First Regular Session Sixty-ninth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 13-0355.02 Thomas Morris x4218

HOUSE BILL 13-1275

HOUSE SPONSORSHIP

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Health, Insurance & Environment

A BILL FOR AN ACT

101	CONCERNING THE COLLECTION OF HUMAN HEALTH DATA REGARDING
102	OIL AND GAS OPERATIONS IN COUNTIES NEAR THE FRONT
103	RANGE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Section 1 of the bill directs the state board of health in the department of public health and environment to issue a request for proposals to conduct a review of existing epidemiological data regarding the effects of oil and gas operations on human health in the counties of

Larimer, Weld, Boulder, and Arapahoe and one or more control areas. The selected contractor must provide its analysis of the data in a report to the general assembly by March 15, 2014. The contractor must file interim reports with an oversight committee appointed by legislative leadership and the governor. The report must include the committee's recommendation regarding whether a follow-up study to collect and analyze new epidemiological data is warranted. **Section 2** authorizes the use of the mill levy on oil and gas production to pay for the review.

The final report or an interim report may include a finding regarding whether the division of administration in the department or the Colorado oil and gas conservation commission should enter a cease-and-desist order against continued oil and gas operations, emission of air pollutants, or the discharge of water pollutants from any specifically identified oil and gas facilities. **Section 3** directs the division to enter a cease-and-desist order against the continued emission of air pollutants from those facilities if the report finds that it should and the division agrees that it should, **section 4** requires the same for the discharge of water pollutants, and **section 5** requires the same of the commission.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, **add** 25-1-122.3 as

follows:

25-1-122.3. Review of oil and gas operations - report - **definition - repeal.** (1) As used in this section, "oil and gas operations" has the meaning established in section 34-60-103 (6.5), C.R.S.

(2) (a) THE BOARD SHALL EXPEDITIOUSLY ISSUE A REQUEST FOR PROPOSALS FROM PROSPECTIVE CONTRACTORS TO CONDUCT A REVIEW OF EXISTING EPIDEMIOLOGICAL DATA TO DETERMINE WHETHER OIL AND GAS OPERATIONS CAN HAVE AN ADVERSE EFFECT ON HUMAN HEALTH. THE REVIEW MUST FOCUS ON AT LEAST FOUR GEOGRAPHIC AREAS SELECTED BY THE CONTRACTOR IN COMPLIANCE WITH PARAGRAPH (b) OF THIS SUBSECTION (2) IN OR NEAR THE COUNTIES OF LARIMER, WELD, BOULDER, AND ARAPAHOE AND ONE OR MORE APPROPRIATE CONTROL AREAS. IN

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AWARDING THE CONTRACT, THE BOARD SHALL GIVE PREFERENCE TO
RESEARCHERS WHO ARE ASSOCIATED WITH AN ACCREDITED INSTITUTION
OF HIGHER EDUCATION.

- (b) THE CONTRACTOR SHALL DESIGN THE REVIEW WITH INPUT FROM MEDICAL RESEARCHERS, STATISTICIANS, AND ENVIRONMENTALISTS TO PROVIDE SCIENTIFICALLY BASED INFORMATION ON ACUTE, CHRONIC, DEBILITATING, FATAL, AND TRANSGENERATIONAL CONDITIONS OF THE GENERAL POPULATION AS WELL AS VULNERABLE POPULATIONS SUCH AS CHILDREN, PREGNANT WOMEN, THE ELDERLY, AND THOSE WHOSE HEALTH IS ALREADY IMPAIRED. THE REVIEW MUST ANALYZE EXISTING INCIDENCE DATA FOR AN APPROPRIATE PERIOD OF TIME BEFORE AND AFTER THE COMMENCEMENT OF OIL AND GAS OPERATIONS IN EACH PARTICULAR GEOGRAPHIC AREA.
 - (c) The contractor shall analyze the data from the review and prepare, in consultation with the oversight committee created in subsection (4) of this section, a final report by March 15, 2014. The board shall publish the report on the board's web site. The board shall provide copies of the report to the committees of the general assembly with jurisdiction over public health, the environment, and natural resources.

(3) The review:

(a) MAY INCLUDE A SPECIFIC FINDING IN THE FINAL REPORT OR ANY INTERIM REPORT, MADE IN CONSULTATION WITH THE OVERSIGHT COMMITTEE CREATED IN SUBSECTION (4) OF THIS SECTION, REGARDING WHETHER THE DIVISION OF ADMINISTRATION IN THE DEPARTMENT OR THE COLORADO OIL AND GAS CONSERVATION COMMISSION SHOULD EXERCISE ITS POWER TO ISSUE A CEASE-AND-DESIST ORDER UNDER SECTION

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1	25-7-113 (1) (a) (1), 25-8-307 (1) (a), OR 34-60-106 (2) (d), C.R.S. IF THE
2	REPORT FINDS THAT THE DIVISION OR COMMISSION SHOULD EXERCISE ONE
3	OF THOSE POWERS, THE REPORT MUST ALSO IDENTIFY:
4	(I) THE SPECIFIC MUNICIPALITIES IN WHICH THE AFFECTED
5	POPULATION RESIDES OR, IF THE AFFECTED POPULATION RESIDES IN AN
6	UNINCORPORATED PORTION OF ONE OR MORE COUNTIES, THE COUNTIES IN
7	WHICH THE AFFECTED POPULATION RESIDES; AND
8	(II) THE SPECIFIC OIL AND GAS FACILITY OR FACILITIES THAT
9	SHOULD BE SUBJECT TO THE ORDER OR ORDERS; AND
10	(b) Must:
11	(I) BE PEER-REVIEWED;
12	(II) INCLUDE EXPERTS FAMILIAR WITH DATA ANALYSIS RELEVANT
13	TO ENVIRONMENTAL HEALTH; AND
14	(III) DETERMINE TO WHAT EXTENT A CORRELATION MAY BE
15	ESTABLISHED BETWEEN THE EPIDEMIOLOGICAL DATA AND THE DURATION
16	AND TYPE OF EXPOSURE TO OIL AND GAS OPERATIONS.
17	(4) (a) There is hereby created an oversight committee for
18	THE REVIEW. THE COMMITTEE CONSISTS OF THE FOLLOWING MEMBERS:
19	(I) THREE MEMBERS APPOINTED BY THE SPEAKER OF THE HOUSE OF
20	REPRESENTATIVES, INCLUDING ONE LEGISLATOR;
21	(II) TWO MEMBERS APPOINTED BY THE MINORITY LEADER OF THE
22	HOUSE OF REPRESENTATIVES;
23	(III) THREE MEMBERS APPOINTED BY THE PRESIDENT OF THE
24	SENATE, INCLUDING ONE LEGISLATOR;
25	(IV) TWO MEMBERS APPOINTED BY THE MINORITY LEADER OF THE
26	SENATE; AND
27	(V) ONE MEMBED ADDOINTED BY THE COVEDNOD TO DEDDESENT

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1	THE DEPARTMENT.
2	(b) A MEMBER OF THE COMMITTEE MUST NOT HAVE A DIRECT
3	FINANCIAL INTEREST IN AN OIL AND GAS OPERATOR AS THAT TERM IS
4	DEFINED IN SECTION 34-60-103 (6.8), C.R.S. LEGISLATIVE APPOINTEES
5	WHO ARE NOT LEGISLATORS MUST EITHER BE PHYSICIANS OR HAVE
6	EXPERIENCE IN OCCUPATIONAL OR PUBLIC HEALTH, EPIDEMIOLOGY,
7	BIOMEDICAL SCIENCE, OR STATISTICS. THE APPOINTING AUTHORITIES
8	SHALL MAKE THEIR APPOINTMENTS BY JULY 1, 2013.
9	(c) THE CONTRACTOR SHALL SUBMIT INTERIM REPORTS AND A
10	DRAFT FINAL REPORT TO THE COMMITTEE ON A SCHEDULE ESTABLISHED BY
11	THE COMMITTEE IN CONSULTATION WITH THE CONTRACTOR.
12	(d) THE COMMITTEE SHALL DETERMINE WHETHER A FOLLOW-UP
13	STUDY TO COLLECT AND ANALYZE NEW EPIDEMIOLOGICAL DATA
14	REGARDING THE EFFECTS OF OIL AND GAS OPERATIONS ON HUMAN HEALTH
15	IS WARRANTED. THE FINAL REPORT MUST INCLUDE THE COMMITTEE'S
16	DETERMINATION. IF THE COMMITTEE DETERMINES THAT A FOLLOW-UP
17	STUDY IS WARRANTED, THE FINAL REPORT MUST INCLUDE GUIDELINES
18	REGARDING THE ELEMENTS THAT SHOULD BE INCLUDED IN THE STUDY.
19	(5) This section is repealed, effective September 1, 2014.
20	SECTION 2. In Colorado Revised Statutes, 34-60-124, amend
21	(4) (a) (II) as follows:
22	34-60-124. Oil and gas conservation and environmental
23	response fund. (4) The oil and gas conservation and environmental
24	response fund may be expended:
25	(a) By the commission, or by the director at the commission's
26	direction, prior to, during, or after the conduct of oil and gas operations
27	to:

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1	(II) Gather background or baseline data on any air, water, soil, or
2	biological resource, OR HUMAN HEALTH IMPACTS that the commission
3	determines may be so impacted by RESULT FROM the conduct of oil and
4	gas operations, INCLUDING THE REVIEW CONDUCTED PURSUANT TO
5	SECTION 25-1-122.3, C.R.S.; and
6	SECTION 3. In Colorado Revised Statutes, 25-7-113, amend (1)
7	introductory portion and (1) (a) as follows:
8	25-7-113. Air pollution emergencies endangering public
9	welfare anywhere in this state - repeal. (1) Whenever the division
10	determines, after investigation, that any person is either engaging in any
11	activity involving a significant risk of air pollution or is discharging or
12	causing to be discharged into the atmosphere, directly or indirectly, any
13	air pollutants and such activity or discharge does not constitute a clear,
14	present, and immediate danger to the health of the public, but is of such
15	a nature as to cause extreme discomfort or that it is an immediate danger
16	to the welfare of the public because such pollutants make habitation of
17	residences or the conduct of businesses subjected to the pollutants
18	extremely unhealthy or disruptive, the division shall TAKE ONE OR BOTH
19	OF THE FOLLOWING ACTIONS:
20	(a) (I) Issue a written cease-and-desist order to said THE person
21	requiring immediate discontinuance of such activity or the discharge of
22	such THE pollutant into the atmosphere, and, upon receipt of such THE
23	order, such THE person shall immediately discontinue such activity or
24	discharge. or
25	(II) (A) THE DIVISION SHALL EXERCISE ITS AUTHORITY UNDER
26	SUBPARAGRAPH (I) OF THIS PARAGRAPH (a) WITH REGARD TO AN OIL AND
27	GAS FACILITY THAT IS SPECIFICALLY IDENTIFIED IN A REPORT PREPARED

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1	UNDER SECTION 25-1-122.3 (3) (a), C.R.S., IF THE REPORT INCLUDES A
2	FINDING THAT THE DIVISION SHOULD EXERCISE ITS POWER UNDER
3	SUBPARAGRAPH (I) OF THIS PARAGRAPH (a) AND THE DIVISION AGREES
4	THAT ONE OR MORE OF THE CONDITIONS SPECIFIED IN THE INTRODUCTORY
5	PORTION OF THIS SUBSECTION (1) HAVE BEEN MET.
6	$(B)\ This\ subparagraph (II)\ is\ repealed, effective\ September$
7	1, 2014.
8	SECTION 4. In Colorado Revised Statutes, amend 25-8-307 as
9	follows:
10	25-8-307. Emergencies - repeal. (1) (a) Whenever the division
11	determines, after investigation, that any person is discharging or causing
12	to be discharged or is about to discharge into any state waters, directly or
13	indirectly, any pollutant which THAT in the opinion of the division
14	constitutes a clear, present, and immediate danger to the health or
15	livelihood of members of the public, the division shall issue its written
16	order to said person that he must OR SHE SHALL immediately cease or
17	prevent the discharge of such pollutant into such waters and thereupon
18	such person shall immediately discontinue such discharge.
19	(b) (I) THE DIVISION SHALL EXERCISE ITS AUTHORITY UNDER
20	PARAGRAPH (a) OF THIS SUBSECTION (1) WITH REGARD TO AN OIL AND GAS
21	FACILITY THAT IS SPECIFICALLY IDENTIFIED IN A REPORT PREPARED UNDER
22	SECTION 25-1-122.3 (3) (a), C.R.S., IF THE REPORT INCLUDES A FINDING
23	THAT THE DIVISION SHOULD EXERCISE ITS POWERS UNDER PARAGRAPH (a)
24	OF THIS SUBSECTION (1) AND THE DIVISION AGREES THAT ONE OR MORE OF
25	THE CONDITIONS SPECIFIED IN PARAGRAPH (a) OF THIS SUBSECTION (1)
26	HAVE BEEN MET.
27	(II) THIS PARAGRAPH (b) IS REPEALED, EFFECTIVE SEPTEMBER 1,

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1	2014.
2	(2) Concurrently with the issuance of such AN order UNDER
3	SUBSECTION (1) OF THIS SECTION, the division may seek a restraining
4	order or injunction pursuant to section 25-8-607.
5	SECTION 5. In Colorado Revised Statutes, 34-60-106, amend
6	(2) (d) as follows:
7	34-60-106. Additional powers of commission - rules - repeal.
8	(2) The commission has the authority to regulate:
9	(d) (I) Oil and gas operations so as to prevent and mitigate
10	significant adverse environmental impacts on any air, water, soil, or
11	biological resource resulting from oil and gas operations to the extent
12	necessary to protect public health, safety, and welfare, including
13	protection of the environment and wildlife resources, taking into
14	consideration cost-effectiveness and technical feasibility.
15	(II) WHENEVER THE COMMISSION DETERMINES, AFTER
16	INVESTIGATION, THAT AN OPERATOR IS CONDUCTING OIL AND GAS
17	OPERATIONS IN A MANNER THAT CONSTITUTES A CLEAR, PRESENT, AND
18	IMMEDIATE DANGER TO THE HEALTH OF THE PUBLIC, THE COMMISSION
19	SHALL ISSUE A WRITTEN CEASE-AND-DESIST ORDER TO THE OPERATOR TO
20	IMMEDIATELY CEASE SUCH OPERATIONS, AND THEREUPON THE OPERATOR
21	SHALL IMMEDIATELY DISCONTINUE SUCH OPERATIONS.
22	(III)(A)Thecommissionshall exerciseitsauthorityunder
23	SUBPARAGRAPH (II) OF THIS PARAGRAPH (d) WITH REGARD TO AN
24	OPERATOR WHOSE OIL AND GAS FACILITY IS SPECIFICALLY IDENTIFIED IN
25	A REPORT PREPARED UNDER SECTION 25-1-122.3 (3) (a), C.R.S., IF THE
26	REPORT INCLUDES A FINDING THAT THE COMMISSION SHOULD EXERCISE ITS
27	POWERS UNDER SUBPARAGRAPH (II) OF THIS PARAGRAPH (d) AND THE

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1	COMMISSION AGREES THAT THE CONDITION SPECIFIED IN SUBPARAGRAPH
2	(II) OF THIS PARAGRAPH (d) HAS BEEN MET.
3	(B) This subparagraph (III) is repealed, effective September
4	1, 2014.
5	SECTION 6. Safety clause. The general assembly hereby finds,
6	determines, and declares that this act is necessary for the immediate
7	preservation of the public peace, health, and safety.

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