1-1 S.B. No. 105 By: Davis (In the Senate - Filed November 8, 2010; January 31, 2011, read first time and referred to Committee on Natural Resources; April 28, 2011, reported adversely, with favorable Committee 1-2 1-3 1-4 1-5 Substitute by the following vote: Yeas 8, Nays 0; April 28, 2011, sent to printer.) 1-6 1-7 COMMITTEE SUBSTITUTE FOR S.B. No. 105 By: Seliger 1-8 A BILL TO BE ENTITLED 1-9 AN ACT

relating to a restriction on the formation into which certain commercial disposal wells permitted by the Railroad Commission of Texas may inject oil and gas waste.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter C, Chapter 27, Water Code, is amended by adding Section 27.038 to read as follows:

Sec. 27.038. RESTRICTION ON CERTAIN COMMERCIAL DISPOSAL WELLS. (a) This section applies only to a commercial disposal well, as defined by the railroad commission, proposed to be located wholly or partly above a hydrocarbon-producing geological formation that underlies all or part of two counties:

(1) that are adjacent to one another; and

(2) each of which has a population of more than 1.8

million.

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1-37 1-38 (b) A permit issued by the railroad commission for a commercial disposal well that authorizes the disposal of oil and gas waste may authorize the disposal of the waste in only the Ellenberger formation or a deeper formation.

SECTION 2. Section 27.038, Water Code, as added by this Act, applies only to a permit application pending before the Railroad Commission of Texas on or after the effective date of this Act. A permit issued before the effective date of this Act is governed by the law in effect when the permit was issued, and the former law is continued in effect for that purpose.

SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2011.

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