

1 **SENATE FLOOR VERSION**

2 February 19, 2015

3 **AS AMENDED**

4 SENATE BILL NO. 744

5 By: Crain

6 [oil and gas - Corporation Commission to establish
7 program - fee - codification - noncodification -
8 effective date]

9
10 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

11 SECTION 1. NEW LAW A new section of law to be codified
12 in the Oklahoma Statutes as Section 296.2 of Title 52, unless there
13 is created a duplication in numbering, reads as follows:

14 A. The Corporation Commission is authorized to establish a
15 program to permit land owners to apply water-based drilling fluids
16 and associated solid waste resulting from oil or natural gas
17 exploration to land deemed appropriate for such application.

18 B. The Commission shall require that:

19 1. Land application of such waste shall be performed using a
20 real-time, computer-controlled discharge system with specified
21 parameters to ensure that such application shall not exceed criteria
22 established by the Commission, and such system shall be capable of
23 recording and generating reports of the discharge rate and vehicle
24 speed and any other data as required by the Commission;

1 2. Input parameters shall include the waste characteristics and
2 preconfigured maximum application rate;

3 3. Loading rates shall be determined by pretesting of the soils
4 from the discharge property, in conjunction with waste
5 characterization of the material at the time of application; and

6 4. The discharge system shall be capable of mapping all
7 property boundaries and tracking all discharge areas in Global
8 Positioning System data and in real-time to ensure the cumulative
9 discharge of waste on any portion of the land application area does
10 not exceed parameters established by the Commission.

11 C. Each disposal site utilized under the provisions of this act
12 shall be used for land application of waste from a single well.

13 D. If a land owner applies for authorization for subsequent
14 land application of waste as authorized by this section, the
15 applicant shall first be required to prove to the Commission's
16 satisfaction that soil levels of the previously utilized land are
17 suitable for additional waste application.

18 SECTION 2. NEW LAW A new section of law not to be
19 codified in the Oklahoma Statutes reads as follows:

20 The Corporation Commission is authorized to promulgate rules,
21 including pretesting and posttesting soil requirements, implement
22 fees as necessary to cover the cost of land application of waste
23 permitting, and any other requirement deemed necessary by the
24 Commission to implement the provisions of this act.

1 SECTION 3. This act shall become effective November 1, 2015.

2 COMMITTEE REPORT BY: COMMITTEE ON ENERGY
3 February 19, 2015 - DO PASS AS AMENDED
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