By: Darby

H.B. No. 964

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to the treatment, recycling for beneficial use, or 3 disposal of drill cuttings. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Sections 123.001(2) and (3), Natural Resources Code, are amended to read as follows: 6 7 "Drill cuttings" means bits of rock or soil cut (2) from a subsurface formation by a drill bit during the process of 8 drilling an oil or gas well and lifted to the surface by means of the 9 circulation of drilling mud. 10 The term includes any associated 11 sand, silt, drilling fluid, spent completion fluid, workover fluid, 12 debris, water, brine, oil scum, paraffin, or other material cleaned out of the wellbore. 13 14 (3) "Permit holder" means a person who holds a permit from the commission to operate a stationary commercial solid oil 15 16 and gas waste recycling facility or an oil and gas waste disposal facility. 17 18 SECTION 2. Section 123.003, Natural Resources Code, is amended to read as follows: 19 Sec. 123.003. RESPONSIBILITY IN 20 TORT. A person who 21 generates drill cuttings and transfers the drill cuttings to a permit holder with the contractual understanding that the drill 22 23 cuttings will be used in connection with road building or another beneficial use or disposed of is not liable in tort for a 24

87R2283 JXC-F

1

H.B. No. 964
1 consequence of the subsequent use <u>or disposal</u> of the drill cuttings
2 by the permit holder or by another person.

3 SECTION 3. The change in law made by this Act applies only 4 to a cause of action that accrues on or after the effective date of 5 this Act. A cause of action that accrues before the effective date 6 of this Act is governed by the law in effect immediately before that 7 date, and that law is continued in effect for that purpose.

8 SECTION 4. This Act takes effect immediately if it receives 9 a vote of two-thirds of all the members elected to each house, as 10 provided by Section 39, Article III, Texas Constitution. If this 11 Act does not receive the vote necessary for immediate effect, this 12 Act takes effect September 1, 2021.

2