## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL No. 540 Session of 2013

INTRODUCED BY LEACH, GREENLEAF, FONTANA, TEPLITZ, HUGHES, WASHINGTON, FERLO AND TARTAGLIONE, FEBRUARY 21, 2013

REFERRED TO ENVIRONMENTAL RESOURCES AND ENERGY, FEBRUARY 21, 2013

## AN ACT

1 2 3 4 5	Providing for a moratorium on leasing State forest lands for the purposes of natural gas exploration, drilling or production; imposing duties on the Department of Conservation and Natural Resources; and providing for report contents and for Legislative Budget and Finance Committee study.
6	The General Assembly of the Commonwealth of Pennsylvania
7	hereby enacts as follows:
8	Section 1. Short title.
9	This act shall be known and may be cited as the State Forest
10	Natural Gas Lease Moratorium Act.
11	Section 2. Moratorium.
12	(a) EstablishmentNotwithstanding any other provision of
13	law, a moratorium is established during which State forest lands
14	may not be leased for the purposes of natural gas exploration,
15	drilling or production.
16	(b) ExpirationThe moratorium in subsection (a) shall
17	expire three years after this act takes effect.
18	Section 3. Duties of department.
19	(a) Monitor and assessThe Department of Conservation and

Natural Resources shall monitor and assess the impact of the leases granted for the purposes of natural gas exploration, drilling or production on State forest lands that took effect prior to and during the moratorium imposed in section 2(a). The Department of Conservation and Natural Resources shall continue to monitor and assess after the moratorium expires under section 2 (b).

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(b) Comprehensive Environmental Impact Review.--

9 (1) The Department of Conservation and Natural Resources 10 shall prepare a Comprehensive Environmental Impact Review 11 (CEIR) within two years after the start date of the 12 moratorium. The scope of the CEIR shall include the 13 following:

14 (i) An assessment of the potential impacts related 15 to development of Marcellus gas utilizing alternative 16 development projections. One of these projections shall 17 address the maximum possible development on State forest 18 lands of all current leased acreage and other State 19 forest lands where Marcellus gas is not owned by the 20 Commonwealth. The development projections shall include 21 the potential for shallow gas drilling.

(ii) An assessment of the potential impacts for each
development projection on the forest ecosystem, forest
uses and forest users. This assessment shall include an
identification of possible problems that are associated
with noncompliance of environmental regulations,
nonconformance with lease requirements, accidents and
related problems.

29 (iii) The CEIR shall identify and evaluate the
 30 impacts for each development scenario related to

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exploration, pad development, drilling operations, road and bridge development, collection and transmission lines, compression facilities, treatment plants, waste disposal, water withdrawals and other associated development. The scope of this evaluation shall include impacts on State forest lands and private landowners and communities.

8 (iv) For those State forest lands where the 9 Marcellus gas is not owned by the Commonwealth, the CEIR 10 shall identify the specific controls in place to protect 11 these State forest lands and compare these with the 12 conservation provisions contained in the Department of 13 Conservation and Natural Resources' leases.

(v) The CEIR will identify those lands proximate to
State forest land where Marcellus gas development by
other entities has the potential to impact the State
forest. Potential impacts will be identified including
vehicular use and rights-of-way for roads, pipelines and
related development.

20 The CEIR shall identify the Department of (vi) Conservation and Natural Resources workload associated 21 22 with administration and development of Marcellus gas for 23 each development scenario. A workload baseline shall be 24 established for fiscal year 2009-2010 that identifies the 25 workload allocation within the Bureau of Forestry and 26 shall include staffing assigned to existing 27 responsibilities such as forest fire protection, forest 28 health, timber management, recreation, water supply, deer 29 management and oil and gas development. Marcellus staffing shall be addressed separately. 30

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1 (2) The Marcellus workload assessment shall project the 2 Marcellus workload over the next ten years and identify how 3 this workload will be carried out and staffing options, which include flat or reduced staffing levels. Each of these 4 5 options will be compared to the staffing baseline in 6 paragraph (1) (vi) and describe the likely impacts of the 7 Marcellus development scenarios on staffing levels related to 8 other State forest responsibilities.

9 (3) The Department of Environmental Protection shall 10 provide to the Department of Conservation and Natural 11 Resources a workload analysis with projections regarding 12 inspection and enforcement staff time that will be allotted 13 to assure environmental compliance on State forest lands 14 under each of the Marcellus development scenarios. New 15 staffing needs will be identified.

16 (4) The proposed scope and content of the CEIR will be
17 subject to review and comment by the public for 60 days prior
18 to initiation of the work to prepare the report.

19 (c) Report.--Beginning two years after the effective date of 20 this act, the Department of Conservation and Natural Resources 21 shall submit an annual report to the General Assembly and the 22 Governor regarding the effect of natural gas exploration, 23 drilling or production on State forest lands. The Department of 24 Conservation and Natural Resources shall continue to submit the 25 annual report after the moratorium expires under section 2(b). 26 Section 4. Report contents.

The contents of the report required under section 3(c), shall include, but not be limited to, the effect of natural gas exploration, drilling or production on State forest lands on the following:

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1 (1) Water and soil quality.	
2 (2) Forest fragmentation.	
3 (3) Plants, wildlife, habitats and invasive species.	
4 (4) Air quality.	
5 (5) Social fabric, including, but not limited to:	
6 (i) Tourism.	
7 (ii) Recreation.	
8 (iii) Hunting.	
9 (iv) Fishing.	
10 (v) Community aesthetics.	
11 (vi) Quality of life.	
12 (6) The staffing needs of the Department of Conservation	1
13 and Natural Resources regarding the monitoring, assessment	
14 and regulation of natural gas exploration, drilling or	
15 production on State forest lands.	
16 Section 5. Legislative Budget and Finance Committee study	
17 relating to Marcellus gas development.	
18 (a) General ruleThree years after the effective date of	
19 this act and following the completion of the Department of	
20 Conservation and Natural Resources' Comprehensive Environmental	
21 Impact Review (CEIR), the Legislative Budget and Finance	
22 Committee shall conduct a study regarding the environmental,	
23 economic and societal impacts of the leasing of State lands for	
24 Marcellus development in this Commonwealth. The Legislative	
25 Budget and Finance Committee shall use the CEIR as a basis for	
26 its environmental study but may also conduct further	
27 investigation and utilize other sources of data for its study.	
28 (b) Contents of studyThe study shall, at a minimum,	
29 analyze the following:	
30 (1) The separate environmental, economic and societal	
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impacts to both the Commonwealth and its citizens resulting
 from Marcellus development on State lands.

3 (2) The overall cumulative impact on this Commonwealth 4 and its citizens resulting from the Marcellus development 5 that has already taken place on State lands.

6 (3) Based on the impacts of Marcellus development that 7 has taken place, a projection of the environmental, economic 8 and societal impacts that will result from Marcellus 9 development of all the existing leases of State land for 10 Marcellus development.

11 (4) The specific impacts on communities and citizens 12 living in close proximity to State land that has been 13 developed.

14 (5) The impact of Marcellus development on various State
15 land user communities such as hunters, fishers, hikers,
16 mountain bikers, campers, all terrain vehicle users,
17 snowmobilers, boaters, horse riders and general visitors.

(6) Whether the terms of the leases for State land
should be modified to mitigate any identified environmental
or societal impacts or maximize economic benefits to this
Commonwealth and its citizens.

(7) Whether the Department of Environmental Protection, the Department of Conservation and Natural Resources, the Game Commission, Fish and Boat Commission and other State agencies have sufficient resources and personnel to effectively oversee and regulate Marcellus development on leased State land.

28 Section 6. Post-moratorium leasing.

29 The Department of Conservation and Natural Resources may not 30 offer State forest land for lease for the purposes of natural

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gas exploration, drilling or production once the moratorium expires unless it, in its sole discretion, determines the State forest can be sustained in a balanced state that preserves water and air quality, plant and animal habitats and the multiple ecosystems, recreational, social and aesthetic values of the forest with the proposed lease.

7 Section 20. Effective date.

8 This act shall take effect immediately.