1 AN ACT concerning regulation.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Illinois Oil and Gas Act is amended by adding Section 6.5 as follows:
- 6 (225 ILCS 725/6.5 new)

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- Sec. 6.5. Extraction of natural gas from shale using hydraulic fracturing.
- 9 (a) Each owner or operator that begins extracting natural gas from shale shall report to the Department the information 10 specified in subsections (b), (c), and (d) within 30 days after 11 hydraulic fracturing stimulation. The Director shall adopt 12 rules that require, prior to such hydraulic fracturing, the 13 14 owner or operator to perform a suitable mechanical integrity test of the casing or of the casing-tubing annulus or other 15 16 mechanical integrity test methods using procedures that are 17 established by administrative rule.
 - (b) The owner or operator shall provide geological names, a geological description, and the depth of the formation into which well stimulation fluids were injected.
- 21 <u>(c) The owner or operator shall provide detailed</u>
 22 <u>information to the Director concerning the base stimulation</u>
 23 fluid source. The owner, operator, or service company shall

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1	also provide to the Director, for each stage of the well
2	stimulation program, the following:
3	(1) each stimulation fluid identified by additive
4	type; and
5	(2) the chemical compound name and Chemical Abstracts
6	Service (CAS) number for each additive used.
7	(d) The owner or operator shall also provide a detailed
8	description of the well stimulation design, which shall
9	<u>include:</u>
10	(1) the surface treating pressure range;
11	(2) the maximum injection treating pressure; and
12	(3) the estimated or calculated fracture length and
13	fracture height.
14	(e) The Department shall post the information that it
15	receives under subsections (b), (c), and (d) on its Internet
16	website for a period of not less than 5 years.
17	(f) The injection of volatile organic compounds, such as
18	benzene, toluene, ethylbenzene, and xylene, also known as BTEX
19	compounds, or any petroleum distillates, into an underground
20	source of drinking water is prohibited without exception. The
21	proposed use of volatile organic compounds, such as benzene,
22	toluene, ethylbenzene, and xylene, also known as BTEX
23	compounds, or any petroleum distillates, for shale gas
24	extraction using hydraulic fracturing into hydrocarbon bearing
25	zones is only authorized with prior written approval of the

Director. Produced water containing trace amounts of naturally

1	occurring petroleum distillates may be used as a stimulation
2	fluid in hydrocarbon-bearing zones. Criteria for the
3	authorization shall be established by the Department by rule.
4	(g) In addition to any other information that it must
5	provide, the owner, operator, or service company shall provide
6	the Director the following post well stimulation detail:
7	(1) the actual total well stimulation treatment volume
8	pumped;
9	(2) detail as to each fluid stage pumped, including
10	actual volume by fluid stage, proppant rate or
11	concentration, actual chemical additive name and type;
12	(3) the actual surface pressure and rate at the end of
13	each fluid stage and the actual flush volume, rate, and
14	final pump pressure; and
15	(4) the instantaneous shut-in pressure, and the actual
16	15-minute and 30-minute shut-in pressures when these
17	pressure measurements are available.
18	(h) During the well stimulation operation, the owner or
19	operator shall monitor and record the annulus pressure at the
20	bradenhead. If intermediate casing has been set on the well
21	being stimulated, then the pressure in the annulus between the
22	intermediate casing and the production casing shall also be
23	monitored and recorded. A continuous record of the annulus
24	pressure during the well stimulation shall be submitted.
25	(i) If, during the stimulation, the annulus pressure
26	increases by more than 500 pounds per square inch gauge (psig)

- the pressure immediately preceding 1
- 2 stimulation, then the owner or operator shall verbally notify
- 3 the Director as soon as practical but no later than 24 hours
- 4 following the incident and must complete in a timely manner any
- 5 corrective action identified by the Department. The owner or
- operator shall include a report containing all details 6
- pertaining to the incident, including corrective actions 7
- 8 taken.
- 9 (j) The owner or operator shall provide information to the
- Director as to the amounts, handling, and, if necessary, 10
- 11 disposal at an identified appropriate disposal facility, or
- 12 reuse of the well stimulation fluid load recovered during flow
- 13 back, swabbing, or recovery from production facility vessels.
- 14 Storage of that fluid shall be protective of an underground
- source of drinking water as demonstrated by the use of either 15
- 16 tanks or lined pits.
- 17 (k) Nothing in this Section shall be construed to allow the
- Director to require the disclosure of trade secrets as defined 18
- 19 in the Illinois Trade Secrets Act.
- 20 (1) The Department shall adopt all rules necessary to
- 21 enforce this Section.
- 22 (m) This Section applies only to the extraction of natural
- 23 gas from shale.