Amend CSHB 40 (house committee report), page 3, SECTION 2 (c)(1) by inserting in line 53 the phrase "establishes setbacks from daycares, churches, schools, hospitals, or nursing homes". Appropriately renumber Section 2(c).

- (c) The authority of a municipality or other political subdivision to regulate an oil and gas operation is expressly preempted, except that a municipality may enact, amend, or enforce an ordinance or other measure that:
- (1) establishes setbacks from daycares, churches, schools, hospitals, or nursing homes, or
- (\frac{1}{4}2) regulates only aboveground activity related to an oil and gas operation that occurs at or above the surface of the ground, including a regulation governing fire and emergency response, traffic, lights, or noise, or imposing notice or reasonable setback requirements;
 - (23) is commercially reasonable;
- (34) does not effectively prohibit an oil and gas operation conducted by a reasonably prudent operator; and
- (45) is not otherwise preempted by state or federal law.