By: Kolkhorst S.B. No. 2341

A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to funding for counties for transportation infrastructure
- 3 projects located in areas of the state affected by increased oil and
- 4 gas production.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 251.018, Transportation Code, is amended
- 7 to read as follows:
- 8 Sec. 251.018. ROAD REPORTS. A road condition report made by
- 9 a county that is operating under a system of administering county
- 10 roads under Chapter 252 or a special law, including a report made
- 11 under Section 251.005, must include the primary cause of any road,
- 12 culvert, or bridge degradation, if reasonably ascertained, along
- 13 with a brief description of the degradation.
- SECTION 2. Sections 256.101(3) and (4), Transportation
- 15 Code, are amended to read as follows:
- 16 (3) "Weight tolerance permit" means a permit issued
- 17 under Section 623.011 for [Chapter 623 authorizing] a vehicle
- 18 operating specifically in relation to the exploration,
- 19 development, or production of oil or gas [to exceed maximum legal
- 20 weight limitations].
- 21 (4) "Well completion" means the completion, reentry,
- 22 or recompletion of <u>a vertical or horizontal</u> [an] oil or gas well.
- 23 SECTION 3. Section 256.103, Transportation Code, is amended
- 24 by adding Subsection (a-1) and amending Subsection (b) to read as

- 1 follows:
- 2 (a-1) To be eligible for a grant under this subchapter, a
- 3 county must have at least 400 active wells, including horizontal,
- 4 vertical, and oil and gas waste disposal wells, as determined by the
- 5 most recent data of the Railroad Commission of Texas.
- 6 (b) Grants distributed during a fiscal year must be 7 allocated among counties as follows:
- 8 (1) 10 [20] percent according to weight tolerance
- 9 permits, determined by the ratio of weight tolerance permits issued
- 10 in the preceding fiscal year for the county to the total number of
- 11 weight tolerance permits issued in the state in that fiscal year, as
- 12 determined by the Texas Department of Motor Vehicles;
- 13 (2) 20 percent according to oil and gas production
- 14 taxes, determined by the ratio of oil and gas production taxes
- 15 collected by the comptroller in the preceding fiscal year in the
- 16 county to the total amount of oil and gas production taxes collected
- 17 in the state in that fiscal year, as determined by the comptroller;
- 18 (3) 15 [50] percent according to vertical well
- 19 completions, determined by the ratio of vertical well completions
- 20 in the preceding fiscal year in the county to the total number of
- 21 vertical well completions in the state in that fiscal year, as
- 22 determined by the Railroad Commission of Texas; [and]
- 23 (4) 45 percent according to horizontal well
- 24 completions, determined by the ratio of horizontal well completions
- 25 in the preceding fiscal year in the county to the total number of
- 26 horizontal well completions in the state in that fiscal year, as
- 27 determined by the Railroad Commission of Texas; and

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(5) 10 percent according to the total number [volume] 1 of oil and gas waste disposal wells as defined by the Railroad 2 Commission of Texas [injected], determined by the ratio of the 3 total number [volume] of oil and gas waste disposal wells $[\frac{injected}{}]$ in the $\frac{last\ full}{}$ $[\frac{preceding\ fiscal}{}]$ year $\frac{for\ which\ the}{}$ 5 Railroad Commission of Texas has a report for commercial disposal 6 wells in the county to the total <u>number</u> [volume] of oil and gas 7 waste <u>disposal wells</u> [injected] in the state in that [fiscal] year, 8 as determined by the Railroad Commission of Texas. SECTION 4. This Act takes effect September 1, 2019.

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