THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 895

Session of 2011

INTRODUCED BY PICKETT, CALTAGIRONE, CARROLL, D. COSTA, DENLINGER, EVERETT, GEORGE, GINGRICH, GOODMAN, GROVE, HANNA, HARHART, HEFFLEY, JOHNSON, KULA, LONGIETTI, MAJOR, MARSHALL, METZGAR, MILLARD, MILLER, MOUL, MURPHY, PEIFER, REICHLEY, SCHRODER, SONNEY, SWANGER, VULAKOVICH, WAGNER, WATSON AND WHITE, MARCH 2, 2011

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, MARCH 2, 2011

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 and coal; imposing duties and powers on the Department of 3 Environmental Resources; imposing notification requirements to protect landowners; and providing for definitions, for various requirements to regulate the drilling and operation 6 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 well registration, for distance requirements, for well casing 10 requirements, for safety device requirements, for storage 11 reservoir obligations, for well bonding requirements, for a 12 13 Well Plugging Restricted Revenue Account to enforce oil and gas well plugging requirements, for the creation of an Oil 14 and Gas Technical Advisory Board, for oil and gas well 15 inspections, for enforcement and for penalties," in 16 preliminary provisions, further providing for definitions; 17 and, in general requirements, further providing for 18 19 protection of water supplies. 20 The General Assembly of the Commonwealth of Pennsylvania 21 hereby enacts as follows: 22 Section 1. Section 103 of the act of December 19, 1984

(P.L.1140, No.223), known as the Oil and Gas Act, is amended by

24 adding a definition to read:

2.3

- 1 Section 103. Definitions.
- 2 The following words and phrases when used in this act shall
- 3 have the meanings given to them in this section unless the
- 4 context clearly indicates otherwise:
- 5 * * *
- 6 <u>"Unconventional well." A bore hole drilled or being drilled</u>
- 7 for the purpose of or to be used for producing oil or gas from a
- 8 <u>geologic formation existing below the base of the Elk Sandstone</u>
- 9 <u>or its geologic equivalent stratigraphic interval where oil or</u>
- 10 gas generally cannot be produced at economic flow rates or in
- 11 <u>economic volumes except by wells stimulated by hydraulic</u>
- 12 <u>fracture treatments</u>, a horizontal well bore or by using
- 13 multilateral well bores or other techniques to expose more of
- 14 the formation of the well bore.
- 15 * * *
- 16 Section 2. Section 208(d) of the act is amended and the
- 17 section is amended by adding subsections to read:
- 18 Section 208. Protection of water supplies.
- 19 * * *
- 20 (c.1) In the instance where the well is an unconventional
- 21 well, unless rebutted by one of the five defenses established in
- 22 subsection (d), it shall be presumed that a well operator is
- 23 responsible for the pollution of a water supply that is within
- 24 2,500 feet of the oil or gas well, where the pollution occurred
- 25 within 24 months after the completion of drilling or alteration
- 26 of such well.
- 27 (d) In order to rebut the presumption of liability
- 28 established in subsection (c), the well operator must
- 29 affirmatively prove one of the following five defenses:
- 30 (1) The pollution existed prior to the drilling or

- alteration activity as determined by a predrilling or prealteration survey.
- 3 (2) The landowner or water purveyor refused to allow the 4 operator access to conduct a predrilling or prealteration 5 survey.
 - (3) The water supply is not within 1,000 feet of the well or, in the case of an unconventional well, not within 2,500 feet of the well.
 - (4) The pollution occurred more than six months after completion of drilling or alteration activities or, in the case of an unconventional well, the pollution occurred more than 24 months after the completion of drilling or alteration activities.
- 14 (5) The pollution occurred as the result of some cause 15 other than the drilling or alteration activity.
- 16 * * *

6

7

8

9

10

11

12

13

- 17 (e.1) (1) At least 30 days prior to commencing a well

 18 drilling operation, the unconventional well operator shall

 19 survey, sample and analyze the quality and flow of water from

 20 any wells, springs or other water sources located within
- 21 <u>2,500 feet of the proposed oil or gas well. The water well,</u>
- 22 <u>spring or other water source to be tested shall be a supply</u>
- 23 <u>that is utilized by a landowner or water purveyor for human</u>
- 24 <u>consumption</u>, <u>domestic animals or other general use</u>.
- 25 (2) The unconventional well operator shall utilize a
 26 laboratory approved by the department to perform the water
 27 supply analysis.
- 28 (3) The unconventional well operator shall within five
 29 days of receipt of the test results provide this information
 30 in writing to the landowner or water purveyor.

1 (4) In the event the landowner or water purveyor rejects 2 the offer to have the water supply tested or denies access to the landowner's or water purveyor's property for the test to 3 be conducted, the unconventional well operator shall not be 4 5 required to meet the provisions of this subsection. (5) The performance or excused performance of a water 6 supply test under this subsection shall in no way prohibit 7 the unconventional well operator from commencing drilling 8 9 operations, provided the appropriate permit approvals are 10 obtained. (e.2) (1) Upon the completion of drilling activities and 11 12 for a period of 24 months thereafter, the unconventional well 13 operator, upon written request of the landowner or water 14 purveyor, shall conduct a follow-up survey and analysis of the quality and flow of water from any wells, springs or 15 16 other water sources initially tested by the well operator 17 under subsection (e.1). The unconventional well operator 18 shall not be required to conduct such follow-up test more 19 than once in a 12-month period. The unconventional well 20 operator's duty to conduct follow-up testing shall end 24 21 months after the completion of drilling activities. 22 (2) The unconventional well operator shall provide written notice to the landowner or water purveyor of the 23 24 right to request follow-up tests. 25 (3) The unconventional well operator shall obtain and 26 analyze the water samples in accordance with methods 27 established by the department. All follow-up tests shall be 28 conducted by a laboratory certified by the department to 29 perform such testing. (4) The unconventional well operator shall, within five 30

- 1 days of receipt of the test results, provide this information
- 2 <u>in writing to the landowner or water purveyor.</u>
- 3 (5) In the event the landowner or water purveyor rejects
- 4 <u>the offer to have a follow-up water supply test or denies</u>
- 5 <u>access to the landowner's or water purveyor's property for</u>
- the test to be conducted, the unconventional well operator
- 7 <u>shall not be required to meet the provisions of this</u>
- 8 <u>subsection</u>.
- 9 (6) The performance or excused performance of a follow-
- 10 <u>up water supply test under this subsection shall in no way</u>
- prohibit the unconventional well operator from proceeding
- with a drilling operation, provided the appropriate permit
- 13 <u>approvals are obtained.</u>
- 14 * * *
- 15 Section 2. This act shall take effect in 60 days.