SENATE AMENDMENTS

2nd Printing

By: Bonnen of Galveston, Bonnen of Brazoria H.B. No. 1625 A BILL TO BE ENTITLED 1 AN ACT 2 relating to the procedures for the enforcement by the General Land Office of the Oil Spill Prevention and Response Act of 1991. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 40.108(c), Natural Resources Code, is 5 amended to read as follows: 6 7 (c) The commissioner must comply with the requirements of Section 40.254 before removing or disposing of a vessel or 8 9 structure described in Subsection (a), except that the commissioner may remove a vessel or structure without first providing notice and 10 an opportunity for a hearing if the vessel or structure: 11 12 (1) is involved in an actual or threatened unauthorized discharge of oil; 13 14 (2) creates an imminent and significant threat to life 15 or property; or 16 (3) creates a significant navigation hazard [without a hearing]. 17 SECTION 2. Section 40.254, Natural Resources Code, 18 is amended by amending Subsections (b-1), (c-1), (c-2), and (d) and 19 adding Subsections (c-3), (c-4), and (d-1) to read as follows: 20 21 (b-1) The preliminary report must: 22 (1) state the facts that support the commissioner's 23 conclusion; 24 (2) in the case of a derelict vessel or structure,

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determine whether the vessel or structure is considered: 1 2 (A) a numbered vessel; [or] 3 (B) a vessel or structure that has no intrinsic 4 value; or 5 (C) a vessel or structure described by Section 40.108(c)(1), (2), or (3); 6 7 (3) recommend: 8 (A) that a penalty be imposed; that a certificate be suspended; 9 (B) 10 (C) that a derelict vessel or structure be removed or disposed of; [or] 11 12 (D) that a derelict vessel or structure be removed or disposed of because it is a vessel or structure described 13 14 by Section 40.108(c)(1), (2), or (3); or 15 (E) any combination of remedies under Paragraphs (A) - (D) [(A) - (C)]; and 16 17 (4) if a penalty under Subdivision (3)(A) is recommended, recommend the amount of the penalty. 18 (c-1) Except as provided by Subsection (c-3), the [The] 19 notice required by Subsection (c) must be given: 20 21 by service in person or by registered or certified (1)mail, return receipt requested; or 22 if personal service cannot be obtained or the 23 (2) 24 address of the person is unknown, by posting a copy of the notice on the facility, vessel, or structure and by publishing notice on the 25 26 Internet website of the General Land Office and in the Texas Register at least two times within 10 consecutive days. 27

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(c-2) If notice is given in the manner provided by 1 Subsection (c-1), not later than the 20th day after the date on 2 which the notice is served or mailed, or not later than the 20th day 3 after the later of the date on which the notice was posted or the 4 last date the notice was published, as applicable, the person 5 charged with the violation or a person claiming ownership of the 6 7 facility, vessel, or structure may consent in writing to the 8 report, including the commissioner's recommendations, or make a written request for a hearing. 9

10 <u>(c-3)</u> The notice required by Subsection (c) must be given by 11 posting a copy of the notice on a derelict vessel or structure <u>or by</u> 12 <u>publishing notice on the Internet website of the General Land</u> 13 <u>Office for 10 consecutive days</u> if the derelict vessel or structure 14 has been determined to have no intrinsic value under Subsection 15 (b-1) <u>and:</u>

16 (1) the vessel or structure is not a numbered vessel or 17 structure; 18 (2) there are no identifiable markings on the vessel 10 or structure for which the surrent surrent can be reasonable.

19 or structure for which the current owner can be reasonably
20 identified for service; or

21 (3) the address of the person charged with the 22 violation is unknown.

23 (c-4) If notice is given in the manner provided by 24 <u>Subsection (c-3), not</u> [(d) Not] later than the <u>10th</u> [20th] day 25 after the date on which the notice <u>was posted or the last date the</u> 26 <u>notice was published</u> [is served], the person charged with the 27 violation or a person claiming ownership of <u>the</u> [a] vessel or

1 structure [for which notice is posted under Subsection (c-2)] may 2 consent in writing to the report, including the commissioner's 3 recommendations, or make a written request for a hearing.

4 <u>(d) If a vessel or structure is removed without notice as</u> 5 <u>authorized by Section 40.108(c), the commissioner shall serve</u> 6 <u>written notice of the removal to the person charged with the</u> 7 <u>violation not later than the 10th day after the date on which the</u> 8 <u>removal occurs. The removal notice must:</u>

9 <u>(1) include the information required to be in a</u> 10 preliminary report notice under Subsection (c); and

11 (2) be provided in the manner described by Subsection 12 (c-1), except that notice provided under the circumstances 13 described by Subsection (c-1)(2) is not required to be posted on the 14 vessel or structure.

15 (d-1) If notice is given in the manner provided by Subsection (d), not later than the 20th day after the date on which 16 17 the notice is served or mailed, or not later than the 20th day after the last date the notice was published, as applicable, the person 18 19 charged with the violation or a person claiming ownership of the vessel or structure may consent in writing to the report, including 20 the commissioner's recommendations, or make a written request for a 21 22 hearing.

23 SECTION 3. Section 40.254(e), Natural Resources Code, is 24 amended by amending Subdivision (1) and adding Subdivision (3) to 25 read as follows:

(1) If the person charged with the violation or a
person claiming ownership of a <u>facility</u>, vessel, or structure for

which notice is provided under Subsection (c-1), (c-3), or (d)
[posted under Subsection (c-2)] consents to the commissioner's
recommendations or does not timely respond to the notice, the
commissioner by order shall take the recommended action or order a
hearing to be held on the findings and recommendations in the
report.

7 (3) The commissioner is not required to provide notice 8 under Subdivision (2) of this subsection if notice was provided 9 under Subsection (c-1)(2), (c-3), or (d) and the subject of the 10 notice is a vessel or structure that was removed in the manner 11 provided by Section 40.108.

SECTION 4. Section 40.254(f)(1), Natural Resources Code, is amended to read as follows:

14 (1) If the person charged with the violation or a
15 person claiming ownership of a <u>facility</u>, vessel, or structure for
16 which notice is <u>provided under Subsection (c-1), (c-3), or (d)</u>
17 [posted under Subsection (c-2)] requests a hearing, the
18 commissioner shall order a hearing and shall give written notice of
19 that hearing.

20 SECTION 5. Section 40.254(g)(1), Natural Resources Code, is 21 amended to read as follows:

(1) Not later than the 30th day after the date on which the commissioner's order is final, the person charged with the violation or a person claiming ownership of <u>the facility</u>, $[\frac{1}{4}]$ vessel<u>, or structure</u> [for which notice is posted under Subsection (c=2)] shall comply with the order or file a petition for judicial review.

SECTION 6. The changes in law made by this Act apply only to an enforcement proceeding commenced by the General Land Office on or after the effective date of this Act. A proceeding commenced before the effective date of this Act is governed by the law in effect on the date the proceeding was commenced, and the former law is continued in effect for that purpose.

SECTION 7. This Act takes effect September 1, 2017.

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Substitute the following for \underline{H} .B. No. <u>1625</u>: By: $\underline{\Im}$

с.s.<u></u>.в. No. <u>1625</u>

A BILL TO BE ENTITLED 1 AN ACT relating to the procedures for the enforcement by the General Land 2 Office of the Oil Spill Prevention and Response Act of 1991. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Section 40.108(c), Natural Resources Code, is amended to read as follows: 6 (c) The commissioner must comply with the requirements of 7 Section 40.254 before removing or disposing of a vessel or 8 structure described in Subsection (a), except that the commissioner 9 10 may remove a vessel or structure without first providing notice and an opportunity for a hearing if the owner or operator of the vessel 11 or structure, or a person acting on behalf of the owner or operator, 12 is not taking reasonable steps to abate the discharge, threat, or 13 hazard described by Subsection (a) and the vessel or structure: 14 15 (1) is involved in an actual threatened or unauthorized discharge of oil; 16 17 (2) creates an imminent and significant threat to life 18 or property; or 19 (3) creates a significant navigation hazard [without a 20 hearing]. SECTION 2. Section 40.254, Natural Resources Code, 21 is amended by amending Subsections (b-1), (c-1), (c-2), and (d) and 22 23 adding Subsections (c-3), (c-4), and (d-1) to read as follows: 24 (b-1) The preliminary report must:

state the facts that support the commissioner's 1 (1)2 conclusion; 3 (2) in the case of a derelict vessel or structure, determine whether the vessel or structure is considered: 4 5 (A) a numbered vessel; [or] 6 (B) a vessel or structure that has no intrinsic 7 value; or 8 (C) a vessel or structure described by Section 9 40.108(c)(1), (2), or (3); 10 (3) recommend: that a penalty be imposed; 11 (A) 12 (B) that a certificate be suspended; (C) that a derelict vessel or structure be 13 removed or disposed of; [or] 14 15 (D) that a derelict vessel or structure be removed or disposed of because it is a vessel or structure described 16 by Section 40.108(c)(1), (2), or (3); or 17 18 (E) any combination of remedies under Paragraphs 19 (A) - (D) [(A) - (C)]; and (4) if a 20 penalty under Subdivision (3)(A) is 21 recommended, recommend the amount of the penalty. 22 (c-1) Except as provided by Subsection (c-3), the [The] 23 notice required by Subsection (c) must be given: 24 (1) by service in person or by registered or certified 25 mail, return receipt requested; or 26 (2) if personal service cannot be obtained or the 27 address of the person is unknown, by posting a copy of the notice on

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the facility, vessel, or structure and by publishing notice on the
 Internet website of the General Land Office and in the Texas
 Register at least two times within 10 consecutive days.

(c-2) If notice is given in the manner provided by 4 Subsection (c-1), not later than the 20th day after the date on 5 which the notice is served or mailed, or not later than the 20th day 6 7 after the later of the date on which the notice was posted or the last date the notice was published, as applicable, the person 8 9 charged with the violation or a person claiming ownership of the facility, vessel, or structure may consent in writing to the 10 11 report, including the commissioner's recommendations, or make a 12 written request for a hearing.

13 (c-3) The notice required by Subsection (c) must be given by 14 posting a copy of the notice on a derelict vessel or structure <u>or by</u> 15 <u>publishing notice on the Internet website of the General Land</u> 16 <u>Office for 10 consecutive days</u> if the derelict vessel or structure 17 has been determined to have no intrinsic value under Subsection 18 (b-1) <u>and:</u>

19 (1) the vessel or structure is not a numbered vessel or 20 structure;

21 (2) there are no identifiable markings on the vessel 22 or structure for which the current owner can be reasonably 23 identified for service; or

24 (3) the address of the person charged with the 25 violation is unknown.

26 (c-4) If notice is given in the manner provided by
27 Subsection (c-3), not [(d) Not] later than the 10th [20th] day

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1 after the date on which the notice <u>was posted or the last date the</u> 2 <u>notice was published</u> [is served], the person charged with the 3 violation or a person claiming ownership of <u>the</u> [a] vessel or 4 structure [for which notice is posted under Subsection (c=2)] may 5 consent in writing to the report, including the commissioner's 6 recommendations, or make a written request for a hearing.

7 (d) If a vessel or structure is removed without notice as 8 authorized by Section 40.108(c), the commissioner shall serve 9 written notice of the removal to the person charged with the 10 violation not later than the 10th day after the date on which the 11 removal occurs. The removal notice must:

12 (1) include the information required to be in a 13 preliminary report notice under Subsection (c); and

14 (2) be provided in the manner described by Subsection 15 (c-1), except that notice provided under the circumstances 16 described by Subsection (c-1)(2) is not required to be posted on the 17 vessel or structure.

(d-1) If notice is given in the manner provided by 18 Subsection (d), not later than the 20th day after the date on which 19 20 the notice is served or mailed, or not later than the 20th day after the last date the notice was published, as applicable, the person 21 charged with the violation or a person claiming ownership of the 22 23 vessel or structure may consent in writing to the report, including the commissioner's recommendations, or make a written request for a 24 25 hearing.

26 SECTION 3. Section 40.254(e), Natural Resources Code, is 27 amended by amending Subdivision (1) and adding Subdivision (3) to

1 read as follows:

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(1) If the person charged with the violation or a 2 3 person claiming ownership of a facility, vessel, or structure for which notice is provided under Subsection (c-1), (c-3), or (d) 4 5 [posted under Subsection (c-2)] consents to the commissioner's 6 recommendations or does not timely respond to the notice, the 7 commissioner by order shall take the recommended action or order a hearing to be held on the findings and recommendations in the 8 9 report.

10 (3) The commissioner is not required to provide notice 11 under Subdivision (2) of this subsection if notice was provided 12 under Subsection (c-1)(2), (c-3), or (d) and the subject of the 13 notice is a vessel or structure that was removed in the manner 14 provided by Section 40.108.

SECTION 4. Section 40.254(f)(1), Natural Resources Code, is amended to read as follows:

(1) If the person charged with the violation or a person claiming ownership of a <u>facility</u>, vessel<u>, or structure</u> for which notice is <u>provided under Subsection (c-1)</u>, (c-3), or (d) [<u>posted under Subsection (c-2)</u>] requests a hearing, the commissioner shall order a hearing and shall give written notice of that hearing.

23 SECTION 5. Section 40.254(g)(1), Natural Resources Code, is
24 amended to read as follows:

(1) Not later than the 30th day after the date on which
the commissioner's order is final, the person charged with the
violation or a person claiming ownership of <u>the facility</u>, [a]

1 vessel, or structure [for which notice is posted under Subsection
2 (c=2)] shall comply with the order or file a petition for judicial
3 review.

SECTION 6. The changes in law made by this Act apply only to an enforcement proceeding commenced by the General Land Office on or after the effective date of this Act. A proceeding commenced before the effective date of this Act is governed by the law in effect on the date the proceeding was commenced, and the former law is continued in effect for that purpose.

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SECTION 7. This Act takes effect September 1, 2017.

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 15, 2017

TO: Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB1625 by Bonnen, Greg (Relating to the procedures for the enforcement by the General Land Office of the Oil Spill Prevention and Response Act of 1991.), **As Passed 2nd House**

No significant fiscal implication to the State is anticipated.

The bill would amend the Natural Resources Code to eliminate the requirement for the General Land Office (GLO) to provide notice and a hearing when an abandoned vessel or structure creates an imminent threat to life or property or causes a significant navigation hazard. The bill would also reduce the notification time from 20 days to 10 days for vessels having no discernible numbers or markings to determine ownership of the vessel. GLO reports that it can implement the provisions of the bill with existing resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 305 General Land Office and Veterans' Land Board **LBB Staff:** UP, SD, PBO, SZ, MW

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 9, 2017

TO: Honorable Craig Estes, Chair, Senate Committee on Natural Resources & Economic Development

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB1625 by Bonnen, Greg (relating to the procedures for the enforcement by the General Land Office of the Oil Spill Prevention and Response Act of 1991.), Committee Report 2nd House, Substituted

No significant fiscal implication to the State is anticipated.

The bill would amend the Natural Resources Code to eliminate the requirement for the General Land Office (GLO) to provide notice and a hearing when an abandoned vessel or structure creates an imminent threat to life or property or causes a significant navigation hazard. The bill would also reduce the notification time from 20 days to 10 days for vessels having no discernible numbers or markings to determine ownership of the vessel. GLO reports that it can implement the provisions of the bill with existing resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 305 General Land Office and Veterans' Land Board **LBB Staff:** UP, PBO, SZ, MW

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 4, 2017

TO: Honorable Craig Estes, Chair, Senate Committee on Natural Resources & Economic Development

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB1625 by Bonnen, Greg (Relating to the procedures for the enforcement by the General Land Office of the Oil Spill Prevention and Response Act of 1991.), As Engrossed

No significant fiscal implication to the State is anticipated.

The bill would amend the Natural Resources Code to eliminate the requirement for the General Land Office (GLO) to provide notice and a hearing when an abandoned vessel or structure creates an imminent threat to life or property or causes a significant navigation hazard. The bill would also reduce the notification time from 20 days to 10 days for vessels having no discernible numbers or markings to determine ownership of the vessel. GLO reports that it can implement the provisions of the bill with existing resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 305 General Land Office and Veterans' Land Board **LBB Staff:** UP, SZ, MW, PBO

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FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

March 20, 2017

TO: Honorable Abel Herrero, Chair, House Committee on Land & Resource Management

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB1625 by Bonnen, Greg (Relating to the procedures for the enforcement by the General Land Office of the Oil Spill Prevention and Response Act of 1991.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend the Natural Resources Code to eliminate the requirement for the General Land Office (GLO) to provide notice and a hearing when an abandoned vessel or structure creates an imminent threat to life or property or causes a significant navigation hazard. The bill would also reduce the notification time from 20 days to 10 days for vessels having no discernible numbers or markings to determine ownership of the vessel. GLO reports that it can implement the provisions of the bill with existing resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 305 General Land Office and Veterans' Land Board **LBB Staff:** UP, SZ, MW, PBO