The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by J. W. Wiley.

DIGEST

SB 371 Engrossed

2016 Regular Session

Allain

<u>Present law</u> provides recovery of site restoration costs. Further provides that the secretary of Department of Natural Resources is not authorized to recover restoration costs from parties that formerly operated or held a working interest in an orphaned oilfield site unless restoration costs for a particular orphaned oilfield site including support facilities exceed \$250,000.

Proposed law reduces the restoration costs limitation from \$250,000 to \$100,000.

<u>Present law</u> provides that if the oilfield site does not meet the provisions of R.S. 30:88(F) and restoration costs exceed \$250,000, recovery of costs will be from the parties in inverse chronological order from the date on which the oilfield site has been declared orphaned, except that a party will be exempt from liability for restoration of an orphaned oilfield site if the party meets certain requirements.

Proposed law reduces the restoration costs limitation from \$250,000 to \$100,000.

Effective if and when the NYMEX price per barrel of crude oil is \$60 per barrel or greater.

(Amends R.S. 30:93(A)(1) and (A)(3)(intro para))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Natural Resources to the original bill

- 1. Changes the restoration costs limitation.
- 2. Provides a contingent effective date.