Bill No. CS/HB 191 (2016)

		Amendment No.					(,	
		CHAMBER ACTION						
		Senate		<u>]</u>	House			
1		Representative Mur	phy offered the	following	g:			
2								
3		Amendment (wi	th title amendm	ent)				
4		Remove lines 125-288 and insert:						
5		(5) "Fracking policymaker" means a state or local elected					lected	
6		official, an appoi	nted agency hea	d, or app	ointed	official	of a	
7		<u>local governmental</u>	entity's gover	ning body	, who	has voted	for,	
8		allowed to be impl	emented, or vot	ed agains [.]	t proh	ibition of	E high-	
9		pressure well stim	ulation.					
10		(6) "Frackin	g policy" means	a law, po	olicy,	practice,	<u>r_</u>	
11		procedure, rule, o	r custom adopte	d or perm	itted	by a state	<u> </u>	
12		entity which knowi	ngly allows hig	h-pressure	e well	stimulati	ion,	
13		<u>low pressure stimu</u>	lation, or well	acid trea	atment	<u>.</u>		
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14 <u>(7) (5)</u> "Gas" means all natural gas, including casinghead 15 gas, and all other hydrocarbons not defined as oil in subsection 16 (16) (15).

17 (8) "High-pressure well stimulation" means all stages of a well intervention performed by injecting fluids into a rock 18 19 formation at high pressure that exceeds the fracture gradient of 20 the rock formation in order to propagate fractures in such 21 formation to increase production at an oil or gas well by 22 improving the flow of hydrocarbons from the formation into the 23 wellbore. The term does not include well stimulation or 24 conventional workover procedures that may incidentally fracture the formation near the wellbore. 25

26 <u>(9) (6)</u> "Horizontal well" means a well completed with the 27 wellbore in a horizontal or nearly horizontal orientation within 28 10 degrees of horizontal within the producing formation.

29 <u>(10)(7)</u> "Illegal gas" means gas that has been produced 30 within the state from any well or wells in excess of the amount 31 allowed by any rule, regulation, or order of the division, as 32 distinguished from gas produced within the State of Florida from 33 a well not producing in excess of the amount so allowed, which 34 is "legal gas."

35 <u>(11)(8)</u> "Illegal oil" means oil that has been produced 36 within the state from any well or wells in excess of the amount 37 allowed by rule, regulation, or order of the division, as 38 distinguished from oil produced within the state from a well not

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39 producing in excess of the amount so allowed, which is "legal 40 oil."

41 <u>(12)(9)</u> "Illegal product" means a product of oil or gas, 42 any part of which was processed or derived, in whole or in part, 43 from illegal gas or illegal oil or from any product thereof, as 44 distinguished from "legal product," which is a product processed 45 or derived to no extent from illegal oil or illegal gas.

46 <u>(13)(10)</u> "Lateral storage reservoir boundary" means the 47 projection up to the land surface of the maximum horizontal 48 extent of the gas volume contained in a natural gas storage 49 reservoir.

50 <u>(14)(11)</u> "Native gas" means gas that occurs naturally 51 within this state and does not include gas produced outside the 52 state, transported to this state, and injected into a permitted 53 natural gas storage facility.

(15) (12) "Natural gas storage facility" means an 54 55 underground reservoir from which oil or gas has previously been produced and which is used or to be used for the underground 56 57 storage of natural gas, and any surface or subsurface structure, or infrastructure, except wells. The term also includes a right 58 59 or appurtenance necessary or useful in the operation of the facility for the underground storage of natural gas, including 60 any necessary or reasonable reservoir protective area as 61 62 designated for the purpose of ensuring the safe operation of the 63 storage of natural gas or protecting the natural gas storage facility from pollution, invasion, escape, or migration of gas, 64

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65 or any subsequent extension thereof. The term does not mean a 66 transmission, distribution, or gathering pipeline or system that 67 is not used primarily as integral piping for a natural gas 68 storage facility.

69 (16) (13) "Natural gas storage reservoir" means a pool or 70 field from which gas or oil has previously been produced and 71 which is suitable for or capable of being made suitable for the 72 injection, storage, and recovery of gas, as identified in a 73 permit application submitted to the department under s. 74 377.2407.

75 <u>(17)(14)</u> "New field well" means an oil or gas well 76 completed after July 1, 1997, in a new field as designated by 77 the Department of Environmental Protection.

78 (18) (15) "Oil" means crude petroleum oil and other 79 hydrocarbons, regardless of gravity, which are produced at the 80 well in liquid form by ordinary production methods, and which 81 are not the result of condensation of gas after it leaves the 82 reservoir.

83 <u>(19) (16)</u> "Oil and gas" has the same meaning as the term 84 "oil or gas."

85 <u>(20)(17)</u> "Oil and gas administrator" means the State 86 Geologist.

87 (21)(18) "Operator" means the entity who:

(a) Has the right to drill and to produce a well; or

(b) As part of a natural gas storage facility, injects, oris engaged in the work of preparing to inject, gas into a

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91 natural gas storage reservoir; or stores gas in, or removes gas92 from, a natural gas storage reservoir.

93 (22)(19) "Owner" means the person who has the right to 94 drill into and to produce from any pool and to appropriate the 95 production for the person or for the person and another, or 96 others.

97 <u>(23)(20)</u> "Person" means a natural person, corporation, 98 association, partnership, receiver, trustee, guardian, executor, 99 administrator, fiduciary, or representative of any kind.

100 <u>(24) (21)</u> "Pool" means an underground reservoir containing 101 or appearing to contain a common accumulation of oil or gas or 102 both. Each zone of a general structure which is completely 103 separated from any other zone on the structure is considered a 104 separate pool as used herein.

105 (25) (22) "Producer" means the owner or operator of a well 106 or wells capable of producing oil or gas, or both.

107 (26) (23) "Product" means a commodity made from oil or gas and includes refined crude oil, crude tops, topped crude, 108 processed crude petroleum, residue from crude petroleum, 109 cracking stock, uncracked fuel oil, fuel oil, treated crude oil, 110 111 residuum, gas oil, casinghead gasoline, natural gas gasoline, naphtha, distillate, condensate, gasoline, waste oil, kerosene, 112 benzine, wash oil, blended gasoline, lubricating oil, blends or 113 114 mixtures of oil with one or more liquid products or byproducts 115 derived from oil or gas, and blends or mixtures of two or more

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116 liquid products or byproducts derived from oil or gas, whether 117 hereinabove enumerated or not.

118 <u>(27) (24)</u> "Reasonable market demand" means the amount of 119 oil reasonably needed for current consumption, together with a 120 reasonable amount of oil for storage and working stocks.

121 <u>(28) (25)</u> "Reservoir protective area" means the area 122 extending up to and including 2,000 feet surrounding a natural 123 gas storage reservoir.

124 <u>(29)(26)</u> "Shut-in bottom hole pressure" means the pressure 125 at the bottom of a well when all valves are closed and no oil or 126 gas has been allowed to escape for at least 24 hours.

127 <u>(30)</u> (27) "Shut-in well" means an oil or gas well that has 128 been taken out of service for economic reasons or mechanical 129 repairs.

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(31) (28) "State" means the State of Florida.

131 <u>(32)(29)</u> "Temporarily abandoned well" means a permitted 132 well or wellbore that has been abandoned by plugging in a manner 133 that allows reentry and redevelopment in accordance with oil or 134 gas rules of the Department of Environmental Protection.

135 <u>(33)(30)</u> "Tender" means a permit or certificate of 136 clearance for the transportation or the delivery of oil, gas, or 137 products, approved and issued or registered under the authority 138 of the division.

139 <u>(34) (31)</u> "Waste," in addition to its ordinary meaning, 140 means "physical waste" as that term is generally understood in 141 the oil and gas industry. The term "waste" includes:

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(a) The inefficient, excessive, or improper use or
dissipation of reservoir energy; and the locating, spacing,
drilling, equipping, operating, or producing of any oil or gas
well or wells in a manner that results, or tends to result, in
reducing the quantity of oil or gas ultimately to be stored or
recovered from any pool in this state.

(b) The inefficient storing of oil; and the locating,
spacing, drilling, equipping, operating, or producing of any oil
or gas well or wells in a manner that causes, or tends to cause,
unnecessary or excessive surface loss or destruction of oil or
gas.

(c) The producing of oil or gas in a manner that causesunnecessary water channeling or coning.

(d) The operation of any oil well or wells with aninefficient gas-oil ratio.

(e) The drowning with water of any stratum or part thereofcapable of producing oil or gas.

(f) The underground waste, however caused and whether or not defined.

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(g) The creation of unnecessary fire hazards.

(h) The escape into the open air, from a well producing
both oil and gas, of gas in excess of the amount that is
necessary in the efficient drilling or operation of the well.

(i) The use of gas for the manufacture of carbon black.

(j) Permitting gas produced from a gas well to escape into the air.

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168 (k) The abuse of the correlative rights and opportunities 169 of each owner of oil and gas in a common reservoir due to 170 nonuniform, disproportionate, and unratable withdrawals, causing 171 undue drainage between tracts of land.

(35) (32) "Well site" means the general area around a well, 172 173 which area has been disturbed from its natural or existing 174 condition, as well as the drilling or production pad, mud and 175 water circulation pits, and other operation areas necessary to drill for or produce oil or gas, or to inject gas into and 176 177 recover gas from a natural gas storage facility.

Section 3. Section 377.35, Florida Statutes, is amended to 178 179 read:

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377.35 Suits, proceedings, appeals, etc.-

181 In all proceedings brought under authority of this (1) law, or of any oil or gas conservation statute of this state, or 182 of any rule, regulation, or order made thereunder, and in all 183 184 proceedings instituted for the purpose of contesting the validity of any provision of the law, or of any oil or gas 185 conservation statute, or of any rule, regulation, or order made 186 187 thereunder, review may be had pursuant to Art. V, State 188 Constitution; the Florida Rules of Appellate Procedure; and chapter 120. 189

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(2) Notwithstanding any other provision of law:

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(a) A person, or a person on another person's behalf, who is harmed or dies as a result of fracking policy in this state 192

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193 may pursue a civil cause of action for personal injury or					
194 wrongful death.					
(b) The state waives sovereign immunity for actions					
brought under this chapter related to high-pressure well					
stimulation.					
(c) In any civil cause of action for personal injury or					
wrongful death filed under this chapter, a fracking policymaker					
200 may be included as a defendant and held liable					
201					
202					
TITLE AMENDMENT					
204 Remove line 13 and insert:					
stimulation"; amending s. 377.35, F.S.; authorizing					
206 certain causes of action against specified entities					
for harm or death as a result of high-pressure well					
stimulation; amending s. 377.22, F.S.; revising the					
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