

### AGREEMENT

THIS AGREEMENT, made this 1st day of October, 1990, by and between WATER RESOURCES of the DIVISION OF NATURAL RESOURCES party of the first part and the SECTION OF OIL AND GAS of the DIVISION OF ENERGY party of the second part:

WHEREAS, the party of the first part, as lead agency in the Underground Injection Control (UIC) Program, is responsible for providing Federal grant funds to the party of the second part so that they may implement the Class II and Class III portions of the UIC Program and

WHEREAS, the party of the second part has performed and is willing to perform functions as required by the party of the first part to implement the Class II and Class III portions of the UIC Program,

NOW, THEREFORE, WITNESSETH: That for and in consideration of the mutual covenants and promises as hereinafter set forth, the parties hereby agree as follows:

1. The said party of the first part will pass through Federal UIC grant funds contingent upon fiscal year 1991 grant approval and release of sufficient fiscal year 1990 "carryover" funds by EPA, at the beginning of each quarter to said party of the second part. These grant funds are to be used during that quarter to implement the underground injection control program as it relates to oil and gas and as described in "Exhibit A". The total of the pass through grant funds shall not exceed \$35,000.00 per quarter during the fiscal year 1991.
2. This transfer of Federal UIC grant funds will be contingent upon the submittal by the party of the second part of the required program reporting to the party of the first part.
3. The SECTION OF OIL AND GAS of the DIVISION OF ENERGY hereby agrees to maintain orderly and accurate records, in reasonable detail, of all cost incurred and with adequate proof of same, and to hold upon such records for inspection by the UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and the DIVISION OF NATURAL RESOURCES.


The effective date of this Agreement is recognized by the Parties hereto be the 1st day of October, 1990.

This agreement shall not be amended without the written approval of the DIVISION OF ENERGY, SECTION OF OIL AND GAS and the DIVISION OF NATURAL RESOURCES.

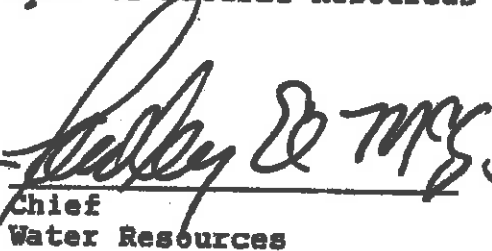
  
Director  
Div. of Natural Resources

Date

11/21/90


  
Commissioner  
Division of Energy

10/17/91  
Date

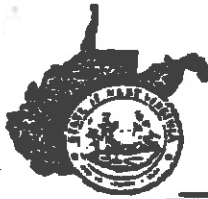
  
Chief  
Water Resources

Date

3/10/90

  
Director  
Section of Oil and Gas  
Division of Energy

10/16/90  
Date



STATE OF WEST VIRGINIA  
DEPARTMENT OF ENERGY  
1815 WASHINGTON STREET, EAST  
CHARLESTON, WEST VIRGINIA 25311  
TELEPHONE: 348-3600

GASTON CAPERTON  
GOVERNOR

Larry W. George  
Commissioner

EXHIBIT A

COST ITEMIZATION OF STATE FUNDS FOR IMPLEMENTATION AND  
MAINTENANCE OF THE CLASS II AND III PORTION OF THE  
UIC PROGRAM IN FY'91 BY THE  
SECTION OF OIL AND GAS OF THE DIVISION OF ENERGY

<u>Personal</u> <u>Services</u>	<u>Travel</u>	<u>Supplies</u>	<u>Equipment</u>	<u>Contractual</u>	<u>Total</u>
\$140,030.	\$7,500.	\$603.	\$3,200.	\$2,000.	\$153,333.

Federal UIC Funds \$115,000.

Oil and Gas \$ 38,333.  
(matching funds)

TOTAL \$153,333.