Second Regular Session Seventieth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 16-1073.01 Thomas Morris x4218

HOUSE BILL 16-1430

HOUSE SPONSORSHIP

Lebsock,

SENATE SPONSORSHIP

(None),

House Committees Transportation & Energy **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING THE IMPLEMENTATION OF A RECOMMENDATION OF THE
102	OIL AND GAS TASK FORCE REGARDING THE SHARING OF OIL AND
103	GAS OPERATORS' DEVELOPMENT PLANS WITH AFFECTED LOCAL
104	GOVERNMENTS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://www.leg.state.co.us/billsummaries.</u>)

The Colorado oil and gas conservation commission recently promulgated several rules to implement 2 of the recommendations of the governor's oil and gas task force. The bill codifies some of the essential elements of one of the 2 recommendations, with the following modifications: The rules require operators to share their development plans with municipalities where the proposed operations will occur; and the bill adds counties where the proposed operations will occur.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add 34-60-131 as
3	follows:
4	34-60-131. Registration for advance planning - definitions.
5	(1) Definitions. As used in this section:
6	(a) "DIRECTOR" MEANS THE DIRECTOR OF THE COMMISSION.
7	(b) "LOCAL GOVERNMENT" MEANS A HOME RULE OR STATUTORY
8	CITY, TOWN, TERRITORIAL CHARTER CITY, COUNTY, OR CITY AND COUNTY.
9	(c) "OIL AND GAS FACILITY" MEANS EQUIPMENT OR IMPROVEMENTS
10	USED OR INSTALLED AT AN OIL AND GAS LOCATION FOR THE EXPLORATION,
11	PRODUCTION, WITHDRAWAL, GATHERING, TREATMENT, OR PROCESSING OF
12	OIL OR NATURAL GAS.
13	(d) "OIL AND GAS LOCATION" MEANS A DEFINABLE AREA WHERE AN
14	OPERATOR HAS DISTURBED OR INTENDS TO DISTURB THE LAND SURFACE IN
15	ORDER TO LOCATE AN OIL AND GAS FACILITY.
16	(2) Operator registration for advance planning. (a) EACH
17	OPERATOR SHALL REGISTER WITH THE COMMISSION AND WITH EACH LOCAL
18	GOVERNMENT IN WHOSE JURISDICTION IT HAS AN APPROVED DRILLING
19	UNIT, A PENDING OR APPROVED PERMIT TO DRILL, OR AN APPLICATION FOR
20	A NEW OR AMENDED OIL AND GAS LOCATION.
21	(b) AN OPERATOR REGISTERS WITH A LOCAL GOVERNMENT BY:
22	(I) Complying with the registration process established by
23	THE LOCAL GOVERNMENT; OR

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(II) IF A LOCAL REGISTRATION PROCESS DOES NOT EXIST, BY
 DELIVERING A CURRENT COPY OF ITS COMMISSION REGISTRATION AND
 DESIGNATION-OF-AGENT FORMS TO THE LOCAL GOVERNMENT.

4 (c) A LOCAL GOVERNMENT MAY REQUEST AN OPERATOR THAT HAS
5 REGISTERED WITH IT TO PROVIDE THE FOLLOWING INFORMATION TO THE
6 LOCAL GOVERNMENT:

7 (I) BASED ON AN OPERATOR'S CURRENT BUSINESS PLAN AS OF THE
8 DATE OF THE REQUEST, A GOOD-FAITH ESTIMATE OF THE NUMBER OF WELLS
9 THE OPERATOR INTENDS TO DRILL IN THE NEXT FIVE YEARS WITHIN THE
10 LOCAL GOVERNMENT'S JURISDICTION; AND

(II) A MAP SHOWING THE LOCATION WITHIN THE LOCAL
GOVERNMENT'S JURISDICTION OF THE OPERATOR'S EXISTING WELL SITES
AND RELATED PRODUCTION FACILITIES; SITES FOR WHICH THE OPERATOR
HAS APPROVED, OR HAS SUBMITTED APPLICATIONS FOR, DRILLING AND
SPACING ORDERS; AND SITES THE OPERATOR HAS IDENTIFIED FOR
DEVELOPMENT ON ITS CURRENT DRILLING SCHEDULE FOR WHICH IT HAS
NOT YET SUBMITTED AN APPLICATION FOR COMMISSION APPROVAL.

SECTION 2. Applicability. This act applies to applications for
 approval of an oil and gas location filed on or after the applicable
 effective date of this act.

SECTION 3. Safety clause. The general assembly hereby finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, and safety.

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