

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

March 31, 2009

TO: Honorable Jim Keffer, Chair, House Committee on Energy Resources

FROM: John S. O'Brien, Director, Legislative Budget Board

IN RE: HB3402 by King, Phil (Relating to a restriction on the location of a well drilled for oil or gas.), **As Introduced**

<p>No significant fiscal implication to the State is anticipated.</p>
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The bill would prohibits drilling oil or gas wells in the unincorporated area of a county within 500 feet from an established residence. Based on current Railroad Commission rules which prohibit wells from being located less than 467 feet from a property line, no significant fiscal impact is expected as a result of the bill's passage.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts, 455 Railroad Commission

LBB Staff: JOB, WK, TL