1-1 By: Estes S.B. No. 1422 (In the Senate - Filed March 7, 2017; March 16, 2017, read first time and referred to Committee on Natural Resources & Economic Development; March 30, 2017, reported favorably by the following vote: Yeas 9, Nays 0; March 30, 2017, sent to printer.) 1-2 1-3 1-4

1-6 COMMITTEE VOTE

1-7		Yea	Nay	Absent	PNV
1-8	Estes	Χ	-		
1-9	Zaffirini	Χ			
1-10	Burton	Χ			
1-11	Garcia	Χ			
1-12	Hancock			X	
1-13	Hinojosa	Χ			
1-14	Huffines	Χ			
1-15	Miles			X	
1-16	Rodríguez	Χ			
1-17	Seliger	Χ			
1-18	Taylor of Collin	Χ			

A BILL TO BE ENTITLED 1-19 1-20 AN ACT

1-21 relating to the protection and use of intellectual property by the Railroad Commission of Texas.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-22 1-23

SECTION 1. Subchapter B, Chapter 81, Natural Resources Code, is amended by adding Section 81.021 to read as follows:

Sec. 81.021. INTELLECTUAL PROPERTY. (a) The commission

may:

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(1) apply for, register, secure, hold, and under the laws of the United States or any state or nation: and protect

(A) a patent for the invention, discovery, improvement of any process, machine, manufacture, or composition of matter;

- f<u>or</u> of <u>copyri</u>ght (B) original а an work authorship fixed in any tangible medium of expression, known or later developed, from which it can be perceived, reproduced, otherwise communicated, either directly or with the aid of machine or device;
- a trademark, service mark, collective mark, or certification mark for a word, name, symbol, device, or slogan that the commission uses to identify and distinguish the commission's goods and services from other goods and services; or

 (D) other evidence of protection or exclusive

issued for intellectual property; 1-43

- person for the sale, (2) contract with a marketing, or other distribution of the commission's intellectual property;
- (3) obtain under a contract described in Subdivision royalty, license right, or other appropriate means of securing reasonable compensation for the development or purchase of the commission's intellectual property; and
- (4) waive or reduce the amount of compensation secured by contract under Subdivision (3) if the commission determines that the waiver or reduction will:
 - (A) further a goal or mission of the commission;

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(B) result in a net benefit to the state.

(b) Money paid to the commission under this section shall be deposited to the credit of the oil and gas regulation and cleanup fund as provided by Section 81.067.

SECTION 2. Section 81.067(c), Natural Resources Code, is amended to read as follows:

S.B. No. 1422

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                   The fund consists of:
                   (1) proceeds from bonds and other financial security
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      required by this chapter and benefits under well-specific plugging
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       insurance policies described by Section 91.104(c) that are paid to
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      the state as contingent beneficiary of the policies, subject to the refund provisions of Section 91.1091, if applicable;
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                        private contributions, including contributions
                    (2)
 2-8
      made under Section 89.084;
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                   (3)
                         expenses collected under Section 89.083;
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                         fees imposed under Section 85.2021;
                    (4)
                         costs recovered under Section 91.457 or 91.459;
                    (5)
2-12
                    (6)
                         proceeds
                                   collected under Sections 89.085
                                                                            and
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      91.115;
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                   (7)
                         interest earned on the funds deposited in the
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      fund;
                    (8)
                         oil and gas waste hauler permit application fees
2-17
      collected under Section 29.015, Water Code;
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                    (9)
                         costs recovered under Section 91.113(f);
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                    (10)
                          hazardous oil and gas waste generation
                                                                           fees
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2-21
      collected under Section 91.605;
                          oil-field
                   (11)
                                       cleanup
                                                  regulatory
                                                                fees
                                                                        on
                                                                             oil
2-22
      collected under Section 81.116;
2-23
                    (12)
                          oil-field
                                      cleanup
                                                  regulatory
                                                                fees
                                                                        on
                                                                             gas
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      collected under Section 81.117;
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2-26
                    (13)
                          fees for a reissued certificate collected under
      Section 91.707;
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                    (14)
                          fees collected under Section 91.1013;
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                    (15)
                          fees collected under Section 89.088;
2-29
                    (16)
                          fees collected under Section 91.142;
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                    (17)
                          fees collected under Section 91.654;
                          costs recovered under Sections 91.656 and 91.657;
                    (18)
2-32
                          fees collected under Section 81.0521;
                    (19)
2-33
                    (20)
                          fees collected under Sections 89.024 and 89.026;
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                    (21)
                          legislative appropriations;
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                    (22)
                          any surcharges collected under Section 81.070;
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                    (23)
                          fees collected under Section 91.0115;
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                    (24)
                          [money deposited to the credit of the
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                    [\frac{(25)}{(25)}]
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                            fees collected under Subchapter E, Chapter 121,
      Utilities Code; [and]
(25) [<del>(26</del>
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                         [<del>(26)</del>]
                                  fees collected under Section 27.0321,
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      Water Code; and
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                    (26)
                          money collected under Section 81.021.
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             SECTION 3. To the extent of any conflict, this Act prevails
      over another Act of the 85th Legislature, Regular Session, 2017,
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      relating to nonsubstantive additions to and corrections in enacted
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      codes.
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             SECTION 4.
                           This Act takes effect immediately if it receives
      a vote of two-thirds of all the members elected to each house, as
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      provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this
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      Act takes effect September 1, 2017.
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