

# Calendar No. 125

118TH CONGRESS  
1ST SESSION

# S. 535

[Report No. 118-53]

To streamline the oil and gas permitting process and to recognize fee ownership for certain oil and gas drilling or spacing units, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

FEBRUARY 27, 2023

Mr. HOEVEN (for himself, Mr. BARRASSO, Mr. CRAMER, and Mr. DAINES) introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

JULY 11, 2023

Reported by Mr. MANCHIN, without amendment

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## A BILL

To streamline the oil and gas permitting process and to recognize fee ownership for certain oil and gas drilling or spacing units, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Bureau of Land Man-  
5 agement Mineral Spacing Act”.

1 **SEC. 2. COMPLIANCE WITH BLM PERMITTING.**

2 (a) IN GENERAL.—Notwithstanding the Mineral  
3 Leasing Act (30 U.S.C. 181 et seq.), the Federal Oil and  
4 Gas Royalty Management Act of 1982 (30 U.S.C. 1701  
5 et seq.), or subpart 3162 of title 43, Code of Federal Reg-  
6 ulations (or successor regulations), but subject to any  
7 State or Tribal requirements and subsection (c), the Sec-  
8 retary of the Interior shall not require a permit to drill  
9 for an oil and gas lease under the Mineral Leasing Act  
10 (30 U.S.C. 181 et seq.) for an action occurring within an  
11 oil and gas drilling or spacing unit if—

12 (1) less than 50 percent of the minerals within  
13 the oil and gas drilling or spacing unit are minerals  
14 owned by the Federal Government; and

15 (2) the Federal Government does not own or  
16 lease the surface estate within the area directly im-  
17 pacted by the action.

18 (b) NOTIFICATION.—For each State permit to drill  
19 or drilling plan that would impact or extract oil and gas  
20 owned by the Federal Government—

21 (1) each lessee, or designee of a lessee, shall—

22 (A) notify the Secretary of the Interior of  
23 the submission of a State application for a per-  
24 mit to drill or drilling plan on submission of the  
25 application; and

1           (B) provide a copy of the application de-  
2           scribed in subparagraph (A) to the Secretary of  
3           the Interior not later than 5 days after the date  
4           on which the permit or plan is submitted; and  
5           (2) each lessee, designee of a lessee, or applica-  
6           ble State shall notify the Secretary of the Interior of  
7           the approved State permit to drill or drilling plan  
8           not later than 45 days after the date on which the  
9           permit or plan is approved.

10       (c) NONAPPLICABILITY TO INDIAN LANDS.—Sub-  
11       section (a) shall not apply to Indian lands (as defined in  
12       section 3 of the Federal Oil and Gas Royalty Management  
13       Act of 1982 (30 U.S.C. 1702)).

14       (d) EFFECT.—Nothing in this section affects—

15           (1) other authorities of the Secretary of the In-  
16           terior under the Federal Oil and Gas Royalty Man-  
17           agement Act of 1982 (30 U.S.C. 1701 et seq.); or

18           (2) the amount of royalties due to the Federal  
19           Government from the production of the Federal min-  
20           erals within the oil and gas drilling or spacing unit.

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