AN ACT

1 Amending Title 58 (Oil and Gas) of the Pennsylvania Consolidated
2 Statutes, in development, further providing for well permits.
3 The General Assembly of the Commonwealth of Pennsylvania
4 hereby enacts as follows:
5 Section 1. Section 3211 of Title 58 of the Pennsylvania
6 Consolidated Statutes is amended by adding a subsection to read:
7 § 3211. Well permits.
8 * * *
9 (n) Cross unit drilling.--If an operator has the right to
10 drill an oil and gas well on separate leases or units, the
11 operator may drill and produce a well that traverses, by
12 horizontal drilling, more than one lease or unit, if the
13 operator reasonably allocates production from the well among the
14 leases or units and the traversing well is not expressly
15 prohibited by the terms of a lease. Nothing in this section
16 shall authorize a producer to drill or produce natural gas that
17 is not subject to a valid lease and royalty agreement with a
1 landowner.
2 Section 2. This act shall take effect in 60 days.