March 27, 2015

## PROPOSED AMENDMENTS TO REENGROSSED HOUSE BILL NO. 1358

- Page 1, line 3, after "reenact" insert "subsection 18 of section 38-08-02,"
- Page 1, line 6, replace "pipeline bonds" with "pipelines"
- Page 1, after line 10, insert:
  - **"SECTION 1. AMENDMENT.** Subsection 18 of section 38-08-02 of the North Dakota Century Code is amended and reenacted as follows:
    - "Underground gathering pipeline" means an underground gas or liquid pipeline that with associated above ground equipment which is designed for or capable of transporting crude oil, natural gas, carbon dioxide, or water produced in association with oil and gas which is not subject to chapter 49-22. As used in this subsection, "associated above ground equipment" means equipment and property located above ground level, which is incidental to and necessary for or useful for transporting crude oil, natural gas, carbon dioxide, or water produced in association with oil and gas from a production facility. As used in this subsection, "equipment and property" includes a pump, a compressor, storage, leak detection or monitoring equipment, and any other facility or structure."
- Page 1, line 15, replace "The operator of an" with "The application of this section is limited to an"
- Page 1, line 15, after "pipeline" insert "that is"
- Page 1, line 16, after "and" insert "which was"
- Page 1, line 17, replace the second underscored comma with ". Within sixty days of an underground gathering pipeline being placed into service, the operator of that pipeline"
- Page 1, line 17, after "commission" insert "the underground gathering pipeline"
- Page 1, line 17, after "engineering" insert "final construction"
- Page 1, line 17, replace "a" with "specifications, an independent inspector's"
- Page 1, line 18, replace "inspection from a qualified third party" with "hydrostatic or pneumatic testing of the underground gathering pipeline, and a plan for leak detection and monitoring"
- Page 1, line 18, remove "The"
- Page 1, lines 19 through 21
- Page 2, line 25, replace "adversely affected" with "impacted"
- Page 2, line 26, after "development" insert an underscored comma
- Page 2, line 26, replace "which" with "that"

- Page 2, line 29, after the underscored period insert "Land and water degraded by any willful act of the current or any former surface owner are not eligible for reclamation or restoration."
- Page 3, line 24, replace "intended to transfer" with "transferring"
- Page 4, line 7, remove "A surface owner may request a review of the temporarily abandoned"
- Page 4, remove lines 8 through 10
- Page 4, line 11, remove "review of the temporarily abandoned status every two years."
- Page 4, line 22, after the period insert "A surface owner may request a review of the temporarily abandoned status of a well that has been on temporarily abandoned status for at least seven years. The commission shall require notice and hearing to review the temporarily abandoned status. After notice and hearing, the surface owner may request a review of the temporarily abandoned status every two years."
- Page 4, line 27, replace "shall" with "may"
- Page 4, line 28, replace "from" with "into"
- Page 5, line 12, after "of" insert "crude oil and"
- Page 5, line 19, after "of" insert "crude oil and"
- Page 5, line 19, after "pipelines" insert ", determine the feasibility and cost effectiveness of requiring leak detection and monitoring technology on expansion of existing pipeline systems,"
- Page 5, line 23, remove "on pipeline flow monitoring"
- Page 5, line 23, replace "working" with "pipeline"
- Page 5, line 24, after "detection" insert "and monitoring"
- Page 5, line 30, replace "removing" with "remediating"
- Page 5, line 30, after "salt" insert "and any other contamination"

Renumber accordingly