THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 279

Session of 2015

INTRODUCED BY HUTCHINSON, SCARNATI, AUMENT, STEFANO, WARD, WHITE, VOGEL AND VULAKOVICH, JANUARY 16, 2015

REFERRED TO ENVIRONMENTAL RESOURCES AND ENERGY, JANUARY 16, 2015

AN ACT

- 1 Establishing the Pennsylvania Grade Crude Development Advisory
- 2 Council; and providing for duties of the Pennsylvania Grade
- 3 Crude Development Advisory Council and the Department of
- 4 Environmental Protection and for administrative support.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Short title.
- 8 This act shall be known and may be cited as the Pennsylvania
- 9 Grade Crude Development Advisory Council Act.
- 10 Section 2. Definitions.
- 11 The following words and phrases when used in this act shall
- 12 have the meanings given to them in the section unless the
- 13 context clearly indicates otherwise:
- "Council." The Pennsylvania Grade Crude Development Advisory
- 15 Council.
- 16 "Department." The Department of Environmental Protection of
- 17 the Commonwealth.
- 18 Section 3. Pennsylvania Grade Crude Development Advisory
- 19 Council.

- 1 (a) Establishment.--There is established the Pennsylvania
- 2 Grade Crude Development Advisory Council.
- 3 (b) Composition.--The council shall consist of the following
- 4 members:
- 5 (1) The Secretary of Community and Economic Development
- or the secretary's designee.
- 7 (2) The Secretary of Environmental Protection or the
- 8 secretary's designee.
- 9 (3) One member of the Senate appointed by the President
- 10 pro tempore of the Senate.
- 11 (4) One member of the Senate appointed by the Minority
- 12 Leader of the Senate.
- 13 (5) One member of the House of Representatives appointed
- by the Speaker of the House of Representatives.
- 15 (6) One member of the House of Representatives appointed
- by the Minority Leader of the House of Representatives.
- 17 (7) The following members appointed by the Governor:
- 18 (i) Two representatives of the Pennsylvania
- 19 Independent Petroleum Producers.
- 20 (ii) Two representatives of the Pennsylvania
- 21 Independent Oil and Gas Association.
- 22 (iii) Two representatives of the Pennsylvania Grade
- 23 Crude Oil Coalition.
- 24 (iv) Two representatives of refineries of
- 25 Pennsylvania grade crude oil.
- 26 (v) One representative of a nonprofit corporation,
- which has the purpose of promoting the history and
- economic benefits of the conventional oil and gas
- industry in this Commonwealth.
- 30 (vi) One representative of academia who is a

- geologist with an expertise in petroleum geology.
- 2 (vii) One representative of academia who is a
- 3 hydrologist.
- 4 (c) Chairperson. -- The council shall elect a chairperson from
- 5 among its members.
- 6 (d) Meetings.--The council shall meet upon the call of the
- 7 chairperson, but not less than semiannually. A simple majority
- 8 of the members shall constitute a quorum.
- 9 (e) Terms.--
- 10 (1) Except as set forth in paragraph (2), the
- 11 legislative members of the council shall serve two-year terms
- 12 commencing with the first Tuesday in January of odd-numbered
- 13 years and may be reappointed upon reelection to office.
- 14 (2) Of the initial members appointed by the President
- pro tempore of the Senate, the Minority Leader of the Senate,
- the Speaker of the House of Representatives and the Minority
- 17 Leader of the House of Representatives, members shall serve
- 18 until the first Tuesday in January of the first odd-numbered
- 19 year after the end of the year during which this section
- takes effect.
- 21 (3) Of the initial members appointed by the Governor:
- 22 (i) Four members shall serve initial terms of one
- year.
- 24 (ii) Four members shall serve initial terms of two
- vears.
- 26 (iii) Three members shall serve initial terms of
- three years.
- 28 (4) After the initial terms, individuals appointed by
- 29 the Governor shall serve for a term of three years.
- 30 (5) Individuals appointed by the Governor may be

- 1 appointed to successive terms.
- 2 (f) Vacancies. -- Vacancies shall be filled for the remainder
- 3 of an unexpired term in the same manner as original
- 4 appointments. A member, upon expiration of the term, shall
- 5 continue to hold office until a successor is appointed.
- 6 (g) Quorum. -- A majority of the membership of the council
- 7 shall constitute a quorum for the transaction of business.
- 8 Action may be taken on a matter before the council by a majority
- 9 vote of the full membership of the council.
- 10 (h) Compensation. -- Council members may not receive
- 11 compensation for their services, but shall be reimbursed for all
- 12 necessary travel and other reasonable expenses incurred in
- 13 connection with the performance of their duties as members.
- 14 Section 4. Duties of council.
- 15 (a) Duties. -- The council shall:
- 16 (1) Examine and make recommendations regarding existing
- technical regulations promulgated under 58 Pa.C.S. (relating
- 18 to oil and gas) and policies implemented by the department
- that impact the conventional oil and gas industry of this
- 20 Commonwealth.
- 21 (2) Explore the development of a regulatory scheme that
- 22 provides for environmental oversight and enforcement
- 23 specifically applicable to the conventional oil and gas
- 24 industry.
- 25 (3) Promote the long-term viability of the conventional
- oil and gas industry.
- 27 (4) Assist the Secretary of Environmental Protection
- with and provide written comments on new departmental policy
- 29 that will impact the conventional oil and gas industry of
- 30 this Commonwealth, including economic consequences.

- 1 (5) Review and comment on the formulation and drafting 2 of all technical regulations proposed under 58 Pa.C.S.
- 3 (6) Provide institutional support for the conventional 4 oil and gas industry of this Commonwealth by ensuring 5 effective cooperation and communication among governmental 6 agencies and the academic and research community.
 - (7) Recommend appropriate measures relating to the promotion and development of the conventional oil and gas industry of this Commonwealth.
- 10 (8) Develop a plan to increase Pennsylvania grade crude
 11 oil production in an environmentally responsible way to more
 12 adequately supply the refineries which depend on Pennsylvania
 13 grade crude oil.
- 14 (9) Develop a joint working group with the department to
 15 explore and develop an environmentally responsible and
 16 economically viable production water management option.
- 17 (10) Perform other duties as necessary or appropriate to 18 effect the intent and purposes of this act.
- 19 (b) Report.--The council shall annually issue a report of 20 its activities and recommendations under subsection (a) to all 21 of the following:
- 22 (1) The Governor.
- 23 (2) The President pro tempore of the Senate.
- 24 (3) The Minority Leader of the Senate.
- 25 (4) The chairperson and minority chairperson of the 26 Environmental Resources and Energy Committee of the Senate.
- 27 (5) The Speaker of the House of Representatives.
- 28 (6) The Minority Leader of the House of Representatives.
- 29 (7) The chairperson and minority chairperson of the
- 30 Environmental Resources and Energy Committee of the House of

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- 1 Representatives.
- 2 Section 5. Duties of department.
- 3 The department shall have the following duties:
- 4 (1) To consult with the council on all policies and
- 5 technical regulations promulgated under 58 Pa.C.S. (relating
- 6 to oil and gas).
- 7 (2) To include any written comments of the council
- 8 received before the department's submission of a proposed
- 9 rulemaking package of technical regulations under 58 Pa.C.S.
- 10 to the Environmental Quality Board, as part of its submission
- 11 to the Environmental Quality Board.
- 12 (3) To provide technical assistance required by the
- 13 council to carry out its duties under this act.
- 14 Section 6. Administrative support.
- 15 The Department of Community and Economic Development shall
- 16 provide administrative support, office space and any other
- 17 technical assistance required by the council to carry out its
- 18 duties under this act.
- 19 Section 7. Effective date.
- This act shall take effect immediately.