LB 629

LEGISLATIVE BILL 629

Approved by the Governor May 26, 2011

Introduced by Sullivan, 41; Dubas, 34; Haar, 21; Fulton, 29; Coash, 27.

FOR AN ACT relating to pipelines; to adopt the Oil Pipeline Reclamation Act; to provide severability; and to declare an emergency.

Be it enacted by the people of the State of Nebraska,

- Section 1. <u>Sections 1 to 6 of this act shall be known and may be cited as the Oil Pipeline Reclamation Act.</u>
 - Sec. 2. For purposes of the Oil Pipeline Reclamation Act:
- (1) Oil means petroleum of any kind or in any form, including crude oil or any fraction of crude oil;
- (2) Pipeline carrier means a person that engages in owning, operating, or managing a pipeline or part of a pipeline for the transportation of oil but does not include an entity under the jurisdiction of the Nebraska Oil and Gas Conservation Commission for in-field flow-lines and gathering lines;
- (3) Reclamation means restoration of the areas through which a pipeline is constructed as close as reasonably practicable to the condition, contour, and vegetation that existed prior to construction; and
- (4) Reclamation costs include, but are not limited to, the costs of restoration of real and personal property, the costs of restoration of natural resources, the costs of rehabilitation of habitat or wildlife, and the costs of revegetation.
- Sec. 3. The purpose of the Oil Pipeline Reclamation Act is to ensure that a pipeline carrier which owns, constructs, operates, or manages a pipeline through this state for the transportation of oil is financially responsible for reclamation costs relating to the construction, operation, and management of the pipeline in this state as prescribed in the act.
- Sec. 4. (1) A pipeline carrier owning, operating, or managing a pipeline or part of a pipeline for the transportation of oil in this state shall be responsible for all reclamation costs necessary as a result of constructing the pipeline as well as reclamation costs resulting from operating the pipeline, except to the extent another party is determined to be responsible.
- (2) The pipeline carrier shall commence reclamation of the area through which a pipeline is constructed as soon as reasonably practicable after backfill.
- (3) A pipeline carrier's obligation for reclamation and maintenance of the pipeline right-of-way shall continue until the pipeline is permanently decommissioned or removed.
- Sec. 5. Nothing in the Oil Pipeline Reclamation Act prohibits a state agency, county board, city council, or village board from pursuing reclamation costs for the maintenance and repair of roads, bridges, or other infrastructure related to the construction, maintenance, or operation of a pipeline by a pipeline carrier who is subject to the act.
- Sec. 6. The Oil Pipeline Reclamation Act provides the minimum standards to be met by a pipeline carrier. The act is not meant to affect the obligations of a pipeline carrier provided for in a negotiated agreement with a landowner and is not to affect the duties of a pipeline carrier under applicable federal law or permits.
- Sec. 7. If any section in this act or any part of any section is declared invalid or unconstitutional, the declaration shall not affect the validity or constitutionality of the remaining portions.
- Sec. 8. Since an emergency exists, this act takes effect when passed and approved according to law.