



March 9, 2015

The Board of County Commissioners
Attn: Chairman Tim Nance
3299 Tamiami Trail East
Suite 303
Naples, FL 34112

Dear Chairman Nance:

You may be aware that Collier Resources has been meeting with the Conservancy of Southwest Florida discussing legislative proposals regarding oil and gas for the current legislative session. The following is the joint statement issued on behalf of both organizations. The consensus document is attached.

“Collier Resources and the Conservancy of Southwest Florida have outlined points of consensus between our respective organizations with regards to improving and updating oil laws and regulations in Florida. While we understand that there may be other differences or additional changes that each organization may advocate for, we believe this outlines fundamental improvements which both industry and environmental groups agree should be incorporated in any oil legislative proposal that advances this legislative session.”

We welcome this dialog with The Conservancy and are optimistic that it provides a forum for future discussions to enhance our communities' understanding of oil and gas exploration and production in Southwest Florida. If you have any questions or comments, please contact me at 403-6805.

Sincerely,

Tom Jones
Sr. Vice President

Cc:
Commissioner Donna Fiala
Commissioner Georgia Hiller, Esq.
Commissioner Penny Taylor
Commissioner Tom Henning
County Manager Leo Ochs, Jr.



Collier Resources Company and Conservancy of Southwest Florida Points of Consensus on Updating Oil Laws and Regulations

For the purposes of this document, well stimulation is defined as the injection of chemicals to increase permeability in drilled wells.

Collier Resources and the Conservancy of Southwest Florida express their mutual support for incorporating the following items into updated oil and gas legislation in the 2015 legislative session.

- Require disclosure of chemicals used in well stimulation to FDEP and the provision of well stimulation chemical safety information to local governments, medical personnel and emergency responders.
- Grant FDEP the authority to deny permits based on operator history and previous violations which FDEP finds to be substantive
- Grant FDEP reasonable access to all well sites at any time necessary to fulfill their regulatory responsibilities.
- Require FDEP inspector on-site during key drilling and well stimulation activities
- Provide FDEP inspectors the legal authority to stop any unsafe activity on all well sites
- Require local governments be notified and copied on applications for oil and gas exploration and production wells within its jurisdiction
- Require increased fines for violations relating to oil and gas permits
- Require increased individual bonds for oil and gas permits
- Require the submission of additional well records such as pressure logs and documents demonstrating well integrity