HOUSE BILL No. 4070

January 22, 2013, Introduced by Rep. Foster and referred to the Committee on Energy and Technology.

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," (MCL 324.101 to 324.90106) by adding section 61525c.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 61525C. (1) NOTWITHSTANDING ANY OTHER PROVISION OF THIS
- 2 PART, BEFORE CONDUCTING HYDRAULIC FRACTURING AS PART OF AN
- 3 OPERATION PERMITTED UNDER THIS PART, A PERMITTEE SHALL COMPLY WITH
- 4 ALL OF THE FOLLOWING:
- 5 (A) THE PERMITTEE SHALL CONDUCT A WATER WITHDRAWAL EVALUATION
 - UTILIZING THE WATER WITHDRAWAL ASSESSMENT TOOL PURSUANT TO PART 327
 - UNLESS THE PERMITTEE HAS PREVIOUSLY CONDUCTED A WATER WITHDRAWAL
 - ASSESSMENT FOR THE SAME LOCATION WITH THE SAME ASSUMPTIONS. IF THE
- WATER WITHDRAWAL ASSESSMENT TOOL DETERMINES THAT THE PROPOSED
- 10 WITHDRAWAL IS A ZONE B WITHDRAWAL IN A COLD-TRANSITIONAL RIVER

- 1 SYSTEM, OR A ZONE C OR ZONE D WITHDRAWAL, THE PERMITTEE MAY SUBMIT
- 2 TO THE DEPARTMENT A REQUEST FOR A SITE-SPECIFIC REVIEW. IF THE
- 3 SITE-SPECIFIC REVIEW, OR THE WATER WITHDRAWAL ASSESSMENT TOOL IF A
- 4 SITE-SPECIFIC REVIEW IS NOT CONDUCTED, INDICATES THAT THE PROPOSED
- 5 WITHDRAWAL IS LIKELY TO CAUSE AN ADVERSE RESOURCE IMPACT, OR
- 6 DESIGNATES THE PROPOSED WITHDRAWAL AS A ZONE B WITHDRAWAL IN A
- 7 COLD-TRANSITIONAL RIVER SYSTEM OR A ZONE C OR A ZONE D WITHDRAWAL,
- 8 THE DEPARTMENT SHALL NOT PERMIT THE WITHDRAWAL AS PROPOSED.
- 9 (B) THE PERMITTEE SHALL CONDUCT WATER SAMPLING AND TESTING OF
- 10 GROUNDWATER SUPPLIES IN THE VICINITY OF THE HYDRAULIC FRACTURING
- 11 OPERATIONS AS REQUIRED BY THE DEPARTMENT TO ESTABLISH A BASELINE OF
- 12 THE WATER QUALITY OF THOSE GROUNDWATER SUPPLIES.
- 13 (C) IF 1 OR MORE FRESHWATER WELLS ARE PRESENT WITHIN 1,320
- 14 FEET OF A PROPOSED LARGE-VOLUME WATER WITHDRAWAL TO BE USED FOR
- 15 HYDRAULIC FRACTURING OPERATIONS, THE PERMITTEE SHALL INSTALL A
- 16 MONITOR WELL BETWEEN THE WATER WITHDRAWAL WELL OR WELLS AND THE
- 17 NEAREST FRESHWATER WELL. THE PERMITTEE SHALL MEASURE AND RECORD THE
- 18 WATER LEVEL IN THE MONITOR WELL DAILY DURING WATER WITHDRAWAL AND
- 19 WEEKLY THEREAFTER UNTIL THE WATER LEVEL STABILIZES. THE PERMITTEE
- 20 SHALL REPORT THE WATER LEVEL DATA WEEKLY TO THE DEPARTMENT IN THE
- 21 MANNER REQUIRED BY THE DEPARTMENT.
- 22 (D) THE PERMITTEE SHALL NOT ALLOW FRESHWATER PITS TO CAUSE
- 23 WASTE AND SHALL REMOVE THE FRESHWATER PITS WITHIN 60 DAYS AFTER THE
- 24 CONCLUSION OF WELL COMPLETION OPERATIONS. FRESHWATER PITS ARE
- 25 SUBJECT TO SOIL EROSION AND SEDIMENTATION CONTROL MEASURES UNDER
- 26 PART 91 AND THE DEPARTMENT MAY REQUIRE FENCING AROUND THE
- 27 FRESHWATER PITS.

- 1 (E) DURING HYDRAULIC FRACTURING OPERATIONS, THE PERMITTEE
- 2 SHALL MONITOR AND RECORD THE INJECTION PRESSURE AT THE SURFACE AND
- 3 THE ANNULUS PRESSURE BETWEEN THE INJECTION STRING AND THE NEXT
- 4 STRING OF CASING UNLESS THE ANNULUS IS CEMENTED TO SURFACE.
- 5 (F) AT LEAST 24 HOURS PRIOR TO BEGINNING HYDRAULIC FRACTURING
- 6 OPERATIONS, PROVIDE TO THE DEPARTMENT MATERIAL SAFETY DATA SHEETS
- 7 CONTAINING ALL CHEMICAL ADDITIVES TO BE USED IN THE HYDRAULIC
- 8 FRACTURING OPERATIONS. IF MATERIAL SAFETY DATA SHEETS ARE UPDATED,
- 9 THE UPDATED MATERIAL SAFETY DATA SHEETS SHALL BE PROVIDED TO THE
- 10 DEPARTMENT PRIOR TO BEGINNING HYDRAULIC FRACTURING OPERATIONS. THE
- 11 DEPARTMENT SHALL POST INFORMATION IN THE MATERIAL SAFETY DATA
- 12 SHEETS ON THE DEPARTMENT'S WEBSITE. HOWEVER, THE DEPARTMENT SHALL
- 13 NOT DISCLOSE PROPRIETARY FORMULAS OR TRADE SECRET CHEMICALS THAT
- 14 ARE EXEMPT FROM DISCLOSURE UNDER 42 USC 11042. THE INFORMATION THAT
- 15 THE DEPARTMENT SHALL NOT DISCLOSE UNDER THIS SUBDIVISION IS EXEMPT
- 16 FROM DISCLOSURE UNDER THE FREEDOM OF INFORMATION ACT, 1976 PA 442,
- 17 MCL 15.231 TO 15.246. NOTWITHSTANDING THE EXEMPTION FROM DISCLOSURE
- 18 UNDER THIS SUBDIVISION, THE DEPARTMENT OR THE PERMITTEE SHALL
- 19 DISCLOSE ALL INFORMATION RELATED TO CHEMICAL CONSTITUENTS IF A
- 20 MEDICAL EMERGENCY EXISTS AS PROVIDED FOR UNDER 42 USC 11043 OR IF
- 21 AN ENVIRONMENTAL EMERGENCY EXISTS, INCLUDING, BUT LIMITED TO, THE
- 22 PRESENCE OF CONTAMINANTS IN A GROUNDWATER SUPPLY ABOVE THE BASELINE
- 23 ESTABLISHED IN SUBDIVISION (B).
- 24 (G) WITHIN 60 DAYS AFTER THE CONCLUSION OF WELL COMPLETION
- 25 OPERATIONS FOR A HIGH-VOLUME HYDRAULIC FRACTURING WELL, THE
- 26 PERMITTEE SHALL PROVIDE ALL OF THE FOLLOWING TO THE DEPARTMENT,
- 27 WHICH THE DEPARTMENT SHALL POST ON THE DEPARTMENT'S WEBSITE, EXCEPT

- 1 FOR INFORMATION EXEMPT FROM DISCLOSURE UNDER SUBDIVISION (F):
- 2 (i) MATERIAL SAFETY DATA SHEETS FOR THE CHEMICAL ADDITIVES USED
- 3 AND THE VOLUME OF EACH CHEMICAL ADDITIVE USED.
- 4 (ii) HYDRAULIC FRACTURING RECORDS AND ASSOCIATED CHARTS SHOWING
- 5 HYDRAULIC FRACTURING VOLUMES, RATES, AND PRESSURES.
- 6 (iii) ANNULUS PRESSURES RECORDED DURING HYDRAULIC FRACTURING
- 7 OPERATIONS.
- 8 (iv) THE TOTAL VOLUME OF FLOWBACK FORMATION OR TREATMENT WATER,
- 9 OR BOTH, TO DATE AT THE TIME OF RECORD SUBMITTAL.
- 10 (v) OTHER INFORMATION OTHERWISE REQUIRED UNDER THIS PART,
- 11 RULES, OR ORDERS ISSUED UNDER THIS PART.
- 12 (2) THE DEPARTMENT SHALL WORK WITH THE DEPARTMENT OF STATE
- 13 POLICE EMERGENCY MANAGEMENT AND HOMELAND SECURITY DIVISION TO
- 14 ENSURE THAT THE MICHIGAN EMERGENCY MANAGEMENT PLAN ADEQUATELY
- 15 ADDRESSES HYDRAULIC FRACTURING OPERATIONS.
- 16 (3) AS USED IN THIS SECTION:
- 17 (A) "ADVERSE RESOURCE IMPACT", "COLD-TRANSITIONAL RIVER
- 18 SYSTEM", "SITE-SPECIFIC REVIEW", "WATER WITHDRAWAL ASSESSMENT
- 19 TOOL", "ZONE B WITHDRAWAL", "ZONE C WITHDRAWAL", AND "ZONE D
- 20 WITHDRAWAL" HAVE THE SAME MEANING AS IN PART 327.
- 21 (B) "HIGH-VOLUME HYDRAULIC FRACTURING WELL" MEANS A WELL THAT
- 22 IS INTENDED TO USE A TOTAL OF MORE THAN 100,000 GALLONS OF
- 23 HYDRAULIC FRACTURING FLUID.
- 24 (C) "HYDRAULIC FRACTURING" MEANS STIMULATING A WELL BY PUMPING
- 25 FLUID, WHICH MAY CONTAIN PROPPANTS, INTO A TARGET FORMATION TO
- 26 CREATE OR PROPAGATE ARTIFICIAL FRACTURES, OR ENHANCE NATURAL
- 27 FRACTURES, FOR THE PURPOSE OF IMPROVING THE DELIVERABILITY AND

- 1 PRODUCTION OF HYDROCARBONS.
- 2 (D) "LARGE-VOLUME WATER WITHDRAWAL" MEANS A WATER WITHDRAWAL
- 3 INTENDED TO PRODUCE A CUMULATIVE TOTAL OF OVER 100,000 GALLONS OF
- 4 WATER PER DAY WHEN AVERAGED OVER A CONSECUTIVE 30-DAY PERIOD.
- 5 (E) "MATERIAL SAFETY DATA SHEETS" MEANS MATERIAL SAFETY DATA
- 6 SHEETS AS DESCRIBED IN 42 USC 11021.
- 7 (F) "WELL COMPLETION OPERATIONS" MEANS WORK PERFORMED IN AN
- 8 OIL OR GAS WELL, OR BOTH, AFTER THE WELL HAS BEEN DRILLED TO ITS
- 9 PERMITTED DEPTH AND THE PRODUCTION STRING OF CASING HAS BEEN SET,
- 10 INCLUDING PERFORATING, ARTIFICIAL STIMULATION, AND PRODUCTION
- 11 TESTING.