

## AN ACT

1 Amending the act of July 20, 1979 (P.L.183, No.60), entitled "An  
2 act regulating the terms and conditions of certain leases  
3 regarding natural gas and oil," further providing for  
4 definitions.

5 The General Assembly of the Commonwealth of Pennsylvania  
6 hereby enacts as follows:

7 Section 1. Section 1.2 of the act of July 20, 1979 (P.L.183,  
8 No.60), known as the Oil and Gas Lease Act, is amended by adding  
9 definitions to read:

10 Section 1.2. Definitions.

11 The following words and phrases when used in this act shall  
12 have the meanings given to them in this section unless the  
13 context clearly indicates otherwise:

14 \* \* \*

15 "Royalty." A lessor's ownership interest in the oil, natural  
16 gas or gas of any other designation produced from below a  
17 specific tract of real property, which interest is valued at the  
18 wellhead free of expenses of production and transportation.

1       "Wellhead." The point at which oil, natural gas or gas of  
2 any other designation reaches the ground surface or departs from  
3 the subject real property for which a lease or other such  
4 agreement conveys from the lessor to the lessee the right to  
5 remove or recover oil, natural gas or gas of any other  
6 designation.

7       Section 2. This act shall take effect immediately.