# CONFERENCE COMMITTEE REPORT FORM

Austin, Texas

		5/20/09
		Date
Honorable David Dewhurs President of the Senate	<b>st</b>	
Honorable Joe Straus Speaker of the House of R	epresentatives	
Sirs:		
We, Your Conference Con	nmittee, appointed to adju	est the differences between the Senate and the House of
vebresementes on	_ ND 30 F	have had the same under consideration, and lo pass in the form and text hereto attached.
Den A	26	Per Hypeock Chairs
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Crane	1 Et	David Familie
Ete On the of	rt of the Senate	On the part of the House

Note to Conference Committee Clerk:

Please type the names of the members of the Conference Committee under the lines provided for signature. Those members desiring to sign the report should sign each of the six copies. Attach a copy of the Conference Committee Report and a Section by Section side by side comparison to each of the six reporting forms. The original and two copies are filed in house of origin of the bill, and three copies in the other house.

# **CONFERENCE COMMITTEE REPORT**

# 3<sup>rd</sup> Printing

H.B. No. 3827

# A BILL TO BE ENTITLED

1	AN ACT
2	relating to the manufacture and delivery of regulated substances
3	into underground storage tanks; providing a penalty.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 7.156(c), Water Code, is amended to read
6	as follows:
7	(c) A person commits an offense if the person:
8	(1) is an owner or operator of an underground storage
9	tank regulated under Chapter 26 into which any regulated substance
10	is delivered unless the underground storage tank has been issued a
11	valid, current underground storage tank registration and
12	certificate of compliance under Section 26.346; or
13	(2) physically delivers any regulated substance into
14	an underground storage tank regulated under Chapter 26 unless the
15	underground storage tank has been issued a valid, current
16	underground storage tank registration and certificate of
17	compliance under Section 26.346.
18	SECTION 2. Subchapter F, Chapter 7, Water Code, is amended
19	by adding Sections 7.256 and 7.257 to read as follows:
20	Sec. 7.256. DEFENSE TO DELIVERY OF REGULATED SUBSTANCE INTO
21	UNDERGROUND STORAGE TANK. It is an affirmative defense to
22	prosecution under Section 7.156(c)(2) that the person delivering a
23	regulated substance into an underground storage tank relied on:
24	(1) a valid paper delivery certificate presented by

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- 1 the owner or operator of the underground storage tank or displayed
- 2 at the facility associated with the underground storage tank;
- 3 (2) a temporary delivery authorization presented by
- 4 the owner or operator of the underground storage tank or displayed
- 5 at the facility associated with the underground storage tank; or
- 6 (3) registration and self-certification information
- 7 for the underground storage tank obtained from the commission's
- 8 Internet website not more than 30 days before the date of delivery.
- 9 Sec. 7.257. DEFENSE TO MANUFACTURE OF REGULATED SUBSTANCE.
- 10 Notwithstanding any other law, it is an affirmative defense to a
- 11 claim made against the manufacturer of a regulated substance
- 12 delivered into an underground storage tank regulated under Section
- 13 7.156 that is based on the properties of the substance that the
- 14 substance was manufactured in compliance with applicable state or
- 15 <u>federal specifications.</u>
- SECTION 3. This Act takes effect September 1, 2009.

Conference Committee Report Section-by-Section Analysis

#### **HOUSE VERSION**

SENATE VERSION

**CONFERENCE** 

SECTION 1. Section 7.156(c), Water Code, is amended to read as follows:

Same as House version.

SECTION 1. Same as House version.

- (c) A person commits an offense if the person:
- (1) is an owner or operator of an underground storage tank regulated under Chapter 26 into which any regulated substance is delivered unless the underground storage tank has been issued a valid, current underground storage tank registration and certificate of compliance under Section 26.346; or
- (2) physically delivers any regulated substance into an underground storage tank regulated under Chapter 26 unless the underground storage tank has been issued a valid, current underground storage tank registration and certificate of compliance under Section 26.346.

SECTION 2. Subchapter F, Chapter 7, Water Code, is amended by adding Section 7.256 to read as follows:

Sec. 7.256. DEFENSE TO DELIVERY OF

REGULATED SUBSTANCE INTO UNDERGROUND STORAGE TANK. It is an affirmative defense to prosecution under Section 7.156(c)(2) that the person delivering a regulated substance into an underground storage tank relied on:

- (1) a valid paper delivery certificate presented by the owner or operator of the underground storage tank or displayed at the facility associated with the underground storage tank;
- (2) a temporary delivery authorization presented by the

Same as House version.

SECTION 2. [part] Same as House version.

Associated CCR Draft: 81R38548

9.150.3

Conference Committee Report Section-by-Section Analysis

#### **HOUSE VERSION**

SENATE VERSION

**CONFERENCE** 

owner or operator of the underground storage tank or displayed at the facility associated with the underground storage tank; or

(3) registration and self-certification information for the underground storage tank obtained from the commission's Internet website not more than 30 days before the date of delivery.

No equivalent provision.

SECTION \_\_. Subchapter F, Chapter 7, Water Code, is amended by adding Sec. 16.007 to read as follows:

Sec. 7.257. DEFENSE TO MANUFACTURE OF

REGULATED SUBSTANCE.

(a) Notwithstanding any other law, a manufacturer of a substance delivered into a tank regulated under Sec. 7.156 may raise as an affirmative defense to any claims for responsibility for the properties of the substance that the substance was manufactured in strict accordance with state or federal specifications.

SECTION 2. [part] Same as Senate version.

SECTION 3. This Act takes effect September 1, 2009.

Same as House version.

SECTION 3. Same as House version.

No equivalent provision.

SECTION \_\_. (a) As soon as practicable after the effective date of this Act, the Texas Commission on Environmental Quality shall adopt rules regulating the surface facilities associated with new commercial wells

Same as House version.

## Conference Committee Report Section-by-Section Analysis

#### **HOUSE VERSION**

#### SENATE VERSION

that propose to accept nonhazardous industrial waste for which a permit has not been issued on or before the effective date of this Act. In this section:

- (1) "Commercial well" means a Class I injection well, as defined by commission rule, that a person may use to dispose of hazardous or nonhazardous industrial solid wastes for a charge. The term does not include:
- (A) an injection well that is part of an integrated waste management unit of a captured facility; or
- (B) an injection well at which only waste from facilities owned or effectively controlled by the same person is disposed.
- (2) "Captured facility" means a manufacturing or production facility that generates an industrial solid waste or hazardous waste that is routinely stored, processed, or disposed of on a shared basis in an integrated waste management unit owned by, operated by, and located within a contiguous manufacturing complex.
- (b) The rules adopted under Subsection (a) of this section may not apply to an application for a permit for an injection well:
- (1) used solely for the sequestration or capture of carbon dioxide; or
- (2) for which the surface facilities are associated with a well for which a permit is issued before the effective date of this Act.
- (c) The Texas Commission on Environmental Quality shall provide that the rules adopted under Subsection (a)

#### **CONFERENCE**

Conference Committee Report Section-by-Section Analysis

**HOUSE VERSION** 

### SENATE VERSION

apply to every application for a permit for a new commercial underground injection control well that proposes to accept industrial or municipal waste that is filed on or after the effective date of this Act.

**CONFERENCE** 

# LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

May 30, 2009

TO: Honorable David Dewhurst, Lieutenant Governor, Senate Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: John S. O'Brien, Director, Legislative Budget Board

IN RE: HB3827 by Hancock (Relating to the delivery of regulated substances into underground storage tanks; providing a penalty.), Conference Committee Report

## No significant fiscal implication to the State is anticipated.

The bill would create a criminal penalty for any person who physically delivers regulated substance into an underground storage tank (UST) regulated under Texas Water Code, Chapter 26, which has not been issued a valid, current registration and certificate of compliance. Violation of this proposed criminal sanction would be punishable as a Class A misdemeanor. The bill would also provide a defense to prosecution in certain cases, including if the substance was manufactured in strict accordance with state or federal specifications. The bill would also create a defense to prosecution from the requirement if a person making the delivery relied on a valid paper delivery certificate presented by the owner or operator of the underground storage tank of displayed at the facility associated with the facility, if a temporary delivery authorization presented by the owner or operator of the underground storage tank or displayed at the facility associated with the underground storage tank, or registration and self-certification information for the tank obtained from the Texas Commission on Environmental Quality website not more than 30 days before the date of delivery.

No significant fiscal impact to the state is expected as a result of the bill's passage.

## **Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 582 Commission on Environmental Quality

LBB Staff: JOB, SD, SZ, TL

# Certification of Compliance with Rule 13, Section 6(b), House Rules of Procedure

Rule 13, Section 6(b), House Rules of Procedure, requires that a copy of a conference committee report signed by a majority of each committee of the conference must be furnished to each member of the committee in person or if unable to deliver in person by placing a copy in the member's newspaper mailbox at least one hour before the report is furnished to each member of the house under Section 10(a) of this rule. The paper copies of the report submitted to the chief clerk under Section 10(b) of this rule must contain a certificate that the requirement of this subsection has been satisfied, and that certificate must be attached to the printed copy of the report furnished to each member under Section 10(d) of this rule. Failure to comply with this subsection is not a sustainable point of order under this rule.

I certify that a copy of the conference committee report on H. B. 3827 was furnished to each member of the conference committee in compliance with Rule 13, Section 6(b), House Rules of Procedure, before submission of the paper copies of the report to the chief clerk under Section 10(b), Rule 13, House Rules of Procedure.