THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1145 Session of 2015

INTRODUCED BY YAW, RESCHENTHALER, BARTOLOTTA, YUDICHAK, WHITE, ALLOWAY, HUTCHINSON, VULAKOVICH AND WARD, MARCH 4, 2016

REFERRED TO ENVIRONMENTAL RESOURCES AND ENERGY, MARCH 4, 2016

AN ACT

- Amending the act of July 25, 1961 (P.L.825, No.359), entitled 2 "An act defining and prohibiting waste in the production of 3 oil and gas; defining the powers and duties of the Oil and Gas Conservation Commission and the Oil and Gas Division of the Department of Mines and Mineral Industries with respect 5 6 to the prevention of waste in the production of oil and gas 7 from certain geological horizons; the protection of 8 correlative rights; the spacing of well drilling operations; 9 the unitization of lands and horizons for the purpose of 10 regulating well spacing; providing for the enforcement of this act; and the issuance of rules, regulations and orders 11 12 prescribing the rights, obligations and duties of owners and 13 operators of interests in lands and leasehold interests 14 therein with respect to the drilling of oil and gas wells 15 thereon; providing for hearings and the procedures to be 16 followed therein; imposing duties upon the courts; providing 17 methods for the enforcement of the provisions of this act, limiting all the provisions hereof to certain geological 18 19 horizons; imposing penalties and making an appropriation," 20 further providing for applicability, exclusions and 21 construction. 22 The General Assembly of the Commonwealth of Pennsylvania 23 hereby enacts as follows: 24 Section 1. Section 3(b) of the act of July 25, 1961 25 (P.L.825, No.359), known as the Oil and Gas Conservation Law, is 2.6 amended to read:
- 27 Section 3. Applicability; Exclusions; Construction. -- * * *

- 1 (b) This act shall not apply to or affect--
- 2 (1) Any well or wells which do not penetrate the Onondaga
- 3 horizon, or in those areas in which the Onondaga horizon is
- 4 nearer to the surface than thirty-eight hundred feet, any well
- 5 or wells which do not exceed a depth of thirty-eight hundred
- 6 feet beneath the surface[.] or any well or wells that
- 7 <u>unintentionally penetrate the Onondaga horizon and do not</u>
- 8 <u>intentionally produce oil or gas from the Onondaga horizon.</u> For
- 9 the purposes of this act, the question whether a pool is covered
- 10 by the act shall be determined by the depth of the producing
- 11 interval in the discovery well in such pool, and if such
- 12 producing interval is covered by the act, then all wells drilled
- 13 to such pool shall be covered by this act, even though some of
- 14 the wells in the pool, if considered alone, would not be covered
- 15 by the act.
- 16 (2) Any well or wells of whatever depth commenced prior to
- 17 the effective date of this act, except such wells previously
- 18 completed in strata above the Onondaga horizon, but subsequent
- 19 to the effective date of this act drilled deeper than the
- 20 Onondaga horizon, or three thousand eight hundred feet,
- 21 whichever is deeper, provided that such wells may be considered
- 22 in spacing and pooling orders entered by the commission.
- 23 (3) Any well or wells drilled to inject gas into or withdraw
- 24 gas from gas storage reservoir.
- 25 * * *
- 26 Section 2. This act shall take effect in 60 days.