

Oil & Gas Focus Group (Meeting 5 of 5)

June 26, 2019

Meetings Overview

- Meeting 1 (April 24)
 - Introduction / Overview of Oil and Gas
- Meeting 2 (May 22)
 - Best Management Practices & Potential LDC changes
- Meeting 3 (June 5)
 - Additional BMP Discussion and zoning
- Meeting 4 (June 19)
 - Zoning, Process, and Enforcement
- Meeting 5 (June 26)
 - Rulemaking topics with COGCC / wrap up



Scope of Focus Group and Intentions

- Focus group established for the sole purpose of providing nonbinding input to City Staff regarding legislative efforts, both within the city and at the state level
- The focus group will not take formal positions
- City staff will report or summarize the input of the focus group
 - Intended to be a listening session



Land Development Code Updates

- Following the final focus group meeting, staff will take the feedback from the group that was generated, and begin the process of drafting LDC amendments.
- Stakeholder participation meetings, meetings with the general public, and study sessions with Planning Commission and City Council would be conducted as part of this process before any changes are adopted.
- Potential draft ordinance(s) could be generated around late August / September for consideration.



COGCC Rulemaking

Previous Rulemakings

- January 2012 Hydraulic Fracturing Chemical Disclosure
- May 2013 Statewide Groundwater Baseline Sampling & Monitoring
- August 2013 Statewide Setbacks
- November 2013- Wildlife Map Rulemaking
- February 2014 Spill Reports
- 2015 Governor's Taskforce Rulemaking
- February 2018 Flowline Rulemaking
- December 2018 School Setback Rulemaking



SB-181

- Section 11 of SB-181 directly states the COGCC shall conduct a number of rulemaking efforts on the following topics:
 - Conducting an alternate location analysis for facilities proposed in populated areas
 - Consideration of cumulative impacts
 - Proper wellbore integrity
 - Public disclosure of flow line information
 - Inspections of inactive, abandoned, and shut in wells
- Section 11 requires the commission to protect and minimize impacts on health, safety, environmental impacts on air, water, soil, and wildlife.
- Additional sections of the bill also require other rulemakings either directly or indirectly.

COGCC Rulemaking Schedule

- Tentative schedule:
 - November '19
 - Alternative Site Analysis (CDP's)
 - Local Government Provisions
 - Technical Review Board
 - January '20
 - Wellbore Integrity
 - February '20
 - Flowlines & Inactive Wells

- March '20
 - Cumulative Impacts
- April '20
 - Public Health, Safety, Welfare, etc
- July '20
 - Financial Assurances
- September '20
 - Application fees
 - Worker Certification



Current Process

- Process outlined in the "Colorado Administrative Procedure Act" (CRS 24-4-101) and "Oil and Gas Conservation Act" (CRS 34-60-101)
 - 1. Stakeholder Meeting
 - At least one meeting conducted with a representative group of participants with an interest in the subject of rulemaking
 - Oftentimes, many stakeholder meetings are conducted
 - 2. Notice of Proposed Rulemaking
 - Sent to Local Govt Designees, Attorneys, and published in the Colorado Register. Will include expected date of hearing, and how to file for party status
 - 3. Draft Rules and Statement of Basis and Purpose
 - Concurrent with step 2, draft rules are produced, along with a statement of basis and purpose.
 - 4. COGCC Rulemaking Hearing
 - May take many several days to adopt
 - 5. Final Adoption of Rules
 - 180 days to file adopted rules with the secretary of state. Rules go into effect 20 days after publication.
- From start to finish, this process can take <u>several months</u> per rulemaking topic.

Getting Involved

• 3 Options

- Filing for Party Status
 - Gives an organization, business, or individual the ability to file a pre-hearing statement and alternative rule proposal, and have allocated time at the hearing to address the commission and call witnesses.
- Submitting a rule 510 statement
 - Provides any person the opportunity to make a longer statement at any commission hearing.
- Giving Public Comment
 - Any member of the public can attend a COGCC rulemaking hearing and provide public comment. The COGCC may limit public comment to as little as two minutes per person.



Wrap Up

Wrap Up and Next Steps

- Following the final focus group meeting, staff will take the feedback from the group that was generated, and begin the process of drafting LDC amendments.
- Stakeholder participation meetings, meetings with the general public, and study sessions with Planning Commission and City Council would be conducted as part of this process before any changes are adopted.
- Potential draft ordinance(s) could be generated around late August / September for consideration.



• THANK YOU for your participation in this group!



