

LEGISLATIVE ACTION .

Senate Comm: FAV 03/11/2019 House

The Committee on Agriculture (Albritton) recommended the following:

Senate Amendment (with title amendment)

Between lines 35 and 36

insert:

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Section 3. Paragraph (f) of subsection (2) of section 377.22, Florida Statutes, is amended to read:

377.22 Rules and orders.-

(2) The department shall issue orders and adopt rules 9 pursuant to ss. 120.536 and 120.54 to implement and enforce the 10 provisions of this chapter. Such rules and orders shall ensure



11 that all precautions are taken to prevent the spillage of oil or 12 any other pollutant in all phases of the drilling for, and 13 extracting of, oil, gas, or other petroleum products, or during 14 the injection of gas into and recovery of gas from a natural gas storage reservoir. The department shall revise such rules from 15 time to time as necessary for the proper administration and 16 17 enforcement of this chapter. Rules adopted and orders issued in 18 accordance with this section are for, but not limited to, the 19 following purposes:

20 (f) To require a reasonable bond, or other form of security 21 acceptable to the department, conditioned upon the performance 22 of the duty to plug properly each dry and abandoned well and the 23 full and complete restoration by the applicant of the area over 24 which geophysical exploration, drilling, or production is 25 conducted to the similar contour and general condition in existence before prior to such operation. In the Everglades 26 27 Protection Area, the bond must be for a minimum of \$500,000 per 28 well or, for a blanket bond, for a minimum of \$5 million.

Section 4. Paragraph (b) of subsection (1) of section 377.244, Florida Statutes, is amended to read:

377.244 Conditions for granting permits for surface exploratory and extraction operations.-

(1) Exploration for and extraction of minerals under and by virtue of the authority of a grant of oil, gas, or mineral rights, or which, subsequent to such grant, may be interpreted to include the right to explore for and extract minerals which are subject to extraction from the land by means other than through a well hole, that is by means of surface exploratory and extraction operations such as sifting of the sands, dragline,

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40 open pit mining, or other type of surface operation, which would 41 include movement of sands, dirt, rock, or minerals, shall be 42 exercised only pursuant to permit issued by the Division of 43 Resource Management upon applicant complying with the following 44 conditions:

45 (b) The applicant shall post a good and sufficient surety bond with the division in such amount as the division may 46 47 determine is adequate to afford full and complete protection for 48 the owner of the surface rights of the lands described in the 49 application, conditioned upon the full and complete restoration, 50 by the applicant, of the area over which the exploratory and 51 extraction operations are conducted to the same condition and 52 contour in existence before prior to such operations. In the 53 Everglades Protection Area, the bond must be for a minimum of 54 \$500,000 per well or, for a blanket bond, for a minimum of \$5 55 million.

Section 5. Paragraph (a) of subsection (1) of section 377.37, Florida Statutes, is amended to read:

377.37 Penalties.-

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59 (1) (a) Any person who violates any provision of this law or 60 any rule, regulation, or order of the division made under this 61 chapter or who violates the terms of any permit to drill for or 62 produce oil, gas, or other petroleum products referred to in s. 63 377.242(1) or to store gas in a natural gas storage facility, or 64 any lessee, permitholder, or operator of equipment or facilities 65 used in the exploration for, drilling for, or production of oil, 66 gas, or other petroleum products, or storage of gas in a natural gas storage facility, who refuses inspection by the division as 67 provided in this chapter, is liable to the state for any damage 68

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caused to the air, waters, or property, including animal, plant,

70 or aquatic life, of the state and for reasonable costs and expenses of the state in tracing the source of the discharge, in 71 72 controlling and abating the source and the pollutants, and in 73 restoring the air, waters, and property, including animal, 74 plant, and aquatic life, of the state. Furthermore, such person, 75 lessee, permitholder, or operator is subject to the judicial 76 imposition of a civil penalty in an amount of not more than \$10,000 for each offense, except that for offenses occurring in 77 78 the Everglades Protection Area the penalty is \$50,000 for each 79 offense. However, the court may receive evidence in mitigation. 80 Each day during any portion of which such violation occurs constitutes a separate offense. Nothing herein shall give the 81 82 department the right to bring an action on behalf of any private 83 person. 84 Section 6. Section 377.421, Florida Statutes, is created to 85 read: 86 377.421 Drilling in the Everglades Protection Area.-87 (1) For purposes of this section, the term "Everglades Protection Area" means Water Conservation Areas 1, 2A, 2B, 3A, 88 89 and 3B; the Arthur R. Marshall Loxahatchee National Wildlife 90 Refuge; and the Everglades National Park. 91 (2) The Department of Environmental Protection shall 92 evaluate each application to drill and shall visit each proposed 93 access route and drilling site in the Everglades Protection Area 94 to ensure that the exploration and production activities will 95 not cause any permanent adverse impact on the water resources or 96 the sheet flow of the area or on the vegetation or the wildlife of the area, with a special emphasis placed on rare and 97

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98	endangered species. If a proposed site is located on developed
99	or highly impacted uplands, the department must review the
100	application and field inspection reports from staff to determine
101	whether to reinspect the site. If a reinspection is necessary,
102	subparagraph (3)(a)1. does not apply.
103	(3) In evaluating applications, the department shall use
104	the following criteria:
105	(a) For roads, including road extensions:
106	1. A permit to drill must be obtained before any road
107	construction or improvement begins.
108	2. Existing roads must be used where feasible.
109	3. The improvement of existing roads or the construction of
110	new roads must be completed from trucked-in fill material that
111	is taken from approved borrow pits. There may not be any
112	parallel borrow canals along roads.
113	4. All roads must have culverts installed and be maintained
114	to prevent degradation by industry vehicles. The size and number
115	of culverts must be sufficient to ensure that the natural flow
116	of water is not impeded and the resource is protected.
117	5. All roads may be only wide enough to accommodate one
118	lane of traffic, but must have at least one turnout every mile
119	for passing.
120	6. All road elevations must be high enough to assure year-
121	round usage, except where otherwise expressly required to be
122	less.
123	7. All roads must follow the best practical route suited to
124	protect the natural environment. Where feasible, roads and road
125	extensions should follow existing wood roads.
126	8. Roads must be constructed in a way that avoids serious
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L27	damage to or enduring scars to land and loss of wildlife, and
L28	must be constructed to avoid obstructing the natural movement of
L29	water and wildlife.
L30	9. All roads must be restored as specified in rule 62C-
L31	<u>29.009, F.A.C.</u>
132	10. All new access roads authorized to serve the needs of
L33	exploration activities must be limited in use to the permitted
134	purpose. For these limited use access roads, the applicant shall
L35	submit as part of the permit application the means to accomplish
L36	the limited use, including the control of unauthorized vehicles,
L37	for the duration of the permitted purpose of the road.
L38	11. Access corridors and drilling pads may not be
L39	constructed in or through sensitive resources, such as cypress
L40	or mixed forest swamps, hardwood hammocks, mangrove forests,
L41	archaeological sites, native ceremonial grounds, and those zones
42	documented or confirmed by the Fish and Wildlife Conservation
43	Commission as being areas of high-level Florida panther activity
44	unless reasonable and prudent alternatives are not available.
L45	Known red-cockaded woodpecker colonies, rookeries, alligator
L46	holes, research sites, pine uplands, and threatened or
L47	endangered species habitats must be avoided where possible.
L48	12. Access corridors, including pipelines, must be
L49	contiguous where possible and corridors emanating from new entry
L50	points must be prohibited unless the applicant demonstrates them
L51	to be the more prudent and reasonable alternative.
L52	(b) For drilling sites:
L53	1. The sites must be located to minimize negative impacts
L54	on the vegetation and wildlife, including rare and endangered
L55	species, and on the surface water resources.

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156	2. Topographical and engineering surveys of the drilling
157	site, together with an aerial photograph of the drill site,
158	shall be prepared at a large scale with the well spotted
159	thereupon and included as a part of the permit application.
160	3. Site preparation may not begin before the applicant
161	obtains a permit to drill, except as specified in subsection
162	(2).
163	4. Every effort shall be made to limit the drilling's
164	impact on the Everglades Protection Area environment by using
165	prairies, limited-growth forest, grazing, farming, or cleared
166	lands where practical.
167	5. Drilling pads shall be constructed from trucked-in fill
168	material that is taken from approved borrow pits and be
169	constructed to an elevation sufficient to ensure year-round
170	usage.
171	6. A protective berm of sufficient height and
172	impermeability to prevent the escape of pad fluids shall be
173	constructed around the drilling site and storage tank areas.
174	7. Directional or slant drilling shall be used from
175	existing drilling pads where technically feasible and where it
176	will have a beneficial effect upon maintaining environmental
177	quality.
178	8. All drilling sites shall be restored as specified in
179	rule 62C-29.009, Florida Administrative Code.
180	(c) For production:
181	1. The operating company shall submit to the department a
182	field development plan as soon as practical for each new field.
183	All transportation of oil in the Everglades Protection Area
184	shall be by pipeline.

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	2. If the oil from a producing well is to be removed by
pipe	line, the pipeline must be equipped with automatic shut-off
valv	res.
	3. All flowlines and utilities shall be contained within
the	rights-of-way secured for road construction.
	4. The operating company shall develop an emergency and
cont	ingency plan. An updated plan must be submitted annually to
the	department.
	5. The operating company shall clean the site of any oil or
othe	er contaminants spilled in conjunction with the drilling,
proc	luction, and transportation activities. Spill response and
reme	diation equipment must remain on site and be made available
for	immediate use to accomplish this goal.
	(4) Within the Everglades Protection Area, a wildlife
impa	ct study must be completed at the time of the initial
appl	ication and at the time of subsequent recertification.
	(5) The refining of oil is prohibited in the Everglades
Prot	ection Area.
	Section 7. Subsection (3) is added to section 570.93,
Flor	ida Statutes, to read:
	570.93 Department of Agriculture and Consumer Services;
agri	cultural water conservation and agricultural water supply
plar	ning
	(3) The use of flowback fluid for crop irrigation is
proh	ibited in this state. For purposes of this subsection, the
term	"flowback fluid" means any liquid that flows back to the
0011	ace during or after completion of well stimulation.



214	And the title is amended as follows:
215	Delete lines 2 - 6
216	and insert:
217	An act relating to oil drilling; amending s. 377.19,
218	F.S.; defining the term "fracking"; creating s.
219	377.2405, F.S.; prohibiting fracking in this state;
220	providing that permits for drilling or operating a
221	well do not authorize fracking; amending s. 377.22,
222	F.S.; requiring specified amounts for bonds for
223	certain operations in the Everglades Protection Area;
224	amending s. 377.244, F.S.; requiring an applicant for
225	certain explorations for and extraction of minerals to
226	post a specified surety bond for projects in the
227	Everglades Protection Area; amending s. 377.37, F.S.;
228	revising civil penalties for certain violations to
229	require an increased penalty for offenses occurring in
230	the Everglades Protection Area; creating s. 377.421,
231	F.S.; defining the term "Everglades Protection Area;
232	requiring the Department of Environmental Protection
233	to evaluate drilling applications and visit proposed
234	access routes and drilling sites in the Everglades
235	Protection Area for specified purposes; specifying
236	requirements for such evaluation; requiring a wildlife
237	impact study for the initial application and
238	subsequent recertification; prohibiting the refining
239	of oil within the Everglades Protection Area; amending
240	s. 570.93, F.S.; prohibiting the use of flowback fluid
241	for crop irrigation in this state; defining the term
242	"flowback fluid"; providing an effective date.