By: Biedermann

## A BILL TO BE ENTITLED

1 AN ACT 2 relating to the regulation of and permit requirements for certain facilities that extract, produce, or process aggregates and of 3 related facilities by the Texas Commission on Environmental Quality 4 5 and the Railroad Commission of Texas; providing administrative penalties and other civil remedies; creating criminal offenses. 6

SECTION 1. Section 382.0516, Health and Safety Code, is 8 9 amended by adding Subsection (c) to read as follows:

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

(c) In addition to the notice required by Subsection (a), 10 for an application that relates to a facility that is or is proposed 11 12 to be part of an aggregate production operation required to be registered under Section 28A.051, Water Code, on receiving the 13 14 application, the commission shall send notice of the application to each school district in which the operation is located and any other 15 16 school district located less than five miles from the site of the 17 proposed facility.

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SECTION 2. Section 382.056(r), Health and Safety Code, is amended to read as follows: 19

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This section does not apply to: (r)

21 (1)the relocation or change of location of a portable facility to a site where a portable facility has been located at the 22 23 proposed site at any time during the previous two years;

24 (2) a facility located temporarily in the

1 right-of-way, or contiguous to the right-of-way, of a public works
2 project; or

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3 (3) a facility described by Section 382.065(c), unless
4 that facility is in a county with a population of <u>one</u> [3.3] million
5 or more or in a county adjacent to such a county.

6 SECTION 3. Sections 382.065(a), (b), and (d), Health and 7 Safety Code, are amended to read as follows:

8 (a) The commission by rule shall prohibit the operation of a concrete crushing facility within one mile [440 yards] of a 9 10 building in use as a single or multifamily residence, school, or place of worship at the time the application for a permit to operate 11 12 the facility at a site near the residence, school, or place of worship is filed with the commission. The measurement of distance 13 14 for purposes of this subsection shall be taken from the point on the 15 concrete crushing facility that is nearest to the residence, school, or place of worship toward the point on the residence, 16 17 school, or place of worship that is nearest the concrete crushing facility. 18

19 (b) Subsection (a) does not apply to a concrete crushing20 facility:

(1) at a location for which commission authorization for the operation of a concrete crushing facility was in effect on September 1, 2001;

(2) at a location that satisfies the distance requirements of Subsection (a) at the time the application for the initial authorization for the operation of that facility at that location is filed with the commission, provided that the

H.B. No. 3798 authorization is granted and maintained, regardless of whether a 1 single or multifamily residence, school, or place of worship is 2 3 subsequently built or put to use within one mile [440 yards] of the facility; or 4 (3)5 that: 6 (A) uses a concrete crusher: 7 (i) in the manufacture of products that 8 contain recycled materials; and 9 (ii) that is located in enclosed an 10 building; and (B) is located: 11 12 (i) within 25 miles of an international border; and 13 14 (ii) in a municipality with a population of 15 not less than 6,100 but not more than 20,000. Notwithstanding Subsection (c), Subsection (a) applies 16 (d) 17 to a concrete crushing facility in a county with a population of one [3.3] million or more or in a county adjacent to such a county. 18 SECTION 4. Subchapter C, Chapter 382, Health and Safety 19 Code, is amended by adding Section 382.069 to read as follows: 20 21 Sec. 382.069. AGGREGATE PRODUCTION OPERATIONS. (a) This section applies only to a permit for a facility that is or is 22 proposed to be part of an aggregate production operation required 23 24 to be registered under Section 28A.051, Water Code. 25 (b) The commission may adopt a standard audit and air 26 sampling program for permit holders. 27 (c) The commission shall adopt a policy to grant a permit

| 1  | holder who is not subject to Chapter 1101 the privileges             |
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| 2  | established in Chapter 1101 if the permit holder chooses to comply   |
| 3  | with the requirements of Chapter 1101 for the facility for which the |
| 4  | permit is issued.  |
| 5  | (d) The commission may not grant a permit application that           |
| 6  | relates to a proposed facility under this chapter unless the         |
| 7  | applicant provides to the commission documentation of any required   |
| 8  | permit issued to the applicant by:                                   |
| 9  | (1) each groundwater conservation district in which                  |
| 10 | the proposed facility will be located; and                           |
| 11 | (2) the Railroad Commission of Texas under Chapter                   |
| 12 | 135, Natural Resources Code.   |
| 13 | SECTION 5. Title 4, Natural Resources Code, is amended by            |
| 14 | adding Chapter 135 to read as follows:                               |
| 15 | CHAPTER 135. AGGREGATE PRODUCTION OPERATIONS                         |
| 16 | SUBCHAPTER A. GENERAL PROVISIONS                                     |
| 17 | Sec. 135.0001. DEFINITIONS. In this chapter:                         |
| 18 | (1) "Affected land" means:   |
| 19 | (A) the area from which any materials are to be or                   |
| 20 | have been displaced in an aggregate production operation;            |
| 21 | (B) the area on which any materials that are                         |
| 22 | displaced are to be or have been deposited;                          |
| 23 | (C) the haul roads and impoundment basins within                     |
| 24 | the aggregate production operation; and                              |
| 25 | (D) other land whose natural state has been or                       |
| 26 | will be disturbed as a result of the aggregate production            |
| 27 | operations.  |

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| 1  | (2) "Aggregate production operation" means an                        |
| 2  | extraction operation at an aggregate production operation site       |
| 3  | described by Section 28A.001(1), Water Code.                         |
| 4  | (3) "Commission" means the Railroad Commission of                    |
| 5  | Texas.   |
| 6  | SUBCHAPTER B. POWERS AND DUTIES OF COMMISSION                        |
| 7  | Sec. 135.0051. GENERAL AUTHORITY OF COMMISSION. To                   |
| 8  | accomplish the purposes of this chapter, the commission may:         |
| 9  | (1) adopt, amend, and enforce rules pertaining to                    |
| 10 | aggregate production operations consistent with this chapter;        |
| 11 | (2) issue permits under this chapter;                                |
| 12 | (3) conduct hearings under this chapter and Chapter                  |
| 13 | 2001, Government Code;   |
| 14 | (4) issue orders requiring a person to take actions                  |
| 15 | necessary to comply with this chapter or rules adopted under this    |
| 16 | <pre>chapter;</pre>  |
| 17 | (5) issue orders modifying previous orders;                          |
| 18 | (6) issue a final order revoking the permit of a person              |
| 19 | who has not complied with a commission order to take action required |
| 20 | by this chapter or rules adopted under this chapter;                 |
| 21 | (7) hire employees, adopt standards for employment,                  |
| 22 | and hire or authorize the hiring of outside contractors to assist in |
| 23 | carrying out this chapter;   |
| 24 | (8) accept, receive, and administer grants, gifts,                   |
| 25 | loans, or other money made available from any source for the         |
| 26 | purposes of this chapter; and  |
| 27 | (9) perform any other duty or act required by or                     |

| 1  | provided for in this chapter.                                      |
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| 2  | Sec. 135.0052. MONITORING, REPORTING, AND INSPECTIONS. (a)         |
| 3  | The commission may:  |
| 4  | (1) require monitoring and reporting;                              |
| 5  | (2) enter and inspect aggregate production                         |
| 6  | operations; and  |
| 7  | (3) take other actions necessary to administer,                    |
| 8  | enforce, or evaluate the administration of this chapter.           |
| 9  | (b) For purposes of this section, the commission or its            |
| 10 | authorized representative:   |
| 11 | (1) without advance notice and on presentation of                  |
| 12 | appropriate credentials, has the right to enter:                   |
| 13 | (A) an aggregate production operation; or                          |
| 14 | (B) premises on which records required to be                       |
| 15 | maintained are located; and  |
| 16 | (2) at reasonable times and without delay, may have                |
| 17 | access to and copy records required under this chapter or rules    |
| 18 | adopted under this chapter or inspect any monitoring equipment or  |
| 19 | method of operation required under this chapter or rules adopted   |
| 20 | under this chapter.  |
| 21 | SUBCHAPTER C. RECLAMATION PERMIT                                   |
| 22 | Sec. 135.0101. RECLAMATION OBJECTIVE. (a) The basic                |
| 23 | objective of reclamation is to reestablish on a continuing basis,  |
| 24 | where required, vegetation and other natural conditions consistent |
| 25 | with the anticipated subsequent use of the affected land.          |
| 26 | (b) The process of reclamation may require contouring,             |
| 27 | terracing, grading, backfilling, resoiling, revegetation,          |

compaction and stabilization and settling ponds, water 1 2 impoundments, diversion ditches, and other water treatment 3 facilities in order to minimize water diminution to existing water sources, pollution, soil and wind erosion, or flooding resulting 4 from extraction or any other activity that may be considered 5 necessary to accomplish the reclamation of the affected land to a 6 7 substantially beneficial condition. Sec. 135.0102. RECLAMATION PERMIT REQUIRED. (a) A person 8 may not conduct an aggregate production operation that includes a 9 10 facility for which a permit is required under Chapter 382, Health and Safety Code, without first obtaining a reclamation permit for 11 12 that operation from the commission under this chapter. (b) The commission by rule shall establish requirements for 13 14 obtaining a permit. The requirements must: 15 (1) ensure that the permit holder is capable of completing a reclamation process for the permit area in a manner 16 17 that is compatible with the objective described by Section 135.0101; and 18 19 (2) be modeled on the reclamation requirements for surface mining of uranium and uranium ore under Chapter 131 and 20 surface coal mining under Chapter 134, including the submission of 21 22 a reclamation plan and a performance bond. Sec. 135.0103. PERMIT APPLICATION AND ISSUANCE. (a) The 23 24 commission by rule shall establish requirements for submitting a permit application. 25 26 (b) Chapter 2001, Government Code, applies to a permit 27 application under this chapter.

| 1  | (c) On the basis of a complete application for a permit, the        |
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| 2  | commission shall approve, require modification of, or deny a permit |
| 3  | application.  |
| 4  | (d) An applicant for a permit has the burden of establishing        |
| 5  | that the application complies with this chapter and rules adopted   |
| 6  | under this chapter.   |
| 7  | Sec. 135.0104. PERMIT REVISIONS. (a) The commission by              |
| 8  | rule shall require that a permit holder:                            |
| 9  | (1) notify the commission of any significant changes                |
| 10 | in a condition that the commission evaluated as part of the permit  |
| 11 | application process that occur after the permit was issued; and     |
| 12 | (2) apply for a permit revision if the commission                   |
| 13 | determines a revision is appropriate.                               |
| 14 | (b) A permit revision application is subject to the same            |
| 15 | requirements for issuance as an initial permit.                     |
| 16 | SUBCHAPTER D. ENFORCEMENT   |
| 17 | Sec. 135.0151. CIVIL OR ADMINISTRATIVE ENFORCEMENT.                 |
| 18 | Subchapter H, Chapter 134, applies to the civil or administrative   |
| 19 | enforcement of this chapter or a rule, order, or permit adopted or  |
| 20 | issued under this chapter in the same manner as that subchapter     |
| 21 | applies to the civil or administrative enforcement of that chapter  |
| 22 | or a rule, order, or permit adopted or issued under that chapter.   |
| 23 | Sec. 135.0152. CRIMINAL PENALTY FOR WILFUL AND KNOWING              |
| 24 | VIOLATION. (a) A person commits an offense if the person wilfully   |
| 25 | and knowingly violates a condition of a permit issued under this    |
| 26 | chapter or does not comply with an order issued under this chapter, |
| 27 | except an order incorporated in a decision issued by the commission |

| 1  | under Section 134.175, as applicable under Section 135.0151.        |
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| 2  | (b) An offense under this section is punishable by:                 |
| 3  | (1) a fine of not more than \$10,000;                               |
| 4  | (2) imprisonment for not more than one year; or                     |
| 5  | (3) both the fine and the imprisonment.                             |
| 6  | Sec. 135.0153. CRIMINAL PENALTY FOR FALSE STATEMENT,                |
| 7  | REPRESENTATION, OR CERTIFICATION. (a) A person commits an offense   |
| 8  | if the person knowingly makes a false statement, representation, or |
| 9  | certification, or knowingly fails to make a statement,              |
| 10 | representation, or certification, in an application, record,        |
| 11 | report, or other document filed or required to be maintained under  |
| 12 | this chapter or under an order of decision issued by the commission |
| 13 | under this chapter.   |
| 14 | (b) An offense under this section is punishable by:                 |
| 15 | (1) a fine of not more than \$10,000;                               |
| 16 | (2) imprisonment for not more than one year; or                     |
| 17 | (3) both the fine and the imprisonment.                             |
| 18 | SECTION 6. (a) Notwithstanding Chapter 382, Health and              |
| 19 | Safety Code, after the effective date of this Act, the Texas        |
| 20 | Commission on Environmental Quality may not issue a permit under    |
| 21 | Chapter 382, Health and Safety Code, for a facility that is or is   |
| 22 | proposed to be part of an aggregate production operation required   |
| 23 | to be registered under Section 28A.051, Water Code, until the       |
| 24 | commission completes the assessment and, if applicable, adopts any  |

(b) Not later than October 1, 2020, the Texas Commission on
27 Environmental Quality shall conduct an assessment of the effects on

revisions or programs described by Subsection (b) of this section.

1 air quality created by the aggregate production industry in this 2 state to determine whether air quality models used by the 3 commission to evaluate emissions from the production of aggregates, 4 as defined by Section 28A.001, Water Code, are contravening the 5 intent of Chapter 382, Health and Safety Code. The commission 6 shall:

7 (1) revise the air quality models and, if necessary, 8 any relevant permit requirements if the commission determines from 9 the assessment that revisions are necessary to accomplish the 10 intent of Chapter 382, Health and Safety Code; and

(2) adopt a standard audit and air sampling program as authorized under Section 382.069(b), Health and Safety Code, as added by this Act, if the commission determines from the assessment that such a program is necessary to accomplish the intent of Chapter 382, Health and Safety Code.

16 (c) The Texas Commission on Environmental Quality shall 17 submit to the legislature a report on the results of the assessment 18 required by Subsection (b) of this section.

19 SECTION 7. (a) Section 6(a) of this Act does not prohibit 20 the Texas Commission on Environmental Quality from granting an 21 application for a permit that is filed before the effective date of 22 this Act.

(b) Sections 382.0516(c) and 382.069(d), Health and Safety Code, as added by this Act, and Sections 382.056(r) and 382.065, Health and Safety Code, as amended by this Act, apply only to an application for a permit that is filed with the Texas Commission on Environmental Quality on or after the effective date of this Act. An

- application for a permit filed before the effective date of this Act
   is governed by the law in effect on the date of filing, and that law
- 3 is continued in effect for that purpose.
- 4 SECTION 8. This Act takes effect September 1, 2019.