By: Miller of Erath, et al.

H.B. No. 849

A BILL TO BE ENTITLED

1	AN ACT
2	relating to notice of an application for a permit to dispose of oil
3	and gas waste in a commercial disposal well; creating an offense.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 27.034, Water Code, is amended by adding
6	Subsections (a-1), (a-2), and (a-3) to read as follows:
7	(a-1) In connection with an application for a permit to
8	dispose of oil and gas waste in a commercial disposal well, as
9	defined by the railroad commission, the rules adopted under
10	Subsection (a) must, at a minimum:
11	(1) require the applicant to give notice of the
12	application to:
13	(A) each owner of record of each surface tract
14	that adjoins the tract on which the well is proposed to be located;
15	(B) the commissioners court of the county in
16	which the well is proposed to be located; and
17	(C) any groundwater conservation district in
18	which the well is proposed to be located;
19	(2) require each owner of record of a surface tract who
20	receives notice of the application under Subdivision (1)(A) to give
21	notice of the application to each surface lessee or purchaser under
22	a contract for deed, executory contract, or other executory
23	conveyance of the tract who occupies a residence located on the
24	tract;

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(3) require the applicant to publish notice of the 1 application in each newspaper of general circulation in the county 2 in which the well is proposed to be located that satisfies the 3 requirements of Section 2051.044, Government Code; and 4 5 (4) provide each person who receives notice of the application under Subdivision (1)(A) or (B) an opportunity to 6 7 request a public hearing on the application. (a-2) The failure of a person who receives notice of an 8 application under Subsection (a-1)(1)(A) to give notice of the 9 application to any person to whom the person is required to give 10 notice under Subsection (a-1)(2) does not invalidate any permit 11 12 issued by the railroad commission and may not be considered by the railroad commission with respect to any pending permit application. 13

14 <u>(a-3) The railroad commission is not required to hold more</u> 15 <u>than one public hearing on an application regardless of the number</u> 16 <u>of persons who request a hearing.</u>

SECTION 2. Section 27.105(a), Water Code, is amended to read as follows:

A person who knowingly or intentionally violates a 19 (a) provision of this chapter under the jurisdiction of the railroad 20 commission, a rule of the railroad commission other than a rule 21 adopted under Section 27.034(a-1)(2), or a term, condition, or 22 23 provision of a permit issued by the railroad commission under this 24 chapter is subject to a fine of not more than \$5,000 for each violation and for each day of violation. A violation under the 25 26 jurisdiction of the commission is enforceable under Section 7.157. 27 SECTION 3. Section 27.034(a-1), Water Code, as added by

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1 this Act, applies only to an application for a permit to dispose of 2 oil and gas waste in a commercial disposal well, as defined by the 3 Railroad Commission of Texas.

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4 SECTION 4. This Act takes effect September 1, 2011.