111TH CONGRESS 2D SESSION

H. R. 5607

To provide for the establishment of a program to support the development, demonstration, and commercialization of innovative technologies to prevent, stop, or capture large-scale accidental discharges of oil or other hydrocarbons from offshore oil and gas drilling operations, including deepwater and ultra-deepwater operations, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

June 25, 2010

Mr. Markey of Massachusetts introduced the following bill; which was referred to the Committee on Science and Technology, and in addition to the Committee on Natural Resources, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To provide for the establishment of a program to support the development, demonstration, and commercialization of innovative technologies to prevent, stop, or capture large-scale accidental discharges of oil or other hydrocarbons from offshore oil and gas drilling operations, including deepwater and ultra-deepwater operations, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

- This Act may be cited as the "Stop Oil Spills Act"
- 3 or the "SOS Act".
- 4 SEC. 2. OFFSHORE DRILLING SAFETY TECHNOLOGY DEVEL-
- 5 OPMENT.
- 6 (a) Subtitle J of title IX of the Energy Policy Act
- 7 of 2005 (42 U.S.C. 16371–16378) is amended to read as
- 8 follows:

9 "Subtitle J—Offshore Drilling

10 Safety Technology Development

- 11 "SEC. 999. INNOVATIVE OFFSHORE DRILLING SAFETY
- 12 TECHNOLOGY PROGRAM.
- "(a) Definitions.—For purposes of this section:
- 14 "(1) ADVISORY COMMITTEE.—The term 'Advi-
- sory Committee' means the SOS Fund Technical
- 16 Advisory Committee established under subsection
- 17 (f).
- 18 "(2) AWARD.—The term 'award' means a
- grant, contract, or cooperative agreement.
- 20 "(3) BLOWOUT PREVENTER.—The term 'blow-
- out preventer' means a device installed on an off-
- shore well that uses one or more valves, rams, or
- preventers to control or stop any otherwise uncon-
- trolled flow of hydrocarbons or drilling fluids from
- 25 the well.

- 1 "(4) DEEPWATER.—The term 'deepwater' 2 means a water depth that is greater than 200 but 3 less than 1,500 meters.
- 4 "(5) Fund.—The term 'Fund' means the Safe-5 ty and Offshore Spills (SOS) Fund established 6 under subsection (g).
 - "(6) Remotely operated vehicle means a remotely controlled unmanned submersible vehicle, used to inspect, control, or perform operations on a blowout preventer or other subsea drilling equipment.
 - "(7) SECONDARY CONTROL SYSTEM.—The term 'secondary control system' means a system, such as a deadman, autoshear, or acoustic switch, designed to activate blowout preventer components to shut in an offshore well in the event of an emergency event such as a loss of communication with or power to the blowout preventer.
- 19 "(8) Ultra-deepwater.—The term 'ultra-20 deepwater' means a water depth that is equal to or 21 greater than 1,500 meters.
- "(b) Program Establishment.—Not later than 180 days after the date of enactment of this section, the Secretary, in consultation with the Secretary of Interior, shall establish a program, in accordance with the require-

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- 1 ments of this section, to provide awards to support the
- 2 development, demonstration, and commercialization of in-
- 3 novative technologies to prevent, stop, or capture large-
- 4 scale accidental discharges of oil or other hydrocarbons
- 5 from offshore oil and gas drilling operations, including
- 6 deepwater and ultra-deepwater operations.
- 7 "(c) Focus Areas for Awards.—Awards provided
- 8 under this section shall focus on new technologies or inno-
- 9 vative improvements to existing technologies, including—
- 10 "(1) blowout preventers;
- 11 "(2) secondary control systems;
- 12 "(3) remotely operated vehicles; and
- 13 "(4) prefabricated systems or technologies to
- stop or capture a large-scale hydrocarbon discharge
- from an offshore well, at or near the source of such
- discharge, in the event of the failure of a blowout
- 17 preventer.
- 18 "(d) Project Selection.—The Secretary shall
- 19 issue solicitations for applications for awards under this
- 20 section and shall select projects for awards, on a competi-
- 21 tive basis, based on—
- 22 "(1) potential for commercialization of the rel-
- evant technology;
- 24 "(2) potential to enhance industry's capacity to
- prevent, stop, or contain a large-scale accidental dis-

charge of oil or other hydrocarbons from offshore 1 2 drilling operations; and 3 "(3) such other factors as the Secretary may 4 prescribe. 5 "(e) Annual Plan.— "(1) IN GENERAL.—The program under this 6 section shall be carried out pursuant to annual plans 7 8 prepared by the Secretary in accordance with the re-9 quirements of this subsection, which shall describe 10 the ongoing and prospective activities of the pro-11 gram under this section. 12 "(2) Outside Bodies.—In formulating each 13 annual plan under this subsection, the Secretary 14 shall— "(A) solicit and take into consideration 15 16 recommendations from the Advisory Committee; 17 and "(B) take into consideration the needs 18 19 identified and recommendations set forth by 20 any independent commission established by the 21 President to investigate the Deepwater Horizon 22 oil spill and by the Interagency Coordinating 23 Committee on Oil Pollution Research estab-24 lished pursuant to section 7001 of the Oil Pol-

lution Act of 1990 (33 U.S.C. 2761).

"(3) Publication.—Not later than November 30 of 2010 and each calendar year thereafter through 2016, the Secretary shall transmit to Congress and publish on the Internet the annual plan for the succeeding year, together with the recommendations provided by the Advisory Committee with regard to such plan.

"(f) TECHNICAL ADVISORY COMMITTEE.—

- "(1) ESTABLISHMENT.—Not later than 60 days after the date of enactment of this section, the Secretary shall establish an independent advisory committee to be known as the SOS Fund Technical Advisory Committee.
- "(2) Membership.—The Advisory Committee shall consist of at least 9 members. Each member shall have extensive research or operational knowledge of safety technologies associated with offshore oil and gas exploration and production. The Secretary shall appoint Advisory Committee members, including a chair and vice-chair of the Advisory Committee. Terms shall be 3 years in length, except for initial terms, which may be up to 5 years in length to allow staggering. Members may be reappointed only once for an additional 3-year term.

- 1 "(3) DUTIES.—The Advisory Committee shall 2 advise the Secretary on the development and imple-3 mentation of programs under this section, including 4 by reviewing and providing recommendations with 5 regard to each annual plan under subsection (e).
 - "(4) Compensation.—A member of the Advisory Committee shall serve without compensation but shall receive travel expenses in accordance with applicable provisions under subchapter I of chapter 57 of title 5, United States Code.

"(g) Funding.—

- "(1) Fund.—There is hereby established in the Treasury of the United States a separate fund to be known as the Safety and Offshore Spill (SOS) Fund.
 - "(2) OIL AND GAS LEASE INCOME.—For each of fiscal years 2011 through 2017, from any Federal royalties, rents, and bonuses derived from Federal onshore and offshore oil and gas leases issued under the Outer Continental Shelf Lands Act (43 U.S.C. 1331 et seq.) which are deposited in the Treasury, and after distribution of any such funds as described in paragraph (3), \$50,000,000 shall be deposited into the Fund.

1	"(3) Prior distributions.—The distributions
2	described in paragraph (2) are those required by
3	law—
4	"(A) to States and to the Reclamation
5	Fund under the Mineral Leasing Act (30
6	U.S.C. 191(a)); and
7	"(B) to other funds receiving monies from
8	Federal oil and gas leasing programs, includ-
9	ing—
10	"(i) any recipients pursuant to section
11	8(g) of the Outer Continental Shelf Lands
12	Act (43 U.S.C. 1337(g));
13	"(ii) the Land and Water Conserva-
14	tion Fund, pursuant to section 2(c) of the
15	Land and Water Conservation Fund Act of
16	1965 (16 U.S.C. 4601–5(c));
17	"(iii) the Historic Preservation Fund,
18	pursuant to section 108 of the National
19	Historic Preservation Act (16 U.S.C.
20	470h); and
21	"(iv) the coastal impact assistance
22	program established under section 31 of
23	the Outer Continental Shelf Lands Act (43
24	U.S.C. 1356a).

1	"(4) Obligation authority.—Monies in the
2	Fund shall be available to the Secretary for obliga-
3	tion, or to cover the Secretary's costs of admin-
4	istering the program in accordance with the limita-
5	tion in paragraph (5), under this section without fis-
6	cal year limitation, to remain available until ex-
7	pended.

- 8 "(5) ADMINISTRATIVE COSTS.—For each of fis-9 cal years 2011 through 2017, the Secretary may use 10 not more than 5 percent of the monies deposited in 11 the Fund to cover the Secretary's costs of admin-12 istering the program under this section.".
- 13 (b) Conforming Amendment.—The items relating 14 to subtitle J of title IX in the table of contents of the 15 Energy Policy Act of 2005 are amended to read as follows:

"Subtitle J—Offshore Drilling Safety Technology Development "Sec. 999. Innovative offshore drilling safety technology program.".

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