## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 179

Session of 1995

INTRODUCED BY LLOYD, ITKIN, HERSHEY, HALUSKA, CIVERA, TIGUE, LAUGHLIN, M. COHEN, McCALL, PESCI, DALEY, TRELLO, BELARDI AND PETRONE, JANUARY 23, 1995

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, JANUARY 23, 1995

## AN ACT

Amending the act of December 19, 1984 (P.L.1140, No.223), entitled "An act relating to the development of oil and gas 2 3 and coal; imposing duties and powers on the Department of Environmental Resources; imposing notification requirements 5 to protect landowners; and providing for definitions, for 6 various requirements to regulate the drilling and operation 7 of oil and gas wells, for gas storage reservoirs, for various 8 reporting requirements, including certain requirements concerning the operation of coal mines, for well permits, for 9 10 well registration, for distance requirements, for well casing 11 requirements, for safety device requirements, for storage 12 reservoir obligations, for well bonding requirements, for a 13 Well Plugging Restricted Revenue Account to enforce oil and 14 gas well plugging requirements, for the creation of an Oil and Gas Technical Advisory Board, for oil and gas well 15 inspections, for enforcement and for penalties," providing 16 17 for accounting of oil or gas production. The General Assembly of the Commonwealth of Pennsylvania 18 19 hereby enacts as follows: 20 Section 1. The act of December 19, 1984 (P.L.1140, No.223), 21 known as the Oil and Gas Act, is amended by adding a section to 22 read: 23 Section 217. Responsibility of well operator to provide

accurate accounting.

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- 1 (a) A well operator shall provide each person who has
- 2 <u>leased</u>, sold or otherwise conveyed to the well operator the
- 3 right to remove or recover oil or gas from real property with a
- 4 statement which shall accompany each payment to such person and
- 5 which shall specify the production from that property for the
- 6 period covered by the payment.
- 7 (b) Upon the written request of a person who has leased,
- 8 sold or otherwise conveyed to the well operator the right to
- 9 remove or recover oil or gas from real property, and in the
- 10 presence of the well operator and such person, if either so
- 11 desires, the department shall inspect, or cause to be inspected,
- 12 for accuracy any meter used by the well operator to measure the
- 13 production from the property in question. The well operator
- 14 shall replace or repair such meter within a reasonable time if
- 15 the department determines that the meter is not accurate within
- 16 commercially reasonable limits of accuracy. An inspection fee
- 17 shall be charged, in accordance with a fee schedule established
- 18 by department regulations, to the person requesting the
- 19 <u>inspection</u>, except that such fee shall be charged to the well
- 20 operator if the department determines that the meter is not
- 21 <u>accurate within commercially reasonable limits.</u>
- 22 (c) The department shall promulgate such rules and
- 23 regulations as are necessary to carry out the provisions of this
- 24 section.
- 25 Section 2. This act shall take effect in 60 days.