The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Heyward Jeffers.

## DIGEST

<u>Present law</u> provides for the office of conversation permitting requirements for the underground storage of hazardous wastes, natural gas, liquid hydrocarbons, carbon dioxide, and Class III brine extractions.

<u>Present law</u> provides that underground storage of hazardous wastes, natural gas, liquid hydrocarbons, carbon dioxide and Class III brine extractions shall be in the public interest and for a public purpose, and that such storage shall be determined by the commissioner to be suitable and feasible, not contaminate other formations containing fresh water, oil, gas, or other commercial mineral deposits.

<u>Present law</u> requires public hearings on the issuance of permits for the underground storage of hazardous wastes, natural gas, liquid hydrocarbons, carbon dioxide, and Class III brine extraction.

<u>Present law</u> provides that the commissioner shall issue such orders, rules, and regulations as may be necessary for the purpose of protecting any such underground storage reservoir, strata, or formations against pollution or against the escape of hazardous wastes, natural gas, liquid hydrocarbons, carbon dioxide, or Class III brine extractions therefrom, including such necessary rules and regulations as may pertain to the drilling into or through such underground storage reservoir.

<u>Proposed law</u> retains <u>present law</u> and provides for a moratorium on all underground storage of hazardous wastes, liquid hydrocarbons, natural gas, carbon dioxide, Class III brine extractions and drilling into or through such underground storage reservoirs, caverns and salt domes near moderate and catastrophic disasters such as sinkholes and collapses in salt dome caverns.

<u>Proposed law</u> provides that such moratoriums on permits for underground activities near salt domes, underground caverns or sinkholes where moderate or catastrophic disasters have occurred shall continue until the commissioner and industry have sufficient time to review the current rules and regulations, examine the issues and promulgate new and more stringent rules and regulations in accordance with the Administrative Procedure Act in order to determine if such operations may be safely resumed.

<u>Proposed law</u> provides that permits for underground storage of hazardous wastes, liquid hydrocarbons, natural gas, carbon dioxide, Class III brine extractions and drilling into or through such underground storage reservoirs and caverns issued prior to the effective date of <u>proposed law</u> shall require the approval of the commissioner before such operations may continue.

Proposed law provides that moratoriums on issuance of such permits shall further continue until

the amended and upgraded permitting process is promulgated by the commissioner and that process has been subjected to the oversight of the House Committee on Natural Resources and Environment and the Senate Committee on Natural Resources and the Senate Committee on Environmental Quality as provided for pursuant to R.S. 49:968.

<u>Proposed law</u> provides that no new permits shall be issued without a permitee providing a performance bond, the amount of which shall be determined by the commissioner.

Effective August 1, 2013.

(Adds R.S. 30:23.1)