By: Taylor of Collin

S.B. No. 809

A BILL TO BE ENTITLED 1 AN ACT 2 relating to governmental actions affecting private property rights in certain oil and gas wells. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Section 2007.002(4), Government Code, is amended to read as follows: 6 7 (4)"Private real property" means an interest in real property recognized by common law, including any interest in an oil 8 9 or natural gas well or a groundwater or surface water right of any kind, that is not owned by the federal government, this state, or a 10 political subdivision of this state. 11 12 SECTION 2. Sections 2007.003(a) and (b), Government Code, 13 are amended to read as follows: 14 (a) This chapter applies only to the following governmental actions: 15 16 (1)the adoption or issuance of an ordinance, rule, 17 regulatory requirement, resolution, policy, guideline, or similar 18 measure; an action that imposes a physical invasion or 19 (2) requires a dedication or exaction of private real property; 20 21 (3) an action by a municipality that has effect in the 22 extraterritorial jurisdiction of the municipality, excluding 23 annexation, and that enacts or enforces an ordinance, rule, regulation, or plan that does not impose identical requirements or 24

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S.B. No. 809 1 restrictions in the entire extraterritorial jurisdiction of the 2 municipality; [and]

3 (4) enforcement of a governmental action listed in 4 Subdivisions (1) through (3), whether the enforcement of the 5 governmental action is accomplished through the use of permitting, 6 citations, orders, judicial or quasi-judicial proceedings, or 7 other similar means; and

8 (5) an action by a political subdivision that imposes 9 or enforces a limitation that has the effect of preventing or 10 prohibiting the development of an oil or gas well that has been 11 permitted by the Texas Railroad Commission under Chapter 91, 12 Natural Resources Code.

13 (b) This chapter does not apply to the following 14 governmental actions:

15 (1) an action by a municipality except as provided by
16 Subsection (a)(3) or (5);

17 (2) a lawful forfeiture or seizure of contraband as18 defined by Article 59.01, Code of Criminal Procedure;

19 (3) a lawful seizure of property as evidence of a crime20 or violation of law;

(4) an action, including an action of a political subdivision, that is reasonably taken to fulfill an obligation mandated by federal law or an action of a political subdivision that is reasonably taken to fulfill an obligation mandated by state law;

(5) the discontinuance or modification of a program or regulation that provides a unilateral expectation that does not rise to the level of a recognized interest in private real property;

2

S.B. No. 809

1 (6) an action taken to prohibit or restrict a 2 condition or use of private real property if the governmental 3 entity proves that the condition or use constitutes a public or 4 private nuisance as defined by background principles of nuisance 5 and property law of this state;

6 (7) an action taken out of a reasonable good faith 7 belief that the action is necessary to prevent a grave and immediate 8 threat to life or property;

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(8) a formal exercise of the power of eminent domain;

10 (9) an action taken under a state mandate to prevent 11 waste of oil and gas, protect correlative rights of owners of 12 interests in oil or gas, or prevent pollution related to oil and gas 13 activities;

14 (10) a rule or proclamation adopted for the purpose of 15 regulating water safety, hunting, fishing, or control of 16 nonindigenous or exotic aquatic resources;

17 (11) an action taken by a political subdivision:
18 (A) to regulate construction in an area
19 designated under law as a floodplain;

20 (B) to regulate on-site sewage facilities; 21 (C) under the political <u>subdivision's</u> 22 [<u>subdivisions's</u>] statutory authority to prevent waste or protect 23 rights of owners of interest in groundwater; or

25 (12) the appraisal of property for purposes of ad 26 valorem taxation;

to prevent subsidence;

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(13) an action that:

(D)

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S.B. No. 809 1 real (A) is taken in response to а and substantial threat to public health and safety; 2 (B) is designed to significantly advance 3 the 4 health and safety purpose; and (C) does not impose a greater burden than is 5 6 necessary to achieve the health and safety purpose; [or] 7 an action or rulemaking undertaken by the Public (14)Utility Commission of Texas to order or require the location or 8 9 placement of telecommunications equipment owned by another party on the premises of a certificated local exchange company; or 10 11 (15) an action described by Subsection (a)(5) that imposes or enforces a reasonable standard established by the 12 political subdivision for oil or gas wells relating to: 13 (A) visual aesthetics; 14 15 (B) noise abatement; or 16 (C) hours of operation. 17 SECTION 3. This Act takes effect September 1, 2015.