THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2319 Session of 2015

INTRODUCED BY DUSH, GROVE AND MILLARD, SEPTEMBER 9, 2016

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, SEPTEMBER 9, 2016

AN ACT

- 1 Amending the act of July 20, 1979 (P.L.183, No.60), entitled "An
- act regulating the terms and conditions of certain leases
- 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.
- 19 "Wellhead." The point at which oil, natural gas or gas of

- 1 any other designation reaches the ground surface or departs from
- 2 the subject real property for which a lease or other such
- 3 agreement conveys from the lessor to the lessee the right to
- 4 remove or recover oil, natural gas or gas of any other
- 5 designation.
- 6 Section 2. This act shall take effect immediately.