HLS 14RS-1249 ORIGINAL

Regular Session, 2014

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HOUSE CONCURRENT RESOLUTION NO. 54

BY REPRESENTATIVE ST. GERMAIN

SALT DOMES: Requests the office of conservation to study the effect of implementing certain requirements for operators of salt dome caverns

A CONCURRENT RESOLUTION

## 2 To urge and request the office of conservation to study the effect of implementing certain 3 requirements for operators of salt dome caverns. 4 WHEREAS, there are currently twenty-eight salt domes in the state of Louisiana 5 with permitted activities of brine production and storage cavern formation and operation 6 with twenty-six of those salt domes located in South Louisiana; and 7 WHEREAS, prior to August 2012, most residents of Louisiana had no idea whether 8 or not they were living or working near a salt dome or if any of the salt domes located near 9 their homes or jobs were being used for brine production or for storage of oil or gas or 10 produced water or other materials associated with oil and gas production in Louisiana; and 11 WHEREAS, on August 3, 2012, after many months of unexplained bubbling in and 12 along the bayou, a sink hole unexpectedly opened up in the swamps near Bayou Corne in 13 Assumption Parish, calling the attention of the entire country to the possibility of a salt dome 14 cavern collapse; and 15 WHEREAS, after the collapse of the cavern located in the Napoleon ville salt dome, 16 more than three hundred people were evacuated from one hundred fifty homes in the Bayou 17 Corne community along LA Highway 70 due to the presence of methane, hydrogen sulfide, 18 and other toxic gases associated with the production and exploration of hydrocarbons; and 19 WHEREAS, in response to the disaster in Bayou Corne, the state office of 20 conservation and the Legislature of Louisiana proposed and implemented reporting and 21 safety measures designed to minimize the possibility of such an event reoccurring or 22 occurring elsewhere in the state and to ensure public awareness and knowledge of the

1 location of salt domes being used for brine production and for the storage of materials

related to oil and gas exploration and production; and

WHEREAS, there is still some concern, particularly among the still-evacuated residents of Bayou Corne, that not enough has been done to protect the public from similar fates and those residents are still hoping that the office of conservation will implement tighter restrictions on the use of salt domes for brine production and for storage, including such requirements as public disclosure of such caverns by a sign located at the site of the cavern or facility; an expanded buffer zone of five hundred feet surrounding the facility; scheduling public meetings at the request of twenty or more citizens residing within two thousand feet of a facility; submission by the owner of the facility to the office of conservation of a security plan for response to acts of terrorism, natural disasters, and accidents or equipment malfunctions; and requirements for bonds and insurance by the owners and operators of such facilities at sufficient levels to secure the interests of the businesses and residents in the area around such facilities.

THEREFORE, BE IT RESOLVED that the Legislature of Louisiana does hereby urge and request the office of conservation to study the potential effect of implementing the above-listed requirements for operators of salt dome caverns and the benefit to be gained from the implementation of such requirements.

BE IT FURTHER RESOLVED that the office of conservation report their findings to the House Committee on Natural Resources and Environment and the Senate Committee on Natural Resources no later than March 1, 2015.

BE IT FURTHER RESOLVED that a copy of this Resolution be forwarded to the commissioner of the office of conservation.

## **DIGEST**

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

St. Germain HCR No. 54

Urges and requests the office of conservation to study the potential effect of implementing certain requirements for operators of salt dome caverns and the benefit to be gained from the implementation of such requirements.