By: Crownover, Keffer H.B. No. 878

Substitute the following for H.B. No. 878:

By: Sheffield of Bell C.S.H.B. No. 878

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the filing with the state of electric logs by operators

- 3 of oil-related or gas-related wells; providing a penalty.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 91.552, Natural Resources Code, is
- 6 amended to read as follows:
- 7 Sec. 91.552. ELECTRIC LOGS REQUIRED TO BE FILED; CRITERIA.
- 8 (a) Except as otherwise provided by this subchapter, not later than
- 9 the 90th day after the date a drilling operation is completed, the
- 10 operator shall file with the commission a copy of each electric log,
- 11 including each borehole section of the log at all depths, [a basic
- 12 electric log] run after September 1, 2013 [September 1, 1985], in
- 13 conjunction with the drilling or deepening of the well that meets
- 14 basic criteria established by the commission. Each electric log
- 15 must be filed with the commission electronically in a manner
- 16 acceptable to the commission if the commission has the
- 17 technological capability to receive the electronic filing.
- 18 (b) The commission by rule shall establish criteria for
- 19 [basic] electric logs to be filed with the commission.
- 20 <u>(c) Not later than the deadline prescribed by Subsection (a)</u>
- 21 for the filing of each electric log, an operator shall file with the
- 22 commission a copy of a cased hole log run after September 1, 2013,
- 23 in conjunction with the drilling or deepening of a well in lieu of
- 24 an electric log run after that date if:

- 1 (1) a cased hole log was run; and
- 2 (2) an electric log was not run.
- 3 (d) Nothing in this subchapter requires an operator to run
- 4 an electric log in conjunction with the drilling or deepening of a
- 5 <u>well.</u>
- 6 SECTION 2. Sections 91.553(b), (e), and (f), Natural
- 7 Resources Code, are amended to read as follows:
- 8 (b) Not later than the date by which an electric log is
- 9 required to be filed with the commission under Section 91.552, the
- 10 operator may file a written request with the commission asking that
- 11 the electric log remain confidential and not be made available as
- 12 public information. On filing this request, the electric log or
- 13 copy of the electric log required to be filed with the commission
- 14 may be retained by the operator, and the electric log may remain in
- 15 the possession of the operator for the period of confidentiality
- 16 [and any extensions of that period]. On filing of the request for
- 17 confidentiality, the electric log becomes confidential and remains
- 18 confidential for a period of:
- 19 <u>(1) three years</u> [one year] after the date that the
- 20 drilling operation was completed, if the well is an onshore well; or
- 21 (2) five years after the date that the drilling
- 22 operation was completed, if the well is a bay or offshore well.
- (e) An operator required to file an electric log under this
- 24 section who has held the log during a period of confidentiality [or
- 25 any extensions of that period] shall file the log with the
- 26 commission within 30 days after the conclusion of the period of
- 27 confidentiality [or the period of the last extension].

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- 1 (f) An operator who fails to timely file with the commission
- 2 a written request under Subsection (b) that an electric log remain
- 3 confidential and not be made available as public information [or a
- 4 written request under Subsection (c) or (d) for an extension of the
- 5 period of confidentiality] shall file the log with the commission
- 6 immediately after the conclusion of the period for filing the
- 7 request.
- 8 SECTION 3. Section 91.556, Natural Resources Code, is
- 9 amended to read as follows:
- 10 Sec. 91.556. <u>ENFORCEMENT</u> [<u>DENIAL OF ALLOWABLE</u>]. If an
- 11 operator fails to file an electric log as required by this
- 12 subchapter, the commission may:
- (1) if the well is completed as a producing well,
- 14 refuse to assign an allowable or a change in allowable for
- 15 production from the well for which the electric log is required
- 16 until the operator files the electric log with the commission; or
- 17 (2) impose an administrative penalty on the operator
- 18 in the manner provided by Sections 81.0531-81.0534 for each well
- 19 for which the operator failed to file an electric log.
- SECTION 4. Section 552.113(c)(2), Government Code, is
- 21 amended to read as follows:
- 22 (2) "Electric [Basic electric] logs" has the same
- 23 meaning as it has in Chapter 91, Natural Resources Code.
- SECTION 5. Sections 552.113(d), (e), and (f), Government
- 25 Code, are amended to read as follows:
- 26 (d) Confidential material, except [basic] electric logs,
- 27 filed in the General Land Office on or after September 1, 1985, is

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- 1 public information and is available to the public under Section
- 2 552.021 on and after the later of:
- 3 (1) five years from the filing date of the
- 4 confidential material; or
- 5 (2) one year from the expiration, termination, or
- 6 forfeiture of the lease in connection with which the confidential
- 7 material was filed.
- 8 (e) Electric [Basic electric] logs filed in the General Land
- 9 Office on or after September 1, 1985, are either public information
- 10 or confidential material to the same extent and for the same periods
- 11 provided for the same logs by Chapter 91, Natural Resources Code. A
- 12 person may request that an [a basic] electric log that has been
- 13 filed in the General Land Office be made confidential by filing with
- 14 the land office a copy of the written request for confidentiality
- 15 made to the Railroad Commission of Texas for the same log.
- 16 (f) The following are public information:
- 17 (1) [basic] electric logs filed in the General Land
- 18 Office before September 1, 1985; and
- 19 (2) confidential material, except [basic] electric
- 20 logs, filed in the General Land Office before September 1, 1985,
- 21 provided, that Subsection (d) governs the disclosure of that
- 22 confidential material filed in connection with a lease that is a
- 23 valid and subsisting lease on September 1, 1995.
- SECTION 6. Sections 91.553(c) and (d), Natural Resources
- 25 Code, are repealed.
- SECTION 7. The changes in law made by this Act apply only to
- 27 a drilling operation that is completed on or after the effective

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- 1 date of this Act. A drilling operation that is completed before the
- 2 effective date of this Act is subject to the law in effect on the
- 3 date of completion, and that law is continued in effect for that
- 4 purpose.
- 5 SECTION 8. This Act takes effect September 1, 2013.