test then transition to the high-pressure test. Each individual pressure test must be consistent with paragraph (c). The table in this   |

| Proposed<br>Regulation<br>Reference | Proposed Ne  | Proposed New Regulation Text  |   | Recommended Industry Text   |
|-------------------------------------|--|---|---|---|
|                                     | (2) High-pressure test for blind shear ram-type BOPs, ram-type BOPs, the choke manifold, outside of all choke and kill side outlet valves (and annular gas bleed valves for subsea BOP), inside of all choke and kill side outlet valves below uppermost ram, and other BOP components | RWP of the equipment or be 500 psi greater than your calculated MASP, as defined for the operation for the applicable section of hole. Before you may test BOP equipment to the MASP plus 500 psi, the District Manager must have approved those test pressures in your permit.  (ii) The blind shear ram (BSR) must be tested to:  (A) MASP plus 500 psi for the hole section to which it is exposed; or  (B) Full well MASP plus 500 psi on initial latch up and all subsequent BSR pressure tests can be done to the casing/liner test pressure for the applicable hole section.  (iii) The choke and kill side outlet valves must be tested to, except as provided in paragraph (d)(13) of this section:  (A) MASP plus 500 psi for the hole section to which it is exposed; or  (B) Full well MASP plus 500 psi on initial latch up and all subsequent pressure tests can be done to the casing/liner test pressure for the applicable hole section. | pressure long enough to demonstrate the tested component(s) holds the required pressure."  Vs  Section .737(c) where the text states "Each test must hold the required pressure for 5 minutes," | paragraph (b) outlines your pressure test requirements.  (c) Duration of pressure test. Each Subsea BOP system test must hold the required pressure for 5 minutes, which must be recorded on a chart not exceeding 4 hours or a digital recorder. However, for surface BOP systems and surface equipment of a subsea BOP system, a 3-minute test duration is acceptable. The recorded test pressures must be within the middle half of the chart range, i.e., cannot be within the lower or upper one-fourth of the chart range. If the equipment does not hold the required pressure during a test, you must correct the problem and retest the affected component(s). |
|                                     | (3) High-pressure test for annular-<br>type BOPs, inside of choke or kill<br>valves (and annular gas bleed valves  | The high-pressure test must equal 70 percent of the RWP of the equipment or be 500 psi greater than your calculated MASP, as defined for the operation for  |   |   |

| Proposed<br>Regulation<br>Reference    | Proposed New Regulation Text               |  |   | Comments                                    | Recomme  | nded Industry Text                    |  |
|--|--|--|---|---|--|---------------------------------------|--|
|  | for subsea BOP) above<br>uppermost ram BOP | the  | the applicable section of hole. Before you may test BOP equipment to the MASP plus 500 psi, the District Manager must have approved those test pressures in your APD.                       |   |  |                                       |  |
| §§250.737(d)(2),<br>(d)(3), (d)(3)(v), | BOP System Testing                         | BOP System Testing Requirements  |   | Industry agrees with proposed changes, with | 1  | l(iv) You must<br>ure of all critical |  |
| (d)(4)(i), (d)(4)(iii),                | You must                                   | Addition   | al requirements   | one exception to                            | ROV interv   | ention functions                      |  |
| (d)(4)(v)                              | (2) * * *                                  |  |   | 250.737(d)(iv).                             | as defined in API 53 during predeployment testing.   |                                       |  |
|  | (3) * * *                                  | (iii) Conta<br>prior to b<br>represen<br>(v) You m   | eginning the stump test to allow BSEE stative(s) to witness testing ust follow paragraphs (b) and (c) of this pressure testing of each ram and annular                                      |   | Any additional installed ROV intervention functions must be verified per the equipment owner's |                                       |  |
|  | (4) * * *                                  | component is only required once.  (i) You must begin the initial subsea BOP test on the seafloor within 30 days of the stump test. |   |   | maintenance program but not to exceed once per year.   |                                       |  |
|  | *****                                      |  |   |   | . ,  |                                       |  |
|  |  |  | nust pressure test well-control rams and according to paragraphs (b) and (c) of on.   |   |  |                                       |  |
|  | *****                                      |  |   |   |  |                                       |  |
|  |  | set of ran<br>ROV hot<br>selected  | ust test and verify closure of at least one one of the initial subsea test through a stab. You must confirm closure of the fam through the ROV hot stab with a pressure test for 5 minutes. |   |  |                                       |  |
| 250.737(d)(5)(ii)                      |  |  |   | Industry agrees with the                    |  |                                       |  |
| . ,, ,, ,                              | You must                                   | Addition   | al requirements   | removal of "and monthly                     | You  | Additional                            |  |
|  | (5) Alternate tests                        | (i) For tw   | o complete BOP control stations you   | thereafter" from the rule.                  | must   | requirements                          |  |
|  | between control stations                   | must:<br>(A) Desig   | nate a primary and secondary station;   |   | (5)<br>Alternate<br>tests  | (i) For two<br>complete BOP           |  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text |  | Comments   | Recommended Industry Text |   |  |
|-------------------------------------|------------------------------|--|--|---------------------------|---|--|
|                                     |                              | (B) Alternate testing between the primary and secondary control stations on a weekly basis; and (C) For a subsea BOP, develop an alternating testing schedule to ensure the primary and secondary control stations will function each pod. (ii) Remote panels where all BOP functions are not included (e.g., life boat panels) must be functiontested upon the initial BOP tests. | Industry would like to see additional alignment between the proposed rule and API Std 53 Section 7.6.5.1.4 which states "If installed, remote panels where all BOP functions are not included (e.g. lifeboat panels, etc.) shall be function tested in accordance with the equipment owner's procedures."  The inclusion of "in accordance with the equipment owner's procedures" allows the user to conduct the test with the BOP on-deck and does not alter the effectiveness or intent of the proposed BSEE text. | between control stations  | control stations you must: (A) Designate a primary and secondary station; (B) Alternate testing between the primary and secondary control stations on a weekly basis; and (C) For a subsea BOP, develop an alternating testing schedule to ensure the primary and secondary control stations will function each pod. (ii) Remote panels where all BOP functions are not included (e.g., life boat panels) must be function-tested in accordance with the equipment owner's procedures during the stump (pre- deployment) BOP tests. |  |
| §§250.737(d)12(iv),                 |                              |  | Industry agrees with the   | None. The                 | proposed change   |  |
| (d)(12)(vi) & (d)(13)               | You must                     | Additional requirements  | proposed changes.  | is supporte               |   |  |
|                                     | (12) * * *                   | (iv) Following the deadman system test on the seafloor you must document the final remaining pressure of the subsea accumulator system.  |  |                           |   |  |

| Proposed<br>Regulation<br>Reference | Prop  | posed New Regulation Text   | Comments   | Recommended Industry Text                    |
|-------------------------------------|---|---|--|--|
|                                     | * * * * * *   |   |  |  |
|                                     |   | (vi) You must confirm closure of the BSR(s) with a 1,000 psi pressure test for 5 minutes.   |  |  |
|                                     | * * * * * *   |   |  |  |
|                                     | (13) Pressure test the choke and kill side outlet valves              | According to paragraph (b), except as follows: (i) For 14 day BOP testing, test the wellbore side of the choke and kill side outlet valves above the uppermost pipe ram to the approved annular test pressure. Choke and kill side outlet valves below the uppermost pipe ram must be tested to MASP plus 500 psi for the applicable hole section. (ii) For the 30 day BSR testing, test the wellbore side of the choke and kill side outlet valves between the upper most pipe ram and the upper most ram, to the casing/liner test pressure or annular test pressure, whichever is greater. (iii) For BOPs with only one choke and kill side outlet valve, you are only required to pressure test the choke and kill side outlet valves from the wellbore side. |  |  |
| §250.738(b)                         |   |   | Industry agrees with the                               | None. The proposed change                    |
| - '(-)                              | If you encounter the following situation:                             | Then you must   | proposed changes.                                      | is supported.                                |
|                                     | b) * * *  | (4) You must submit a report from an independent third party to the District Manager certifying that the BOP is fit for service   |  |  |
| §250.738(f)                         |   |   | Industry agrees with the                               |  |
|                                     | If you encounter the following situation:                             | Then you must   | intent of this revision but would likely clarity added | If you Then you must encounter .             |
|                                     | (f) Plan to install casing rams or casing shear rams in a surface BOP | Before running casing, perform a shell test to the permit approved test pressure of the BOP component above the casing ram/casing shear. If   | regarding the timing/location of the test.             | the following situation:                     |
|                                     | stack;  | this installation was not included in your approved permit, and changes the BOP configuration   |  | (f) Plan to Before running casing, perform a |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   |   | Comments                                   | Recommended Industry Text                                |  |  |
|-------------------------------------|--|---|--|--|--|--|
|                                     |  | approved in the APD or APM, you must notify and receive approval from the District Manager  |  | casing rams or casing shear rams in a surface BOP stack; | shell test to the permit approved test pressure of the BOP component above the casing ram/casing shear. Initial pressure testing shall be performed before operations commence. If this installation was not included in your approved permit, and changes the BOP configuration approved in the APD or APM, you must notify and receive approval from the District Manager. |  |
| §§250.738(i), (m) & (o)             | If you encounter the following situation:  (i) You activate any shear ram and pipe or casing is sheared; | Then you must  Retrieve, physically inspect, and conduct a full pressure test of the BOP stack after the situation is fully controlled. You must submit to the District Manager a report from an independent third party certifying that the BOP is fit to return to service. | Industry agrees with the proposed changes. | None. The price is supported                             | oroposed change  |  |

| Proposed<br>Regulation<br>Reference | Proj   | posed New Regulation Text   | Comments                                   | Recommended Industry Text               |
|-------------------------------------|--|---|--|---|
|                                     | (m) Plan to utilize any other circulating or ancillary equipment (e.g., but not limited to, subsea isolation device, subsea accumulator module, or gas handler) that is in addition to the equipment required in this subpart;   | Contact the District Manager and request approval in your APD or APM. Your request must include a report from an independent third party on the equipment's design and suitability for its intended use as well as any other information required by the District Manager. The District Manager may impose any conditions regarding the equipment's capabilities, operation, and testing.   |  |   |
|                                     | (o) You install redundant components for well control in your BOP system that are in addition to the required components of this subpart (e.g., pipe/variable bore rams, shear rams, annular preventers, gas bleed lines, and choke/kill side outlets or lines);   | Comply with all testing, maintenance, and inspection requirements in this subpart that are applicable to those well-control components. If any redundant component fails a test, you must submit a report from an independent third party that describes the failure and confirms that there is no impact on the BOP that will make it unfit for well-control purposes. You must submit this report to the District Manager and receive approval before resuming operations. The District Manager may require you to provide additional information as needed to clarify or evaluate your report. |  |   |
| §250.739(b)<br>introductory text    | (b) A major, detailed inspection of the well control system components (including but not limited to riser, BOP, LMRP, and control pods) must be performed every 5 years. This major inspection may be performed in phased intervals. You must track and document all system and component inspection dates. These records must be available on the rig. An independent third party is required to review the inspection results and must compile a detailed report of the inspection results, including descriptions of |   | Industry agrees with the proposed changes. | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text   | Comments   | Recommended   | l Industry Text  |
|-------------------------------------|--|--|---|--|
|                                     | any problems and how they were corrected. You must make these reports available to BSEE upon request. This major inspection must be performed every 5 years from the following applicable dates, whichever is later: |  |   |  |
| 250.741(b)(2)                       | BSEE has not proposed revision of this section.  | Industry proposes that BSEE include in the revised rule, a revision to 250.741,  | You must keep records relating to   | Until  |
|                                     | that real-time monitoring data retention be adjusted from §250.741(b) two years to §250.741(a) 90 days from completion of the operation. The primary value of the RTM data is in diagnostic of ongoing operation and | (a) Drilling and real-time monitoring data;  | 90 days after you complete operations.  |  |
|                                     |  | days from completion of<br>the operation. The<br>primary value of the RTM<br>data is in diagnostic of  | (b) Casing and<br>liner pressure<br>tests, diverter<br>tests, BOP tests <sub>7</sub><br>and real time<br>monitoring data; | 2 years after the completion of operations.  |
|                                     |  | response to incidents. These scenarios occur during or immediately following conclusion of the operation. Requiring operators to retain the real-time monitoring data for 2 years presents a | that materially<br>alters the<br>completion<br>configuration or<br>affects a<br>hydrocarbon-                              | You permanently plug and abandon the well or until you assign the lease and forward the records to the assignee. |
|                                     |  | burden on resource and data storage considering the volume of RTM data anticipated without materially increasing the safety of operations or the ability of industry or BSEE                 | bearing zone.   |  |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text  | Comments   | Recommended Industry Text               |
|-------------------------------------|---|--|---|
|                                     |   | to learn from events. Industry remains supportive of retaining the rest of §250.741(b) with a 2-year requirement. The barrier verification, casing test, and BOP test data retains value for diagnostic purposes beyond the immediate completion of the operation and should continue to be retained as prescribed in the current regulations. |   |
| § 250.750                           |   |  |   |
| § 250.751                           |   |  |   |
| §250.1703                           | (b) Permanently plug all wells. Packers and bridge plugs used as qualified mechanical barriers must comply with ANSI/API Spec. 11D1 (as incorporated by reference in § 250.198). You must have two independent barriers, one being mechanical, in the exposed center wellbore prior to removing the tree and/or well control equipment; | Industry agrees with the changes. They provide clarity as to when packers and bridge plugs need to be qualified as mechanical barriers.  | None. The proposed change is supported. |
| §250.1704(g)(4) & (h)(2)            |   | Industry agrees with the change.   | None. The proposed change is supported. |

| Proposed<br>Regulation<br>Reference | Proposed New Regulation Text             |   | n Text   | Comments                         | Recommended Industry Text               |
|-------------------------------------|--|---|--|----------------------------------|---|
|                                     | Decommissioning applications and reports | When to submit  | Instructions   |                                  |   |
|                                     | ******<br>(g) * * *                      | (4) Within 30 days after you complete site clearance verification activities,                                 | Include information required under § 250.1743(a).            |                                  |   |
|                                     | (h) * * *                                | (2) Within 30 days after completion of decommissioning activity,  | Include information required under §§ 250.1712 and 250.1721. |                                  |   |
| \$250.1706                          | Remove and reser                         |   |  | Industry agrees with the         | None The proposed shape                 |
| §250.1706                           | Remove and reserv                        | ve  |  | Industry agrees with the change. | None. The proposed change is supported. |
| §250.1716(b)                        | (3) The water dept                       | th is greater than 1,000 fo   | eet.   | Industry agrees with the change. | None. The proposed change is supported. |
| §250.1722(d)<br>introductory text   | in paragraph (c) of appropriate Distric  | after you complete the to<br>this section, submit a re<br>at Manager using form BS<br>(EOR) that includes the | port to the<br>SEE-0125, End of                              | Industry agrees with the change. | None. The proposed change is supported. |

| Questions posed by BSEE related to BOP Equipment and Drilling Margin |   |   |  |
|--|---|---|--|
| Proposed<br>Regulation<br>Reference                                  | Proposed Question   | Recommended Industry Response   |  |
| §250.198   | API Standard 53 – Edition to Incorporate:  At this time, BSEE does not propose to incorporate the API Standard 53 addendum into this proposed rule. However, BSEE is considering incorporating the API Standard 53 addendum in the final rule. BSEE is specifically soliciting comments on whether the API Standard 53 addendum   | Industry's opinion is that the final rule should incorporate the latest released edition of API Standard 53 at the time of its publishing. In this case this is likely to be API Standard 53 4th Edition with its Addendum 1, issued in July 2016.  |  |
|  | should be included within the documents incorporated by reference.  Please provide reasons for your position. If your comment addresses anticipated monetary or operational benefits associated with using the API Standard 53 addendum, please provide any available supporting data.  | A large portion of the GOM install base is already in compliance with API Standard 53 4th Edition w/ Addendum & Errata (July 2016). This addendum was compiled, reviewed, and approved by Industry representatives from Operators, Equipment Owners, OEMs, Independent Third Parties, and Service Companies within the API community. The addendum and errata provided clarity to existing text and increases operational safety and reliability. |  |
|  |   | Industry would urge the agency to consider how the 5 <sup>th</sup> Edition of API Standard 53 can be expeditiously incorporated into its regulation once it is published.   |  |
| §250.730   | General reg's for BOP systems & components - Failures: Based upon the unknown situations that could arise around the completion of the failure analysis and availability of the equipment, BSEE is specifically soliciting comments about whether specifying a completion date for the failure analysis is appropriate and if so whether 120 days from the commencement of the analysis is appropriate. | We appreciate the additional time provided by the proposed changes (120 days from incident to 120 days from start of the investigation). We recognize that not all failures will require a detailed investigation. However, we are concerned that extenuating circumstances (operational or investigation related) may prevent the completion of the investigation within 120 days.   |  |
|  | Please provide reasons for your position and any applicable associated data.  | Industry proposes that BSEE allow a method for extending the completion dated for investigations that have been started but are not complete within the 120 days. In such cases, industry suggests the operator   |  |

pressure combinations that are available. Until these

Cutting Device referenced in §250.733(a)(1).

Rams are available, Industry will utilize the Alternative

|          |  | submit a status update to BSEE detailing the progress to date and reason(s) as to why the investigation is not completed.   |
|----------|--|---|
| §250.733 | Requirements for Surface BOP Stack – Alt Cutting Device: This rulemaking would revise paragraph (a)(1) by removing the reference to an extended time for compliance with exterior control line shearing requirements under the original WCR, which BSEE anticipates will have run and no longer warrant reference in the regulations by the time a   | Industry does not concur with BSEE's conclusion that the provisions for alternative cutting devices can be removed "because the currently commercially available shear rams are capable of shearing these types of lines."  |
|          | final rule is promulgated. BSEE also proposes to remove the requirement to have an alternative cutting device used for shearing electric-, wire-, or slick-line if your blind shear rams are unable to cut and seal under maximum anticipated surface pressure (MASP). The alternative cutting device is no longer necessary because the currently commercially available shear rams have increased design capabilities, | While rigs utilizing wire-, electric-, slick-line do have a method for cutting these lines, we wish to clarify that BSEE's statement is not completely accurate as the OEMs do not offer wireline cutting capability for all BOP sizes and rated working pressures currently utilized in the GOM. |
|          | which are capable of shearing these types of lines. BSEE is aware of concerns regarding the removal of the alternative cutting device option. Therefore, BSEE is considering other options in the final rule, such as keeping the alternative cutting device provisions in the regulations or extending the compliance date to allow the use of the alternative cutting  | OEMs do currently offer wireline shear & seal Blind Shear Rams for a range of BOPs, predominately 18-3/4" bore sizes. However, utilizing an 18-3/4" bore BOP is not possible for all applications because of limitations and/or restrictions for weight, size, and configuration.                 |
|          | devices until a more appropriate date when the surface stack shear rams can be upgraded to shear electric-, wire-, or slick-line.  | Therefore, we propose that BSEE and Industry work together to discuss the available options and limitations of their use.   |
|          | A. BSEE is specifically soliciting comments about the effectiveness of using an alternative cutting device and whether BSEE should continue to allow its use.  | Industry requests a minimum time period of 5 years from the original release of the WCR for design, testing, manufacture, and installation of the requested Blind Shear Rams for all known bore size and rated working  |

B. Additionally, BSEE is also specifically soliciting

comments on how long it would take for surface

stack shear rams to be upgraded to shear electric-,

| §250.734       | wire-, or slick-line. Please provide reasons for your position and any applicable associated data.  Requirements for Subsea BOP System - Centering:   | There are other cutting device solutions that will cut wireline/etc available. As the Cutting Device is part of a system-based approach for the Drilling Operation, the regulatory requirement for the Blind Shear Ram and the BOP Stack itself to be the sole device capable of cutting the wireline/etc is restrictive of innovation related to the intent of this requirement.  Industry agrees with the proposed rule change to |
|----------------|---|---|
|                | BSEE believes that operators will continue to substitute new components for old ones to comply with the still-required increased shearing capability provisions of the original WCR. BSEE is aware of many technological advancements in shearing ram designs and capabilities. BSEE expects the shear rams to shear pipe or wire in any position within the wellbore; however, BSEE is specifically soliciting comments about the effectiveness of requiring shear rams to center pipe or wire while shearing or requiring shear rams to have the capability to shear any pipe or wire in the hole without a separate centering mechanism. Another option BSEE is considering is retaining the centering mechanism requirements, but expressly providing that the shear rams with these capabilities satisfy the requirements.  Please provide reasons for your position and any applicable associated data. | remove the existing §§250.734(a)(16)(i) and (ii).  Industry does not believe that that the WCR should provide prescriptive design requirements for the Shear Ram itself: The performance standards for such equipment are adequately addressed in API 16A 4 <sup>th</sup> Edition, which should, along with its subsequent editions, serve as the basis for the agency's regulations going forward.                                 |
| Section<br>III | Additional Comments Solicited – BOP Testing Frequency  A. BSEE is requesting comments on whether the BOP testing interval should be 7 days, 14 days, or 21 days for all types of operations including drilling, completions, workovers, and decommissioning.  B. BSEE is also requesting comments on the specific cost and operational implications of each testing interval to further its consideration of the issue.   | A: Testing Duration (7, 14, or 21 days) Industry requests that BSEE align the proposed changes to the Well Control Rule with the 21-day testing interval outlined in API Standard 53 4 <sup>th</sup> Edition (July 2016). This 21-day period has proven to provide assurance of a safe and reliable system without causing premature wear on the equipment. The existing 14-day regulation  |

The industry and BSEE currently rely on function and hydrostatic tests to verify the performance of BOP equipment in the field. These tests have traditionally been the primary method of verifying the capability of in-service equipment.

In recent years, the industry has raised concerns related to the benefits of pressure and functional testing of subsea BOPs when compared to the costs and potential operational issues.

BSEE requests comments on the adequacy of the current functional and pressure test requirements in predicting the performance of this equipment in subsequent drilling operations.

C. Under what circumstances or environments should the testing frequency be increased or decreased?

BSEE is aware of potential technologies that may improve the operability and reliability of BOP systems.

D. Are there additional technologies, processes, or procedures that can be used to supplement existing requirements and provide additional assurances related to the performance of this equipment?

Please provide supporting reasons and data for your responses.

requirement results in an additional 53% of testing over a 12-month period with a corresponding increase in wear of seals and packers.

#### **B: Cost and Operation Implications**

Previously submitted Joint Trades sponsored Economic Study remains valid for this issue.

C: Circumstances or Environments based Frequency Industry believes that the testing frequency of API Standard 53 4<sup>th</sup> Edition (July 2016) is the optimum requirement for typical worldwide operations.

## <u>D: Technology, Processes, Procedures for Additional</u> Assurance

The 21-day testing period of API Standard 53 (July 2016) aligns with the global practice and capabilities of the existing technology installed and utilized in the GOM.

Industry and BSEE recognize that there are technologies that exist, or are in development, that can provide the operator, owner, and OEM with data regarding the equipment's performance.

The combination of existing technologies, API Standard 53 failure reporting, and the potential use of emerging technologies may lead to product and process improvements aiding reliability and the goal of further improved safety. As these technologies become more widely proven, Industry will continue to review the test frequency requirement within future revisions of API Standard 53.

|          | BSEE request comment on replacing it with a more                | Industry welcomes the opportunity to propose an           |
|----------|---|---|
| §250.414 | performance-based standard under which the approved             | engineered performance-based standard for the             |
|          | safe drilling margin is established on a case-by-case basis for | establishment of appropriate safe drilling margins thru   |
|          | each well.  | the well permitting process. Evaluation and analysis of   |
| §250.414 | BSEE also request comment on potentially providing for a        | industry data of wells drilled demonstrates that          |
|          | different drilling margin or multiple drilling margins that are | operators have safely planned and drilled sections of     |
|          | specific to the conditions in which the wells are drilled, such | wells below the current default 0.5 ppg drilling margin.  |
|          | as if the well is drilling in deep water or shallow water.      |   |
|          |   | The industry has a good record of using hydraulic         |
|          |   | modeling techniques to plan the working drilling margin   |
|          |   | required to drill a hole section, and while drilling,     |
|          |   | actively control downhole wellbore pressure between       |
| §250.414 | BSEE further request comment on whether removal of a            | the pore pressure and the expected shoe pressure          |
| 3_00     | specific reference to a 0.5 ppg standard from the regulation    | integrity test or the lowest estimated fracture gradient. |
|          | may be appropriate.   | The hydraulic models consider factors including cutting   |
|          | , ,   | loads, fluid temperature and rheology, drill string and   |
|          |   | wellbore configuration, drill string rotation speed and   |
|          |   | flowrates. The hydraulic models are calibrated to         |

| §250.414 | BSEE also request comment on the criteria that BSEE could  | historic data. The use of real time downhole pressure  |
|----------|--|--|
|          | use to apply alternative approaches, such as an operator   | while drilling (PWD) tools allows the operator to confirm  |
|          | demonstrating that a well is a development well as opposed | model accuracy. While drilling the hole section, drilling  |
|          | to an exploratory well.                                    | parameters are actively managed to keep the circulating and static mud density within the planned drilling margin. Since 2010, the modeling software and |
|          |  | computing resource utilized to build accurate models has improved significantly. The use of this technology  |
|          |  | has improved safety and will continue to meet or exceed regulatory requirements.   |
|          |  | Industry proposes that a Supplemental Drilling Margin Information Sheet (attached) be submitted as part of the   |
|          |  | permitting process. This plan will outline the expected drilling margin for each section based on engineering  |
|          |  | work using hydraulic models. Industry experience in managing drilling margin risk has demonstrated that the  |
|          |  | primary safety risk factors are: the presence of   |
|          |  | hydrocarbons; potential for flow; and the consequence of losses. A stable column of fluid is a primary well  |
|          |  | control barrier in drilling operations. This engineered  |
|          |  | approach, consistent with the requirements of the CFR, is applicable in shallow water or deepwater wells and   |
|          |  | exploration or development wells. There are reasonable   |
|          |  | situations where margins less than 0.5ppg can be safe  |
|          |  | when considering the full fluid system and the described risk factors.   |
|          |  | The operator will manage downhole pressures for each   |
|          |  | section within the approved drilling margin plan. Drilling can continue while the operator can manage downhole   |
|          |  | ECDs below the shoe pressure integrity test or the   |
|          |  |  |

lowest estimated fracture gradient for the section.
Equivalent downhole mud weight will be kept above the

|          |  | estimated pore pressure. District Manager approval is required if the approved plan cannot be maintained.   |
|----------|--|---|
| §250.414 | BSEE request comment on what supplemental data would provide an adequate level of justification for deviating from the 0.5 ppg drilling margin under identified circumstances. Etc | As discussed above, the engineering, performance-based approach does not support the 0.5 ppg drilling margin.  As specified in comments submitted by industry in reference to §250.414 (c) and as shown on the accompanying spreadsheet (Supplemental Drilling Margin Information Sheet) a deviation is irrelevant. |
| §250.414 | BSEE also requests comment on whether there are  | As discussed above, the engineering, performance-   |
|          | situations where drilling can continue prior to receiving  | based approach necessitates BSEE approval.  |
|          | alternative safe drilling margin approval from BSEE.   |   |

| §250.414 | BSEE request comment on  1) whether there are situations where, despite not being able to maintain the approved safe drilling margin, an operator continued drilling with an alternative drilling margin creates little risk.  2) the criteria that BSEE should use to define those situations and available alternative drilling margins.  3) what level of follow-up reporting () would be appropriate. | Industry has provided comments and recommended text changes for §250.414(c). Industry members believe that should the BSEE accept the proposed text and accompanying spreadsheet details for the Well Control Rule, then, industry could work with the BSEE in further development of an audit process similar to that required for Cementing using the 65-2 document.   |
|----------|---|--|
| §250.414 | BSEE is specifically soliciting comments about the effectiveness of the use of related analogous data and how the pore pressure and fracture gradient are determined without related analogous data. Please provide reasons for your position.  | Pore pressure and fracture gradients are not determined on GoM wells without the use of some type of related analogous data such as well data, seismic data and/or other geological data. In addition, there are region specific overburden/pore pressure/fracture gradient models and standard work flows used in conjunction with seismic data for regions without any nearby well control. Operators are responsible for identifying the appropriate analogous data for each well and evaluating their applicability. |