By: Seliger S.B. No. 2170

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the amount and use of certain fees imposed in connection
- 3 with oil and gas activities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subsection (a), Section 81.116, Natural
- 6 Resources Code, is amended to read as follows:
- 7 (a) An oil-field cleanup regulatory fee is imposed on crude
- 8 petroleum produced in this state in the amount of five-sixteenths
- 9 [five-eighths] of one cent on each barrel of 42 standard gallons.
- 10 SECTION 2. Subsection (a), Section 81.117, Natural
- 11 Resources Code, is amended to read as follows:
- 12 (a) An oil-field cleanup regulatory fee is imposed on gas
- 13 initially produced and saved in this state in the amount of
- 14 one-thirtieth [one-fifteenth] of one cent for each thousand cubic
- 15 feet.
- SECTION 3. Subsection (d), Section 85.2021, Natural
- 17 Resources Code, is amended to read as follows:
- 18 (d) One-half of the [All] fees collected under this section
- 19 shall be deposited in the state oil-field cleanup fund, and
- 20 one-half of the fees collected under this section shall be
- 21 deposited in the oil and gas regulatory and development fund.
- SECTION 4. Subchapter F, Chapter 85, Natural Resources
- 23 Code, is amended by adding Section 85.2022 to read as follows:
- Sec. 85.2022. OIL AND GAS REGULATORY AND DEVELOPMENT FUND.

- 1 (a) The oil and gas regulatory and development fund is created as a
- 2 special account in the general revenue fund. The fund consists of
- 3 one-half of the fees imposed under Section 85.2021.
- 4 (b) Money in the fund may be appropriated only to the
- 5 commission for activities related to the regulation and development
- 6 of oil and gas.
- 7 SECTION 5. Subsection (c), Section 91.111, Natural
- 8 Resources Code, is amended to read as follows:
- 9 (c) The fund consists of:
- 10 (1) penalties imposed under Section 85.381 for
- 11 violation of a law, order, or rule relating to well plugging
- 12 requirements;
- 13 (2) proceeds from bonds and other financial security
- 14 required by this chapter and benefits under well-specific plugging
- 15 insurance policies described by Section 91.104(c) that are paid to
- 16 the state as contingent beneficiary of the policies, subject to the
- 17 refund provisions of Section 91.1091, if applicable;
- 18 (3) private contributions, including contributions
- 19 made under Section 89.084;
- 20 (4) expenses collected under Section 89.083;
- 21 (5) one-half of the fees imposed under Section
- 22 85.2021;
- 23 (6) civil penalties collected for violations of
- 24 Chapter 89 or of rules or orders relating to plugging that are
- 25 adopted under this code;
- 26 (7) proceeds collected under Sections 89.085 and
- 27 91.115;

```
S.B. No. 2170
```

```
1
               (8)
                    interest earned on the funds deposited in the
 2
   fund;
               (9) civil penalties or costs recovered under Section
 3
   91.457 or 91.459;
 4
 5
               (10) oil and gas waste hauler permit application fees
   collected under Section 29.015, Water Code;
 6
 7
               (11) costs recovered under Section 91.113(f);
               (12) hazardous oil and gas waste generation fees
8
 9
   collected under Section 91.605;
10
               (13) oil-field cleanup regulatory fees
                                                                  oil
                                                              on
   collected under Section 81.116;
11
               (14) oil-field cleanup regulatory fees
12
                                                              on
                                                                  gas
   collected under Section 81.117;
13
               (15) fees for a reissued certificate collected under
14
15
   Section 91.707;
16
               (16)
                    fees collected under Section 91.1013;
17
               (17)
                    fees collected under Section 89.088;
               (18)
                     penalties collected under Section 81.0531;
18
                     fees collected under Section 91.142;
19
               (19)
               (20) fees collected under Section 91.654;
20
                     costs recovered under Sections 91.656 and 91.657;
21
               (21)
                     two-thirds of the fees collected under Section
22
               (22)
```

legislative appropriations.

SECTION 6. This Act takes effect September 1, 2009.

81.0521; and

(23)

23

24

25