By: Keffer of Dallas H.B. No. 2613

A BILL TO BE ENTITLED

AN ACT
AN ACT

- 2 relating to liens on stored hydrocarbons at sites and facilities
- 3 that have not been timely cleaned up.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. The heading to Section 91.115, Natural Resources
- 6 Code, is amended to read as follows:
- 7 Sec. 91.115. FIRST LIEN ON EQUIPMENT AND STORED
- 8 <u>HYDROCARBONS</u>.
- 9 SECTION 2. Sections 91.115(a), (e), and (f), Natural
- 10 Resources Code, are amended to read as follows:
- 11 (a) If a responsible person fails to clean up a site or
- 12 facility that has ceased oil and gas operations under the
- 13 commission's jurisdiction on or before the date the site or
- 14 facility is required to be cleaned up by law or by a rule adopted or
- order issued by the commission, the state has a first lien, superior
- 16 to all preexisting and subsequent liens and security interests, on
- 17 the responsible person's interest in <u>any hydrocarbons stored at the</u>
- 18 site or facility and in any equipment that is:
- 19 (1) located at the site or facility; and
- 20 (2) used by the responsible person in connection with
- 21 the activity that generated the pollution.
- (e) The lien is extinguished as to any stored hydrocarbons
- or items [item] of equipment that are [is] lawfully removed by any
- 24 person other than the operator or a nonoperator according to a lien,

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- 1 lease, judgment, written contract, or security agreement before the
- 2 commission enters into a cleanup contract. An item of equipment may
- 3 not be removed from an abandoned site or facility if the removal
- 4 will cause the release of a substance that may cause pollution
- 5 unless the substance is lawfully disposed of.
- 6 (f) Equipment or stored hydrocarbons subject to a lien under
- 7 this section $\underline{\text{are}}$ [$\underline{\text{is}}$] presumed to have been abandoned on the date
- 8 the commission enters into a contract to clean up the site or
- 9 facility on which the equipment or hydrocarbons are [is] located.
- 10 The commission may dispose of the equipment or stored hydrocarbons
- in accordance with the provisions of Sections 89.085, 89.086, and
- 12 89.087 of this code for the disposition of well-site equipment and
- 13 hydrocarbons.
- SECTION 3. (a) This Act takes effect September 1, 2003.
- 15 (b) The changes in law made by Section 91.115, Natural
- 16 Resources Code, as amended by this Act, apply only to an interest in
- 17 hydrocarbons stored at a site or facility the date for cleanup of
- 18 which required by law or rule or order adopted by the Railroad
- 19 Commission of Texas is September 1, 2003, or later.