Second Regular Session Seventy-third General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 22-0306.01 Sarah Lozano x3858

HOUSE BILL 22-1348

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House Committees

Energy & Environment Appropriations

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A BILL FOR AN ACT

101	CONCERNING ENHANCED OVERSIGHT OF THE CHEMICALS USED IN OIL
102	AND GAS PRODUCTION, AND, IN CONNECTION THEREWITH
103	MAKING AN APPROPRIATION.

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://leg.colorado.gov.)

The bill establishes a regulatory scheme that requires disclosure of certain chemical information for products used in downhole oil and gas operations (chemical disclosure information). On or before July 31, 2023, the oil and gas conservation commission (commission) is required to utilize or develop a chemical disclosure website to collect and share

SENATE
Amended 3rd Reading
May 11, 2022

SENATE Amended 2nd Reading May 10, 2022

HOUSE 3rd Reading Unamended April 27, 2022

HOUSE Amended 2nd Reading April 26, 2022

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

certain chemical disclosure information to the public (chemical disclosure website).

On and after July 31, 2023, a manufacturer that sells or distributes a chemical product for use in underground oil and gas operations (downhole operations) in the state must disclose to the commission:

- The trade name of the chemical product;
- A list of the names of each chemical used in the chemical product;
- The estimated amount of each chemical used in the chemical product; and
- A description of the intended purpose of the chemical used in the chemical product.

The manufacturer must also provide the commission with a declaration that the chemical product contains no intentionally added perfluoroalkyl or polyfluoroalkyl chemicals.

For manufacturers that were already selling or distributing a chemical product for use in downhole operations in the state before July 31, 2023, the disclosure and declaration must be made at least 30 days before July 31, 2023. For manufacturers that begin to sell or distribute a chemical product for use in downhole operations in the state on or after July 31, 2023, the disclosure and declaration must be made at least 30 days before the manufacturer begins selling or distributing the chemical product.

On and after July 31, 2023, an operator of downhole operations using a chemical product must disclose to the commission:

- The date of commencement of downhole operations;
- The county of the well site where downhole operations are being conducted;
- The numerical identifier assigned by the American Petroleum Institute to the well where downhole operations are being conducted; and
- The trade names and quantities of any chemical products the operator plans to use in downhole operations.

The operator must also provide the commission with a declaration that the chemical product contains no intentionally added perfluoroalkyl or polyfluoroalkyl chemicals.

For downhole operations that commenced before July 31, 2023, and that will be ongoing on July 31, 2023, the disclosure and declaration must be made at least 75 days before July 31, 2023. For downhole operations that commence on or after July 31, 2023, the disclosure and declaration must be made at least 75 days before commencement of downhole operations.

The commission will use the chemical disclosure information to create a chemical disclosure list for each well site, which will include:

• An alphabetical list of names of chemicals that will be used

-2- 1348

- in downhole operations at the well site; and
- The total estimated amount of each chemical that will be used at the well site.

The commission will post each chemical disclosure list on the chemical disclosure website. The commission shall provide the chemical disclosure list to the applicable operator within 7 days after the operator's disclosures.

Prior to the commencement of downhole operations, the operator is required to disclose the chemical disclosure list to communities near where downhole operations will be conducted, local public water administrators, and, if there is a high-priority habitat near where downhole operations are being conducted, the division of parks and wildlife. For downhole operations that commenced before July 31, 2023, and that will be ongoing on July 31, 2023, the disclosure of the chemical disclosure list by the operator to these entities must be made at least 60 days before July 31, 2023, the disclosure of the chemical disclosure list by the operator to these entities must be made at least 60 days before commencement of downhole operations.

If a manufacturer believes that any information that will be included on a chemical disclosure list is a trade secret, the manufacturer must file a trade secret claim with the commission. If the commission determines that the information covered by the trade secret claim constitutes a trade secret, the commission shall not include the information in any applicable chemical disclosure list.

On or before July 31, 2023, the commission must promulgate rules that set standards for the disclosure of the chemical disclosure information to:

- An officer or employee of the United States, the state, or a local government in connection with the officer's or employee's official duties;
- Contractors of the United States, the state, or a local government if the commission determines that the disclosure is necessary for performance of a contract or the protection of public health and safety;
- A health-care professional in connection with an emergency or with diagnosing or treating a patient; and
- In order to protect public safety, a person who is employed in public health or a scientist or researcher employed by an institution of higher education.

No later than February 1, 2025, and no later than February 1 each year thereafter, the commission shall submit and present an annual report to the general assembly based on the chemical disclosure information.

-3-

2	SECTION 1. Legislative declaration. (1) The general assembly
3	hereby finds and declares that:
4	(a) There are tens of thousands of active oil and gas wells in
5	Colorado;
6	(b) Many different types of products that contain chemical
7	additives are used by operators during the drilling and stimulation of these
8	wells to break up the subsurface and extract oil and gas from the ground;
9	(c) While water and sand can make up the vast majority of these
10	products, the amount of chemical additives injected into a well can add
11	up to tens of thousands of gallons because of the amount of these
12	products that are used during the course of an oil and gas operation;
13	(d) When these chemical additives are injected into a well, there
14	is a high risk of contamination to nearby groundwater or surface water;
15	and
16	(e) Some chemicals used in chemical products, such as
17	perfluoroalkyl and polyfluoroalkyl chemicals and biocides, have high
18	aquatic toxicity and can be incredibly harmful to human health and the
19	environment.
20	(2) The general assembly further finds and declares that:
21	(a) Even though exposure to these chemical additives poses a
22	danger to public health and the environment, scientists, state and local
23	regulators, and the public lack full access to information about the
24	chemical additives used in oil and gas production in the state;
25	(b) While Colorado requires the reporting of certain chemical
26	information for products that are used in hydraulic fracturing (fracking)
27	operations for input into a third-party database, there are broad

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

-4- 1348

1	exemptions allowed for chemical information that is deemed proprietary
2	or confidential by the operator or supplier of a product;
3	(c) In recent years, thousands of operators who conduct fracking
4	operations have used trade secrecy claims to avoid disclosing information
5	about the chemicals that they use in their operations;
6	(d) Operators and suppliers of the products often do not have
7	knowledge of the chemical information that they are required to report to
8	the state;
9	(e) As a result of the amount of trade secrecy claims and the
10	operators' and suppliers' lack of knowledge of specific chemical
11	information, information about the chemical additives that are used in
12	fracking operations in the state is vastly underreported;
13	(f) Greater transparency regarding chemical use in oil and gas
14	production is urgently needed and can be achieved by:
15	(I) Requiring manufacturers and disclosers, rather than operators,
16	to disclose information about chemicals that are used in oil and gas
17	production in the state;
18	(II) Requiring the Colorado oil and gas conservation commission
19	to gather the chemical information so that the disclosure of specific
20	chemical information can be separated from the trade name of a product,
21	which will thereby protect any proprietary information; and
22	(III) Ensuring that operators disclose chemical information to the
23	state, local governments, and communities in close proximity to
24	operations after the operations have commenced; and
25	(g) A full inventory of the chemicals used in oil and gas
26	production will:
27	(I) Assist state agencies, local governments, health-care

-5- 1348

1	professionals, public health officials, and scientists in determining if
2	highly hazardous chemicals are being used in oil and gas production; and
3	
4	(II) Encourage the disclosers and users of products that contain
5	highly hazardous chemicals to use less toxic alternatives in future
6	products and oil and gas operations.
7	(3) Therefore the general assembly determines and declares that
8	the state should enact a regulatory scheme that provides full disclosure of
9	the chemicals that are being deposited into the environment through oil
10	and gas production because:
11	(a) Coloradans have the right to know what chemicals are being
12	deposited into the environment where they live, work, and recreate; and
13	(b) State and local governments and regulators need this chemical
14	information to adequately protect the people, water systems, wildlife, and
15	environment of Colorado.
16	SECTION 2. In Colorado Revised Statutes, add 34-60-132 as
17	follows:
18	34-60-132. Disclosure of chemicals used in downhole oil and
19	gas operations - chemical disclosure lists - community notification
20	reports - definitions - rules - repeal. (1) AS USED IN THIS SECTION,
21	UNLESS THE CONTEXT OTHERWISE REQUIRES:
22	(a) (I) "ADDITIVE" MEANS A CHEMICAL OR COMBINATION OF
23	CHEMICALS ADDED TO A BASE FLUID FOR USE IN A HYDRAULIC
24	FRACTURING TREATMENT.
25	(II) "ADDITIVE" INCLUDES PROPPANTS.
26	(b) "Base fluid" means the continuous phase fluid type,
27	SUCH AS WATER, USED IN A HYDRAULIC FRACTURING TREATMENT.

-6- 1348

1	(c) "CHEMICAL" MEANS ANY ELEMENT, CHEMICAL COMPOUND, OR
2	MIXTURE OF ELEMENTS OR CHEMICAL COMPOUNDS THAT HAS A SPECIFIC
3	NAME OR IDENTITY, INCLUDING A CHEMICAL ABSTRACTS SERVICE
4	NUMBER.
5	(d) "CHEMICAL ABSTRACTS SERVICE NUMBER" MEANS THE UNIQUE
6	NUMERICAL IDENTIFIER ASSIGNED BY THE CHEMICAL ABSTRACTS SERVICE
7	TO A CHEMICAL.
8	(e) "CHEMICAL DISCLOSURE INFORMATION" MEANS THE
9	INFORMATION DISCLOSED TO THE COMMISSION UNDER SUBSECTIONS
10	(2)(a)(I) AND $(3)(a)(I)$ OF THIS SECTION.
11	(f) "CHEMICAL DISCLOSURE LIST" MEANS A LIST OF CHEMICALS
12	USED IN DOWNHOLE OPERATIONS AT A WELL SITE.
13	(g) "CHEMICAL DISCLOSURE WEBSITE" MEANS A WEBSITE THAT IS
14	CAPABLE OF DISPLAYING CHEMICAL DISCLOSURE LISTS AND CAN BE
15	ACCESSED BY THE PUBLIC.
16	(h) (I) "CHEMICAL PRODUCT" MEANS ANY PRODUCT THAT
17	CONSISTS OF ONE OR MORE CHEMICALS AND IS SOLD OR DISTRIBUTED FOR
18	USE IN DOWNHOLE OPERATIONS IN THE STATE.
19	(II) "CHEMICAL PRODUCT" INCLUDES ADDITIVES, BASE FLUIDS,
20	AND HYDRAULIC FRACTURING FLUIDS.
21	(III) "CHEMICAL PRODUCT" DOES NOT INCLUDE THE STRUCTURAL
22	AND MECHANICAL COMPONENTS OF A WELL SITE WHERE DOWNHOLE
23	OPERATIONS ARE BEING CONDUCTED.
24	(i) (I) "DIRECT VENDOR" MEANS ANY DISTRIBUTOR, SUPPLIER, OR
25	OTHER ENTITY THAT SELLS OR SUPPLIES ONE OR MORE CHEMICAL
26	PRODUCTS DIRECTLY TO AN OPERATOR OR SERVICE PROVIDER FOR USE AT
27	A WELL SITE.

-7-

1	(II) DIRECT VENDOR DOES NOT INCLUDE ENTITIES THAT
2	MANUFACTURE, PRODUCE, OR FORMULATE CHEMICAL PRODUCTS FOR
3	FURTHER MANUFACTURE, FORMULATION, SALE, OR DISTRIBUTION BY
4	THIRD PARTIES PRIOR TO BEING SUPPLIED DIRECTLY TO OPERATORS OR
5	SERVICE PROVIDERS.
6	(j) "DISCLOSER" MEANS AN OPERATOR, ANY SERVICE PROVIDER
7	USING ONE OR MORE CHEMICAL PRODUCTS IN THE COURSE OF DOWNHOLE
8	OPERATIONS, AND ANY DIRECT VENDOR THAT PROVIDES ONE OR MORE
9	CHEMICAL PRODUCTS DIRECTLY TO THE OPERATOR OR SERVICE PROVIDER
10	FOR USE AT A WELL SITE.
11	(k) "DIVISION" MEANS THE DIVISION OF PARKS AND WILDLIFE IN
12	THE DEPARTMENT OF NATURAL RESOURCES.
13	(I) "DOWNHOLE OPERATIONS" MEANS OIL AND GAS PRODUCTION
14	OPERATIONS THAT ARE CONDUCTED UNDERGROUND.
15	(m) "HEALTH-CARE PROFESSIONAL" MEANS A PHYSICIAN,
16	PHYSICIAN ASSISTANT, NURSE PRACTITIONER, REGISTERED NURSE, OR
17	EMERGENCY MEDICAL SERVICE PROVIDER LICENSED OR CERTIFIED BY THE
18	STATE.
19	(n) "HIGH-PRIORITY HABITAT" MEANS HABITAT AREAS IDENTIFIED
20	BY THE DIVISION WHERE MEASURES TO AVOID, MINIMIZE, AND MITIGATE
21	ADVERSE IMPACTS TO WILDLIFE HAVE BEEN IDENTIFIED TO PROTECT
22	BREEDING, NESTING, FORAGING, MIGRATING, OR OTHER USES BY WILDLIFE.
23	(o) "Hydraulic fracturing fluid" means the fluid,
24	INCLUDING ANY BASE FLUID AND ADDITIVES, USED TO PERFORM A
25	HYDRAULIC FRACTURING TREATMENT.
26	(p) "Hydraulic fracturing treatment" means all stages of
27	THE TREATMENT OF A WELL BY THE APPLICATION OF HYDRAULIC

-8-

1	FRACTURING FLUID UNDER PRESSURE, WHICH TREATMENT IS EXPRESSLY
2	DESIGNED TO INITIATE OR PROPAGATE FRACTURES IN AN UNDERGROUND
3	GEOLOGIC FORMATION TO ENHANCE THE PRODUCTION OF OIL AND GAS.
4	(q) "Manufacturer" means a person or entity that makes,
5	ASSEMBLES, OR OTHERWISE GENERATES A CHEMICAL PRODUCT OR WHOSE
6	TRADE NAME IS AFFIXED TO A CHEMICAL PRODUCT.
7	(r) "PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES" OR
8	"PFAS CHEMICALS" HAS THE MEANING SET FORTH IN SECTION $25-5-1302$
9	(7).
10	(s) "PROPPANTS" MEANS MATERIALS INSERTED OR INJECTED INTO
11	AN UNDERGROUND GEOLOGIC FORMATION DURING A HYDRAULIC
12	FRACTURING TREATMENT THAT ARE INTENDED TO PREVENT FRACTURES
13	FROM CLOSING.
14	(t) "Public water systems" has the meaning set forth in
15	SECTION 25-1.5-201 (1).
16	(u) "Trade secret" has the meaning set forth in section
17	<u>7-74-102 (4).</u>
18	 _
19	$\underline{(v)}$ "Type III aquifer" means an aquifer that consists of
20	UNCONSOLIDATED GEOLOGIC MATERIAL, INCLUDING ALLUVIAL,
21	COLLUVIAL, OR OTHER CONSOLIDATED MATERIALS.
22	$\underline{\mathrm{(w)}}$ "Well site" means the area that is directly disturbed
23	DURING OIL AND GAS OPERATIONS.
24	(2) Discloser chemical disclosure information and declaration.
25	(a) On and after July $31,2023$, and subject to subsection (2)(b) of
26	THIS SECTION, A DISCLOSER THAT SELLS OR DISTRIBUTES A CHEMICAL
27	PRODUCT FOR USE IN DOWNHOLE OPERATIONS IN THE STATE OR THAT USES

-9-

1	A CHEMICAL PRODUCT IN DOWNHOLE OPERATIONS IN THE STATE MUST:
2	(I) DISCLOSE TO THE COMMISSION:
3	(A) THE TRADE NAME OF THE CHEMICAL PRODUCT; <u>AND</u>
4	(B) A LIST OF THE NAMES AND CHEMICAL ABSTRACTS SERVICE
5	NUMBERS OF EACH CHEMICAL USED IN THE CHEMICAL PRODUCT; $\underline{\text{AND}}$
6	(C) IF A DISCLOSER BELIEVES THAT A CHEMICAL CONSTITUENT OF
7	A CHEMICAL PRODUCT IS A TRADE SECRET OR IS PROPRIETARY
8	INFORMATION, NEVERTHELESS DISCLOSE THE CHEMICAL CONSTITUENT;
9	<u>AND</u>
10	_
11	(II) PROVIDE A WRITTEN DECLARATION TO THE COMMISSION THAT
12	THE CHEMICAL PRODUCT CONTAINS NO INTENTIONALLY ADDED PFAS
13	CHEMICALS.
14	(b) (I) (A) FOR DISCLOSERS THAT WERE ALREADY SELLING OR
15	DISTRIBUTING A CHEMICAL PRODUCT FOR USE IN DOWNHOLE OPERATIONS
16	IN THE STATE BEFORE JULY 31, 2023, OR THAT WERE USING THE CHEMICAL
17	PRODUCT BEFORE JULY 31, 2023, THE INFORMATION AND DECLARATION
18	REQUIRED TO BE PROVIDED PURSUANT TO SUBSECTION (2)(a) OF THIS
19	SECTION MUST BE PROVIDED TO THE COMMISSION AT LEAST THIRTY DAYS
20	BEFORE JULY 31, 2023.
21	(B) This subsection (2)(b)(I) is repealed, effective July 1,
22	2024.
23	(II) FOR DISCLOSERS THAT BEGIN TO SELL, DISTRIBUTE, OR USE A
24	CHEMICAL PRODUCT FOR USE IN DOWNHOLE OPERATIONS IN THE STATE ON
25	OR AFTER JULY 31, 2023, THE INFORMATION AND DECLARATION REQUIRED
26	TO BE PROVIDED PURSUANT TO SUBSECTION (2)(a) OF THIS SECTION MUST
27	BE PROVIDED TO THE COMMISSION AT LEAST THIRTY DAYS BEFORE THE

-10-

1	DISCLOSER BEGINS <u>SELLING</u> , <u>DISTRIBUTING</u> , <u>OR USING</u> THE CHEMICAL
2	PRODUCT.
3	(c) THE COMMISSION SHALL ENSURE THAT THE INFORMATION
4	AND DECLARATION REQUIRED TO BE PROVIDED UNDER SUBSECTION (2)(a)
5	OF THIS SECTION IS PROVIDED TO THE COMMISSION.
6	(d) If a manufacturer does not provide the information
7	DESCRIBED IN SUBSECTION (2)(a)(I) OF THIS SECTION FOR A CHEMICAL
8	PRODUCT THAT IT SELLS OR DISTRIBUTES FOR USE IN DOWNHOLE
9	OPERATIONS IN THE STATE TO A DISCLOSER UPON THE REQUEST OF THE
10	DISCLOSER OR THE COMMISSION, THE MANUFACTURER MUST PROVIDE THE
11	COMMISSION WITH A TRADE SECRET FORM OF ENTITLEMENT, AS
12	DETERMINED BY THE COMMISSION BY RULE, FOR THE CHEMICAL PRODUCT.
13	AT A MINIMUM, THE MANUFACTURER MUST INCLUDE IN THE TRADE SECRET
14	FORM OF ENTITLEMENT FOR THE CHEMICAL PRODUCT:
15	(I) THE NAME OF EACH CHEMICAL USED IN THE CHEMICAL
16	PRODUCT; AND
17	(II) THE CHEMICAL ABSTRACTS SERVICE NUMBER OF EACH
18	CHEMICAL USED IN THE CHEMICAL PRODUCT.
19	
20	(e) IF, AFTER MAKING A REQUEST TO THE MANUFACTURER OF THE
21	CHEMICAL PRODUCT PURSUANT TO SUBSECTION (2)(d) OF THIS SECTION,
22	A DISCLOSER IS UNABLE TO DISCLOSE THE INFORMATION DESCRIBED IN
23	SUBSECTION (2)(a)(I) OF THIS SECTION, THE DISCLOSER SHALL DISCLOSE
24	TO THE COMMISSION:
25	(I) THE NAME OF THE CHEMICAL PRODUCT'S MANUFACTURER;
26	(II) THE CHEMICAL PRODUCT'S TRADE NAME;
27	(III) THE AMOUNT OR WEIGHT OF THE CHEMICAL PRODUCT; AND

-11- 1348

1	(IV) A SAFETY DATA SHEET FOR THE CHEMICAL PRODUCT, IF IT IS
2	AVAILABLE FOR DISCLOSURE BY THE DISCLOSER AND PROVIDES THE
3	INFORMATION DESCRIBED IN SUBSECTION (2)(a)(I) OF THIS SECTION.
4	(f) In the event that the discloser is unable to disclose
5	THE INFORMATION DESCRIBED IN SUBSECTION (2)(a)(I) OF THIS SECTION,
6	THE COMMISSION SHALL OBTAIN THE INFORMATION DESCRIBED IN
7	SUBSECTION (2)(a)(I) OF THIS SECTION FROM THE MANUFACTURER.
8	(3) Operator chemical disclosure information - declaration.
9	(a) On and after July 31, 2023, and subject to subsection (3)(b) of
10	THIS SECTION, AN OPERATOR OF DOWNHOLE OPERATIONS USING A
11	CHEMICAL PRODUCT MUST:
12	(I) DISCLOSE TO THE COMMISSION:
13	(A) THE DATE OF COMMENCEMENT OF DOWNHOLE OPERATIONS;
14	(B) The county of the well site where downhole
15	OPERATIONS ARE BEING OR WILL BE CONDUCTED;
16	(C) THE UNIQUE NUMERICAL IDENTIFIER ASSIGNED BY THE
17	AMERICAN PETROLEUM INSTITUTE TO THE WELL WHERE DOWNHOLE
18	OPERATIONS ARE BEING OR WILL BE CONDUCTED AND THE US WELL
19	NUMBER ASSIGNED TO THE WELL WHERE DOWNHOLE OPERATIONS ARE
20	BEING OR WILL BE CONDUCTED; AND
21	(D) THE TRADE NAMES AND QUANTITIES OF ANY CHEMICAL
22	PRODUCTS THE OPERATOR USED IN DOWNHOLE OPERATIONS; AND
23	(II) PROVIDE A WRITTEN DECLARATION TO THE COMMISSION THAT
24	THE CHEMICAL PRODUCT CONTAINS NO INTENTIONALLY ADDED PFAS
25	CHEMICALS.
26	(b) (I) (A) FOR A DOWNHOLE OPERATION THAT COMMENCED
27	BEFORE JULY 31, 2023, AND THAT WILL BE ONGOING ON JULY 31, 2023,

-12- 1348

1	THE INFORMATION AND DECLARATION REQUIRED TO BE PROVIDED
2	Pursuant to subsection $(3)(a)$ of this section must be provided to
3	THE COMMISSION WITHIN ONE HUNDRED TWENTY DAYS AFTER JULY 31,
4	2023.
5	(B) This subsection $(3)(b)(I)$ is repealed, effective July 1,
6	2024.
7	(II) FOR A DOWNHOLE OPERATION THAT COMMENCES ON OR AFTER
8	July 31, 2023, the information and declaration required to be
9	PROVIDED PURSUANT TO SUBSECTION (3)(a) OF THIS SECTION MUST BE
10	PROVIDED TO THE COMMISSION WITHIN ONE HUNDRED TWENTY DAYS
11	AFTER THE COMMENCEMENT OF THE DOWNHOLE OPERATION.
12	(c) THE COMMISSION SHALL ENSURE THAT THE INFORMATION
13	AND DECLARATION REQUIRED TO BE PROVIDED UNDER SUBSECTION (3)(a)
14	OF THIS SECTION IS PROVIDED TO THE COMMISSION.
15	(4) Change in chemical disclosure information. IF THERE IS A
16	CHANGE IN THE INFORMATION PROVIDED UNDER SUBSECTION $(2)(a)(I)$ or
17	(3)(a)(I) of this section, the discloser or <u>operator</u> , or in the case
18	OF DISCLOSURE UNDER SUBSECTION (2)(d) OF THIS SECTION, THE
19	MANUFACTURER, MUST SUBMIT THE CHANGE TO THE COMMISSION WITHIN
20	THIRTY DAYS AFTER THE DATE THE <u>DISCLOSER</u> , <u>MANUFACTURER</u> , OR
21	OPERATOR FIRST KNEW OF THE CHANGE.
22	(5) Chemical disclosure lists. (a) THE COMMISSION SHALL USE
23	THE CHEMICAL DISCLOSURE INFORMATION TO CREATE A CHEMICAL
24	DISCLOSURE LIST FOR EACH APPLICABLE WELL SITE.
25	_
26	(b) (I) THE COMMISSION SHALL INCLUDE IN THE CHEMICAL
27	DISCLOSURE LIST AN ALPHABETICAL LIST OF THE NAMES AND CHEMICAL

-13-

1	ABSTRACTS SERVICE REGISTRY NUMBERS OF EACH CHEMICAL USED IN
2	DOWNHOLE OPERATIONS AT THE WELL SITE.
3	(II) NOTWITHSTANDING ANY LAW TO THE CONTRARY, THE
4	COMMISSION SHALL INCLUDE THE NAMES AND CHEMICAL ABSTRACTS
5	SERVICE REGISTRY NUMBERS OF ALL CHEMICALS USED IN DOWNHOLE
6	OPERATIONS IN THE CHEMICAL DISCLOSURE LIST AND SHALL NOT PROTECT
7	THE NAMES OR CHEMICAL ABSTRACTS SERVICE REGISTRY NUMBERS OF
8	ANY CHEMICAL AS A TRADE SECRET OR PROPRIETARY INFORMATION. ANY
9	FORMULAS AND PROCESSES CONTINUE TO HAVE TRADE SECRET
10	PROTECTIONS.
11	(c) THE COMMISSION SHALL NOT INCLUDE IN THE CHEMICAL
12	DISCLOSURE LIST:
13	(I) THE TRADE NAME OF A CHEMICAL PRODUCT USED IN DOWNHOLE
14	OPERATIONS AT THE WELL SITE; OR
15	(II) THE TOTAL AMOUNT OF A CHEMICAL IN A CHEMICAL PRODUCT.
16	(d) No later than <u>thirty</u> days after an operator makes the
17	DISCLOSURES REQUIRED UNDER SUBSECTION (3) OF THIS SECTION, THE
18	COMMISSION SHALL:
19	(I) POST THE CHEMICAL DISCLOSURE LIST ON THE CHEMICAL
20	DISCLOSURE WEBSITE AND INCLUDE THE DATE OF THE SUBMISSION OF THE
21	CHEMICAL DISCLOSURE LIST TO THE COMMISSION IN THE POST; AND
22	(II) PROVIDE THE CHEMICAL DISCLOSURE LIST TO THE OPERATOR
23	OF THE APPLICABLE WELL.
24	(e) THE COMMISSION SHALL:
25	(I) POST AN UPDATED CHEMICAL DISCLOSURE LIST IF THERE ARE
26	ANY NOTIFICATIONS RECEIVED FROM A <u>DISCLOSER</u> , <u>MANUFACTURER</u> , OR
2.7	OPERATOR UNDER SUBSECTION (4) OF THIS SECTION AND INCLUDE THE

-14- 1348

1	DATE OF THE NOTIFICATION BY THE <u>DISCLOSER</u> , <u>MANUFACTURER</u> , OR
2	OPERATOR IN THE POST; AND
3	(II) Ensure that:
4	(A) ALL CHEMICAL DISCLOSURE LISTS AND UPDATED CHEMICAL
5	DISCLOSURE LISTS REMAIN VIEWABLE BY THE PUBLIC;
6	(B) THE CHEMICAL DISCLOSURE WEBSITE IS SEARCHABLE BY
7	CHEMICAL, DATE OF SUBMISSION OR UPDATE OF A CHEMICAL DISCLOSURE
8	LIST, NAME AND ADDRESS OF THE OPERATOR, AND COUNTY OF THE WELL
9	SITE; AND
10	(C) THE CHEMICAL DISCLOSURE WEBSITE ALLOWS MEMBERS OF
11	THE PUBLIC TO DOWNLOAD CHEMICAL DISCLOSURE LISTS IN AN
12	ELECTRONIC, DELIMITED FORMAT.
13	(6) Community notification. (a) ON OR BEFORE JULY 31, 2023,
14	AND SUBJECT TO SUBSECTION (6)(b) OF THIS SECTION, AN OPERATOR
15	SHALL PROVIDE THE CHEMICAL DISCLOSURE LIST TO:
16	(I) ALLOWNERS OF MINERALS THAT ARE BEING DEVELOPED AT THE
17	<u>WELL SITE;</u>
18	(II) ALL SURFACE OWNERS, BUILDING UNIT OWNERS, AND
19	RESIDENTS, INCLUDING TENANTS OF BOTH RESIDENTIAL AND COMMERCIAL
20	PROPERTIES, THAT ARE WITHIN TWO THOUSAND SIX HUNDRED FORTY FEET
21	OF THE WELL SITE;
22	(III) THE STATE LAND BOARD IF THE STATE OWNS MINERALS THAT
23	ARE BEING DEVELOPED AT THE WELL SITE;
24	(IV) THE FEDERAL BUREAU OF LAND MANAGEMENT IF THE UNITED
25	STATES OWNS THE MINERALS THAT ARE BEING DEVELOPED AT THE WELL
26	<u>SITE;</u>
27	(V) THE SOUTHERN LITE INDIAN TRIBE IS THE MINERALS BEING

-15- 1348

1	DEVELOPED AT THE WELL SITE ARE WITHIN THE EXTERIOR BOUNDARY OF
2	THE TRIBE'S RESERVATION AND ARE SUBJECT TO THE JURISDICTION OF THE
3	<u>COMMISSION;</u>
4	(VI) ALL SCHOOLS, CHILD CARE CENTERS, AND SCHOOL
5	GOVERNING BODIES WITHIN TWO THOUSAND SIX HUNDRED FORTY FEET OF
6	THE WELL SITE;
7	(VII) POLICE DEPARTMENTS, FIRE DEPARTMENTS, EMERGENCY
8	SERVICE AGENCIES, AND FIRST RESPONDER AGENCIES THAT HAVE A
9	JURISDICTION THAT INCLUDES THE WELL SITE;
10	(VIII) LOCAL GOVERNMENTS THAT HAVE A JURISDICTION WITHIN
11	TWO THOUSAND SIX HUNDRED FORTY FEET OF THE WELL SITE;
12	(IX) THE ADMINISTRATOR OF ANY PUBLIC WATER SYSTEM THAT
13	OPERATES:
14	(A) A SURFACE WATER PUBLIC WATER SYSTEM INTAKE THAT IS
15	LOCATED FIFTEEN STREAM MILES OR LESS DOWNSTREAM FROM THE WELL
16	SITE;
17	(B) A GROUNDWATER UNDER THE DIRECT INFLUENCE OF A
18	SURFACE WATER PUBLIC WATER SYSTEM SUPPLY WELL WITHIN TWO
19	THOUSAND SIX HUNDRED FORTY FEET OF THE WELL SITE; AND
20	(C) A PUBLIC WATER SYSTEM SUPPLY WELL COMPLETED IN A TYPE
21	III AQUIFER WITHIN TWO THOUSAND SIX HUNDRED FORTY FEET OF THE
22	WELL SITE; AND
23	(X) The division if:
24	(A) THERE IS A HIGH-PRIORITY HABITAT AREA WITHIN ONE MILE OF
25	THE WELL SITE; OR
26	(B) THERE IS A STATE WILDLIFE AREA, AS DEFINED IN SECTION
2.7	33-1-102 (42), OR A STATE PARK OR RECREATION AREA WITHIN TWO

-16- 1348

1	THOUSAND SIX HUNDRED FORTY FEET OF THE WELL SITE.
2	
3	(b) THE CHEMICAL DISCLOSURE LIST MUST BE DISCLOSED IN
4	ACCORDANCE WITH SUBSECTION (6)(a) OF THIS SECTION WITHIN THIRTY
5	DAYS AFTER THE OPERATOR'S RECEIPT OF THE CHEMICAL DISCLOSURE LIST
6	FROM THE COMMISSION.
7	_
8	
9	_
10	(7) Reporting to the general assembly. (a) (I) THE COMMISSION
11	SHALL PREPARE AN ANNUAL REPORT THAT INCLUDES A LIST OF THE
12	CHEMICALS USED IN DOWNHOLE OPERATIONS IN THE STATE IN THE PRIOR
13	CALENDAR YEAR.
14	
15	
16	(II) THE COMMISSION SHALL PRESENT THE ANNUAL REPORT TO THE
17	TRANSPORTATION AND ENERGY COMMITTEE OF THE SENATE AND THE
18	ENERGY AND ENVIRONMENT COMMITTEE OF THE HOUSE OF
19	REPRESENTATIVES, OR THEIR SUCCESSOR COMMITTEES, DURING THE
20	COMMITTEES' HEARINGS HELD PRIOR TO THE 2026 REGULAR SESSION, AND
21	EACH SESSION THEREAFTER, OF THE GENERAL ASSEMBLY UNDER THE
22	"STATE MEASUREMENT FOR ACCOUNTABLE, RESPONSIVE, AND
23	TRANSPARENT (SMART) GOVERNMENT ACT", PART 2 OF ARTICLE 7 OF
24	TITLE 2. THE COMMISSION SHALL ALSO POST THE REPORT ON THE
25	COMMISSION'S WEBSITE.
26	(b) Notwithstanding section 24-1-136 (11)(a)(I), the
27	REQUIREMENT TO REPORT TO THE LEGISLATIVE COMMITTEES CONTINUES

-17- 1348

1	INDEFINITELY.
2	(8) Rules. The commission may promulgate rules that are
3	NECESSARY FOR THE IMPLEMENTATION AND ADMINISTRATION OF THIS
4	SECTION.
5	(9) Local governments. Nothing in this section or the rules
6	PROMULGATED BY THE COMMISSION PURSUANT TO THIS SECTION LIMITS A
7	LOCAL GOVERNMENT FROM ENACTING OR ENFORCING ANY ORDINANCE
8	REGULATION, OR OTHER LAW RELATED TO THE DISCLOSURE OF ANY
9	CHEMICAL PRODUCT.
10	(10) Collection of chemical disclosure information under other
11	provisions of law. Notwithstanding any law to the contrary
12	NOTHING IN THIS SECTION OR THE RULES PROMULGATED BY THE
13	COMMISSION PURSUANT TO THIS SECTION PREVENTS THE COMMISSION, THE
14	STATE, OR A LOCAL GOVERNMENT FROM COLLECTING CHEMICAL
15	DISCLOSURE INFORMATION FROM <u>DISCLOSERS</u> , <u>MANUFACTURERS</u> , OF
16	OPERATORS UNDER ANY OTHER PROVISION OF LAW.
17	SECTION 3. Appropriation. (1) For the 2022-23 state fisca
18	year, \$61,500 is appropriated to the department of natural resources. This
19	appropriation is from the oil and gas conservation and environmenta
20	response fund created in section 34-60-122 (5)(a), C.R.S. To implemen
21	this act, the department may use this appropriation for the purchase of
22	information technology services.
23	(2) For the 2022-23 state fiscal year, \$61,500 is appropriated to
24	the office of the governor for use by the office of information technology
25	This appropriation is from reappropriated funds received from the
26	department of natural resources under subsection (1) of this section. To
27	implement this act, the office may use this appropriation to provide

-18- 1348

- information technology services for the department of natural resources.
- 2 **SECTION 4. Safety clause.** The general assembly hereby finds,
- determines, and declares that this act is necessary for the immediate
- 4 preservation of the public peace, health, or safety.

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