111TH CONGRESS 2D SESSION

S. 3375

To amend the Oil Pollution Act of 1990 to increase the cap on liability for economic damages resulting from an oil spill, and for other purposes.

IN THE SENATE OF THE UNITED STATES

May 13, 2010

Mr. VITTER (for himself, Mr. Sessions, Mr. Wicker, and Mr. Lemieux) introduced the following bill; which was read twice and referred to the Committee on Environment and Public Works

A BILL

To amend the Oil Pollution Act of 1990 to increase the cap on liability for economic damages resulting from an oil spill, 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,
- 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Oil Spill Response and Assistance Act".
- 6 (b) Table of Contents.—The table of contents of
- 7 this Act is as follows:

Sec. 1. Short title; table of contents.

TITLE I—COMPENSATION

Sec. 101. Emergency preparedness.

Sec. 102. Oil pollution liability and compensation.

Sec. 103. Effective date.

TITLE II—REPORTS

Sec. 201. Reports regarding Gulf of Mexico oil spill.

1 TITLE I—COMPENSATION

2	SEC. 101. EMERGENCY PREPAREDNESS.
3	(a) In General.—Title IV of the Oil Pollution Act
4	of 1990 (Public Law 101–380; 104 Stat. 509) is amended
5	by adding at the end the following:
6	"Subtitle D—Emergency
7	Preparedness for Discharges
8	"SEC. 4401. EMERGENCY PREPAREDNESS.
9	"(a) In General.—Not later than 2 years after the
10	date of enactment of this subtitle, the Secretary shall by
11	regulation require the development and deployment of cer-
12	tain technology for use in the event of a breach or explo-
13	sion at, or a significant discharge of oil from, a deepwater
14	port, offshore facility, or tank vessel (referred to in this
15	section as a 'covered event').
16	"(b) Requirements.—The regulations shall re-
17	quire—
18	"(1)(A) the development, for use in capping un-
19	derwater oil wells affected by a covered event, tech-
20	nology that is—
21	"(i) capable of funneling discharges of oil
22	from an underwater oil well to a containment
23	vessel at the ocean surface; and

1	"(ii) effective at water depths at least
2	2,000 feet deeper than the limits of oil and gas
3	production on the outer Continental Shelf as of
4	the date of enactment of this subtitle; and
5	"(B) the purchase and deployment by the Sec-
6	retary of those engineered capping technologies in
7	such number of locations throughout the United
8	States (including the navigable waters), to be deter-
9	mined by the Secretary, as would permit deployment
10	and use of the domes to respond to a covered event
11	not later than 24 hours after the time at which the
12	covered event occurred;
13	"(2)(A) the development of flame-proof booms
14	capable of functioning in the open ocean with waves
15	of not more than 6 feet in height; and
16	"(B) the purchase and deployment by the Sec-
17	retary of those booms at such locations and in such
18	lengths or quantities as would permit, as determined
19	by the Secretary—
20	"(i) the use of the booms in response to a
21	covered event not later than 24 hours after the
22	time at which the covered event occurred; and
23	"(ii) the complete surrounding of 100
24	square miles of open ocean within that period
25	of time; and

1	(3) the development, and purchase and deploy-
2	ment by the Secretary, of remote operated vehicles
3	for use in the open ocean that are—
4	"(A) equipped with acoustic technology;
5	"(B) capable of welding and cutting or
6	torching below 15,000 feet of water; and
7	"(C) stationed at such locations, as deter-
8	mined by the Secretary, as would enable the re-
9	mote operated vehicles to be available for use in
10	an area affected by a covered event not later
11	than 24 hours after the time at which the cov-
12	ered event occurred.".
13	(b) Table of Contents.—The table of contents for
14	the Oil Pollution Act of 1990 (33 U.S.C. prec. 2701) is
15	amended by inserting at the end of the items relating to
16	title IV the following:
	"Subtitle D—Emergency Preparedness for Discharges of Oil
	"Sec. 4401. Emergency preparedness.".
17	SEC. 102. OIL POLLUTION LIABILITY AND COMPENSATION.
18	Section 1004 of the Oil Pollution Act of 1990 (33
19	U.S.C. 2704) is amended by striking subsection (a) and
20	inserting the following:
21	"(a) Limits.—
22	"(1) In general.—Except as otherwise pro-
23	vided in this section, subject to paragraph (2), the
24	total of the liability of a responsible party under sec-

1	tion 1002 and any removal costs incurred by, or on
2	behalf of, the responsible party, with respect to each
3	incident shall not exceed, as indexed for United
4	States dollar inflation from the date of enactment of
5	the Oil Spill Response and Assistance Act (as meas-
6	ured by the Consumer Price Index)—
7	"(A) for a tank vessel, the greater of—
8	"(i) with respect to a single-hull ves-
9	sel, including a single-hull vessel fitted
10	with double sides only or a double bottom
11	only, \$6,000 per gross ton;
12	"(ii) with respect to a vessel other
13	than a vessel referred to in clause (i),
14	\$3,800 per gross ton; or
15	"(iii)(I) with respect to a vessel great-
16	er than 3,000 gross tons that is—
17	"(aa) a vessel described in clause
18	(i), \$44,000,000; or
19	"(bb) a vessel described in clause
20	(ii), \$32,000,000; or
21	"(II) with respect to a vessel of 3,000
22	gross tons or less that is—
23	"(aa) a vessel described in clause
24	(i), \$12,000,000; or

1	"(bb) a vessel described in clause
2	(ii), \$8,000,000;
3	"(B) for any other vessel, \$1,900 per gross
4	ton or \$1,600,000, whichever is greater;
5	"(C) for an offshore facility except a deep-
6	water port, the total of all removal costs plus
7	\$150,000,000; and
8	"(D) for any onshore facility and a deep-
9	water port, \$700,000,000.
10	"(2) Alternative limitation.—If the aggre-
11	gate amount of net after-tax profits of a responsible
12	party generated during the 4 full financial reporting
13	quarters preceding the date of an incident involving
14	a vessel or facility described in paragraph (1) ex-
15	ceeds the limitation on liability for the category of
16	incident described in that paragraph, the total of the
17	liability of the responsible party under section 1002
18	and any removal costs incurred by, or on behalf of,
19	the responsible, with respect to each such incident
20	shall not exceed, as indexed for United States dollar
21	inflation from the date of enactment of the Oil Spill
22	Response and Assistance Act (as measured by the
23	Consumer Price Index), an amount equal to that ag-
24	gregate amount of those profits.".

l SEC. 103. EFFECTIVE DATE.

- 2 This title and the amendments made by this title take
- 3 effect on April 15, 2010.

4 TITLE II—REPORTS

- 5 SEC. 201. REPORTS REGARDING GULF OF MEXICO OIL
- 6 SPILL.
- 7 (a) DEFINITIONS.—In this section:
- 8 (1) Head of an appropriate federal agen-
- 9 CY.—The term "head of an appropriate Federal
- agency" means the head of a Federal agency that
- has carried out an activity with respect to the oil
- spill.
- 13 (2) OIL SPILL.—The term "oil spill" means the
- oil spill that occurred in the Gulf of Mexico in April
- 15 2010.
- 16 (b) Study.—As soon as practicable after the date of
- 17 enactment of this Act, each head of an appropriate Fed-
- 18 eral agency shall carry out a study—
- 19 (1) to examine the effectiveness of the coordina-
- 20 tion of actions carried out by the Federal Govern-
- 21 ment relating to the oil spill; and
- 22 (2) to determine the success of each action car-
- 23 ried out by the Federal Government in response to
- the oil spill.
- 25 (c) Report.—Not later than September 1, 2010,
- 26 each head of an appropriate Federal Agency shall submit

- 1 to the appropriate committees of Congress a report that
- 2 contains a description of—
- 3 (1) the results of the study carried out under4 subsection (b); and
- (2) the effectiveness and success of each activity
 carried out by the Federal Government in response
 to the oil spill.

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