1	SOLEBURY TOWNSHIP BOARD OF SUPERVISORS, PLANNING
2	COMMISSION & ENVIRONMENTAL ADVISORY COUNCIL
3	Fracking: Its Impact & Municipal Controls Over
4	original original
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6	Meeting held on June 8, 2015 at the Solebury
7	Township Building, Sugan Road, Solebury, Pennsylvania,
8	commencing at 7:00 p.m., prevailing time.
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10	
11	APPEARANCES
12	GRIM, BIEHN & THATCHER BY: JONATHAN J. REISS, ESQ.,
13	CURTIN & HEEFNER
14	BY: JORDAN B. YEAGER, ESQ.
15	CLEMONS, RICHTER & REISS BY: TERRY W. CLEMONS, ESQ.
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MR. COSDON: The issue has been the forefront of the conversation in the state for several years. The basin has not affected Southeast Pennsylvania and Solebury Township as a moratorium position.

Unless extended, this moratorium is due to expire in 2018. The state has mandated that hydraulic fracturing must be allowed within all townships as a permitted use. Solebury Township can not override this mandate.

In the original bill, fracturing companies were able to override the local zoning and operate wherever they choose to do so. Of course they need permission of the property owner.

Through the efforts of Jordan Yeager, this practice was overturned, and each township has the ability to identify where fracking would be permitted. And for that, Jordan, thank you.

Recently a homeowner in our township was approached by a company seeking a contract for gas rights on their property. The Board of Supervisors has identified fracking as an item that we want to address this year. Is it near

1 the top of items of our priority list.

We're meeting this evening to take the first steps to identify a permitted zone. If a moratorium is not extended, we will be prepared to put an ordinance in place.

The township Planning Commission will have the responsibility of drafting the ordinance with input and recommendations from our EAC. It will then be sent to the Board to review, the Board of Supervisors, and eventual action.

Tonight we have the privilege of having three attorneys present, Jordan Yeager, Terry Clemons and Jonathan Reiss. And they will present an overview of the situation. And as this is a work session, questions can be asked and answers, if available, can be given. I then like to introduce you to Jordan and Terry and Jonathan.

MR. REISS: Thank you. I think everyone has a copy of the outline we're going to try to follow tonight. Jordan is going to give us a previous history of fracking, pipelines and their impact on municipalities and

the history of Pennsylvania law regarding regulation of those activities.

Terry is going to tell us briefly about then preservation and what the township is doing in their easements regarding fracking. Then we'll try to sum things up and first probably take questions from the Supervisors, Planning Commission, and EAC since this is the purpose of the meeting tonight. If we have time left over, we'll try to address any questions from the public. Jordan, would you like to start?

MR. YEAGER: Sure.

MR. REISS: We have a court reporter tonight. The Board of Supervisors wanted a, rather than their general minutes, verbatim transcript of what occurred tonight. Because there's a court reporter here, she can only take down one person's comments or questions. So when one person is speaking, only one person can speak at a time. And just make sure she can hear you. Thank you.

MR. YEAGER: If I may. So thank you for having me here. You know, Solebury has been at the forefront of utilizing its land use

ordinance, it's utilizing its zoning ordinances to protect property values, protect the environment, protect public health and safety and welfare.

And what I'd like to do is go through an overview of what happens when we talk about unconventional shale gas development, give a little background on what we've understood about zoning, how that -- as it relates to gas development, how that changed with Act 13 in 2012, and what happened in the courts in a case we were involved in that was resolved at least in part by the supreme court of Pennsylvania in 2013. And then kind of circle back and talk about the general zoning considerations that Solebury and municipalities around the state have to face.

This is not going to be a scientific discussion. This is not -- we don't have time. It's really not the focus to get into all the details about the science and the risks associated with unconventional shale gas development.

We're really going to address this TRUE STENO SVCS., (215)589-4984

simply from the perspective of a land use. And it's important to remember that this is a land use just like all other land uses. And it means that as a municipality there are things you can do and certain things you can't do in exercising your authority. In doing that, you have to understand what the nature of the use is. So that's what we started with.

This is -- so I'm going to start with some pictures. This is what a shale gas development well site looks like. The typical well site development results in around five acres of additional impervious surface.

And most of that is made up of the well itself, which is what you see here. Then some of that is with the access roads. When you get into the broader development that comes with a well site, you have to look at primarily pipelines.

There are lines that run from the well site to a compressor station. And a compressor station is utilized to adjust the pressure of the gas, to get it to a broader set of pipelines, which will then take it ultimately to

a natural gas processing facility, then into an interstate pipeline. And they are building additional facilities and coastal locations so they can ship the gas oversees.

So this is another image of a site.

This is a site that has fracking going on. We talk about fracking as an overall term, talk about shale gas development. Fracking is really one part of the shale gas development process, but it's used as shorthand.

This is what it looks like when a well site is being fracked, and you can see the additional equipment that gets brought on.

These are all trucks that are bringing in chemicals, bringing in sand, and bringing in water to frack the well.

when the basic stages of development of a site, they first come in and clear the land. They turn it impervious, they create a pad site, then they set up the rig, and then they frack it. Then you'll see what it looks like later in the process.

Some sites are utilizing sound walls.

So this is a sense of what those sound walls

will look like. This is a typical image of the clearing that gets done for the transmission lines for the -- I'm sorry, for the gathering lines, the pipelines that gather the gas from the site and take it off site.

This is an image of a well with the -with the drill rig on it. And the upper portion
is an impoundment pit. Impoundment pits are
primarily used to store the waste that comes out
of the well.

So they -- they have a concoction of toxic chemicals that they mix with sand and water after they got the well drilled and cased. The casing is a concrete layer that is supposed to separate what's going down and up through the well from -- from the aquifer and from the rocks that are outside.

what they bring back up, if they bring back up what's called produced water, they bring back up some of the fracking chemicals. The produced water is the heavily salted water.

They're going down about a mile deep.

And so the water that's down there is not like the water we're used to when we drill a

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drinking well. It contains naturally occurring radio active material. And it's very, very salty. They put that in -- they -- whether you have a frack pond like that, that goes in there.

And then a lot of it will get shipped out from there in trucks under current regulations. They're ultimately allowed to bury what's left over in the fracked ponds on the site.

This is an image of a compressor station when it's being flared. So you can see the flare in the middle. A compressor station is generally a small little factory. When you look -- you know, we hear a lot about water issues with shale gas development.

There are significant air issues and ozone issues. And those are associated largely with compressor stations. And so that's another land use to be thinking about when you're thinking about the regulatory regime you want moving forward.

You're not just talking about the well site, you're also talking about how we regulate impoundments, because it's all put the

impoundments. They'll have group impoundments.
So a lot of different wells will use a
centralized impoundment and compressor stations
as well.

This is a natural gas processing facility. So there's really nothing that distinguishes this from any other industrial site that you can imagine. As you can see, it's quite large and has -- is a significant source of air.

So we have some before and after pictures in the Act 13 litigation. We were -- I serve as solicitor to Nockamixon Township and counsel to Delaware River Keeper Network in Yardley Borough, we joined with some municipalities of the western part of the state.

This is from Cecil Township, one of the municipalities we work with. This is an aerial image of pre-construction. And this is that same area once the impoundment was installed. That's a step farther out, kind of parallel to the before picture. So you can see the level of earth disturbance.

This is a drill site before the well TRUE STENO SVCS., (215)589-4984

site that was put in. And that's what it looks like after the well site has been developed.

And then here is a well site with an impoundment site right next door.

After the well has been fracked, it continued -- they ultimately take the rig away. It stays in a production phase. And so there's a lot -- there is a lot less equipment there. There's a lot less truck traffic.

Truck traffic on site is another thing that needs to be considered whether you're looking at locations in your municipality, where are the roads suitable for the amount of truck traffic. You're talking about thousands of trucks per site to bring the equipment on to bring the sand, the water and chemicals on as part of the process.

And so one of the biggest impacts that communities have faced has simply been with the roads. And it was really a lot of what propelled the discussion about impact fees was because communities didn't have the money to repair the roads that were being destroyed by the trucks.

variety of equipment that keeps the well in operation. It can last for 30 years. Sometimes they come back and re-frack the well. So they'll bring all the equipment back that you saw earlier and turn it back into a frack site. They can re-frack wells five times, six times.

There are also different formations that can be targeted. Now we're here we don't know for certain whether the formation that is contemplated for targeting will be productive.

So if they identify a productive formation, we really don't know what's going to come down the road. In western Pennsylvania we're redoing some work. They can target two or three different formations for each well. So they go back through the whole process from one site.

One site can also have multiple wells. Frequently you have up to six wells on a site. Each well takes a lateral, a horizontal line that goes out in different directions. The horizontal lines can go out currently generally about two miles.

And so they'll -- when you're -ultimately if you were going to be very
sophisticated about placement and there were
geologic studies that could tell you what areas
were most likely to have minerals that could be
mined, you would also conduct geologic studies
to determine that, or you would have the
industry conduct those studies. And you would
place the zones in an area where those resources
can be developed. If that's accepted, that's to
be accommodated.

At the beginning of the process, they
-- companies will do seismic tests. These are
what are called thumper trucks. And they are
exactly what they sound like, and the image kind
of gives you a sense.

They -- picture of multiple -- of a whole bunch of elements at once in a parade, all jumping up and down. And they get seismic waves. And they utilize that material, that information to make determinations about site location and details about how to construct the well.

A number of sites had experienced fires TRUE STENO SVCS., (215)589-4984

and blowouts. There was a fire within the last year in Green County. And for most of the times that they have a well blowout, they're looking to evacuate from a two-mile radius. And so that's part of what communities are considering is what do you have in that radius and making sure that you're siting in an area where you're going to minimize evacuation concerns if there is an explosion on site.

And that's the subject of some litigation we're involved in in Butler County where they want to put a well a half mile from a major school campus, three thousand students, elementary school, middle school, and a high school.

And they have changed their zoning to allow drilling in 90 percent of the township.

And the first well is going right next to the schools. This is just a slide that I borrowed from that case to give you a sense of the air emissions. 'Cause mostly we've been thinking about water. And air emissions are a significant concern.

The blue are nitric oxide. The red are

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particular matter, and hydraulic organic compounds are in the green. So the well site, and this is based on a study that the industry representative had done. And we fixed her charts because she had underestimated things that hadn't stacked each of the components that she was looking at.

So this is what you're looking at for a well site utilizing industry numbers. And these are all industrial sites, steel mills. And so we see that the nitric oxides that you're dealing with are significant from these sites. That doesn't get into the compressor stations.

So what chemicals are involved is something that folks are concerned about. Let me say that these issues I think are primarily being felt by communities that have open impoundments. The private well issues that people have experienced have primarily been from gas migration.

And so when you drill a hole a mile deep, you're creating a pathway. And geologists will tell you that it's impossible to get a perfect bond between the outer edge of the

casing and the rock in the earth. And there are naturally occurring fractures. And you got that pathway between with the outer edge of the casing and the rock. And that seems to be where most of the methane migration problems have been.

And when there are issues with -- there have been a lot of issues with impoundments leaking. And that's where these issues have come into play the most. So this is just from a House of Representative study on some of chemicals that are involved.

It is -- it is currently the case under federal law and under state law that drilling industry does not need to disclose all the constituents of fracked goods. They will identify things by proprietary names. And then you have to -- but then within those proprietary names, you can't get the information about what's included.

And in some other litigation that we haven't been involved in, the drilling companies have admitted they don't have any information.

It's trademarked, it's proprietary information

from the companies that supply it to them. They employ contractors. So they have said they can't disclose it. The number of the chemicals that are involved, particularly there are a number of benzenes are known cancer causing.

All right. So that's the bad news overview.

The -- so what does the regulatory framework for legal ordinances look like? Pre Act 13, and I'll talk about that in a minute, there was litigation that went up to state supreme court that looked at the Well and Gas Act as they have written previously prior to unconventional shale development even being considered.

And that statute, the oil and gas preemption language that said that the issues that are -- the operational issues that are addressed under state law are for the state. But that municipalities can utilize their zoning ordinances, ordinances under the Floodplain Management Act, Municipalities Planning Code.

There was litigation over two municipalities, and we participated, friend of the court brief from those cases as did Terry.

And the court said that under the old Oil and Gas Acts, municipalities could regulate where in the community drilling takes place, but not how the drilling is done.

So as it's been thought of, that means that you can't require different casing standards than the state requires. That's kind of the easiest example. So the more technical operational your ordinance looks, the more it looks like it's targeting gas drilling for operational regulations, the less it looks like a zoning ordinance, the more subject to challenge it was and it would be.

So this is -- this was a slide my daughter helped me with back when she was in like 5th grade and she was much better at slides. So this was one of these things that's not like another kind of quiz, so -- and 'cause remember for a zoning you're putting similar uses together, you're separating them for compatible uses.

So everybody recognizes this as a gas well. Is a gas well more like a house, more like a factory? And that's

the process that planners go through in identifying where in the community to zoning usage. You're going to put it with light uses. That's what municipalities were trying to do.

Act 13 came along. Industry very openly didn't like having to do to municipalities and face different standards, which is what every other industry has to do and had to do, but they really wanted uniformity. And they were successful in getting legislation that defined the change to Oil and Gas Act, defined oil and gas operations broadly, and required every municipality in the state to the allow oil and gas development activities in all zoning districts.

So if you have a resource protection district, an open space district, it didn't matter. But you had to allow oil and gas operations everywhere. For drilling, fracking, well site construction, every municipalities in the state was required to change their ordinances within 120 days to allow drilling, fracking to be permitted by right in every zoning district.

The only limitation really was a 500 foot setback in a residential district from existing buildings. Impoundments had to be permitted by right in every zoning district including agricultural. Compressor stations permitted by right in agricultural and industrial districts and permitted as a conditional use in all others.

On behalf of Delaware River Keeper
Network, Nockamixon Township, Yardley Borough,
and five municipalities in the western part of
the state, we brought a challenge to Act 13.
And that was filed in the Commonwealth Court.

And in July of 2012, so within about six months of -- the law was signed on Valentine's Day of 2012. Within about six months, the Commonwealth Court issued a decision striking it down, and I'll get into the logic of that. Then the supreme court affirmed that on different grounds, largely in December of 2013.

The lawyers in the case brought different arguments to the table. My principal argument contributions to the case was Act 13 violated the environmental rights in the state

constitution, which is unique in our country.

There's only a handful of states that have less
than a handful that have strong environmental
rights amendments.

But it declares that people have a right to a clean environment. And it declares that the Commonwealth and of all applicable subdivisions and agencies serve as trustee over Pennsylvania public natural resources, that the Pennsylvania natural resources have a common property of all people, including generations yet to come.

And that as trustee of these resources, the Commonwealth and again that had already been defined in laws meaning municipalities must, shall and conserve and maintain them for the benefits of all people.

So we said that by requiring municipalities to change their ordinances and allow drilling everywhere, it put municipal officials in the position where they had to violate their constitutional obligations. And so the law went too far, because it put municipal officials in that position.

Commonwealth Court didn't like that view, but fortunately like the view of one of my colleagues, which was that the law violated article one section one due process a property rights section of the state constitution.

We have often talked about property rights in a way that is critical; I want to do on my land what I want. The courts recognize that there is a reciprocity of rights. And if you can do on your land what you want as long as it doesn't injure my property. As a neighbor, I have property rights too.

And for zoning to be rational -- for zoning to be constitutional, it has to be rational. But for it to be rational, it has to be directed toward the community has a whole.

And it has to be based on planning and balancing community interests.

If you inject industrial uses in areas that weren't intended as industrial uses, and that people have invested money to buy their homes and raise a family in those areas or to build a business in those areas, you're undermining those reasonable expectations.

You're	making	the	zoning	irrational,	therefore,
it vio	lates du	ue pi	rocess.		

And that was the argument that the Commonwealth Court accepted. And that decision is good, it remains the law, rationality remains the law. And it's something that municipalities that are allowing the zoning — that are changing their zoning to allow it everywhere are facing challenges that they're doing the same thing that Act 13 did, because they're undermining the rationality of their zoning, and they're violating the reciprocal property rights that residents have. Does that make sense?

'Cause when I heard it, it didn't make any sense. But it does now. So the court found that Act 13 violated substantive due process.

We went up to the supreme court. The supreme court had four justices, six at the time because one had been indited.

So it was already in front of six justices. Four justices agreed that Act 13 was unconstitutional. Three agreed with my argument that it violated article and section 27 environmental rights amendment. And one justice

agreed with the Commonwealth Court and said that it violated substantive due process.

So majority opinion in terms of it being unconstitutional, but different approaches to why. None of the justices disagreed with the rationale of the others. So that fourth one didn't say anything bad about the environmental rights amendment. The three didn't say anything bad about the due process.

So there's a lot of question marks about how the courts will apply that going forward. Two of the justices who were -- there's a lot of math here, I apologize. Two of the three who agreed with the environmental rights analysis are now off the bench, one resigned because of inappropriate e-mails. And when one was forced off due to mandatory retirement.

So we're going to have three vacancies. Three justices are up this year again, so the court will be a new court come January. So I'm going to go through some of the key elements in the court decision.

The supreme court decision is the first

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environmental rights amendment to declare a law unconstitutional. So there's a lot of language in there about the fact that our environmental rights are stated in the declaration of rights section of our state constitution.

That means that -- that they are on the same level as your other political rights. So just like a municipality can't take action that would unduly limit your free speech rights or your right to bear arms or your property rights.

Likewise a municipality or any branch of government can't take action that would unduly infringe on your right to a clean and healthy environment.

And that means that if a municipality goes too far, the citizens can bring an action to remedy it. This notion of environmental rights being inherent rights, being infeasible like our other political rights, has really been the focus of a lot of attention around the country over the importance of the decision.

For our purposes, we look to the discussion in the court about the statewide

standards. Because this is part of how these issues are going to continue to play out.

To what extent is a municipality limited by what remains of Act 13 in what provisions you can act? And the court says that statewide standards are in effect are suspect. That because municipalities have an obligation to protect the right of their residents, municipalities have to be able to exercise the authority to do so.

And included in that is an obligation to protect the environmental rights of the local residents that are tailored to local conditions. So if you just say statewide all you need is a 500 feet setback or 300 foot setback from water or a building, and that doesn't account for the historic church we have over here or from the fragile aquifer that we have in this part of the township, that you're not considering all the --you're not taking in account all the considerations you need to to protect the citizens rights. And protection of the environment and aesthetic interest to keep our local government role and crucial to the

well-being of Pennsylvania residents.

This amendment, like the other amendments, the state constitution aren't of the grant of authority. So it doesn't mean that a municipality can go and do whatever it wants to protect the environment.

It's a limitation. So what you can't do is go and do anything you want in a way that would cause an unreasonable degradation of the environment. So looking at it as a limitation on what you can do is part of what makes it comparable to the limitations on free speech rights and property rights and all that.

So there's an obligation to refrain from unduly infringing on the citizens rights to a clean and healthy environment. The court looked to the nature, both this court, the supreme court and the -- and the majority decision from the Commonwealth Court look to the nature of these.

We spent time at the beginning looking at the land use here, said this is undeniably an industrial value. And that if you insert a new regime where you're going to permit industrial

uses as a matter of right in areas where it wasn't previously allowed, you're not meeting your obligations to protect residents.

The court looked to the language of the environmental rights amendment which talked about the Commonwealth serving as a trustee.

And so we looked to -- if anyone is familiar with a trust that you might hold for a grandchild or in business, the same trust standards that govern you there govern the way governments must act as it relates to public natural resources.

So when you're a trustee, you can't go and just give away the body of the trust, the --whatever it is you're protecting. And when you take action, it has to be prudent action. And that means you need to investigate what the impact of what you're doing is going to be. And make sure that when you take action, it doesn't cause a depletion of those resources.

So the same applies to the municipalities when a municipality is acting consistent with its obligations under the constitution. You've got to the make decisions

based on science. What is the impact going to be of what you're doing? And you need to make sure that when you act, that what you're doing -- you have studied it, and it's not going cause an unreasonable degradation of public natural resources, either now or in the future. So you have to look at it cumulatively because the constitution reminds us that those resources are there for future generations.

This is the last section. So we're back to zoning 101. The essence of zoning is designation of certain areas for different purposes. And that for zoning to be lawful it has to be directed toward the municipality as a whole. And you have to balance the interest. You can't just put one set of interests over another.

That means you can't simply put your environmental interests over your private property interests. They need to be balanced. And the way we do that is through a comprehensive plan, and the Municipalities Planning Code spells that out. So it's just consistent with basic zoning principals.

You start with the comprehensive plan.

What does the comprehensive plan contemplate

with a community as a whole? What does it

contemplate for different areas within the

community, and zoning should then be consistent

with the comprehensive plan.

And it's a -- zoning is an extension of public nuisances. And that protects you from what other people might do on their property. If what they might do on their property is going to injure your property or injure the public at large, then the government has a role in reigning that in.

So as part of that, we don't -- we're not going to insert a land use of an area that's inconsistent with the zoning classifications.

We're going to -- we're going to do it in a way that's consistent with community needs as a whole. And this is just from a Commonwealth Court decision that stands for those basic principals.

So that's my piece. I'm happy to take questions after we hear from Terry and Jonathan.

I'll warn you that if you ask three lawyers a

question, you'll get five different answers.

MR. CLEMONS: Jordan has presented a context to which we're all trying to wrestle with, what the effects of oil and gas exploration and development can have. One of the tasks I was given was to discuss what solebury Township's conservation easements have done to address the issue of oil and gas drilling and drilling gas exploration.

The handout that I have given you that says conservation easement provisions concerning drilling for oil and gas. The -- one of the headings I had as provisions to develop post fracking court cases. And what the land preservation committee said was we need some strong provisions that address oil and gas, not just development, but exploration.

So I have two examples under that heading that describe the restrictions that are and have been placed in conservation easements over the last three or four years.

Basically it says that drilling for the exploration or development of oil and gas resources beneath the property. The removal of

oil and gas by any direct means utilizing the surface of the property, establishing pads or other areas from which stage oil and gas exploration.

Using the property for the deposit of storage of water and fluids used in or related to the extraction of oil and gas or use of water from the property in any process for exploration of development of oil and gas resources are prohibited.

So that all of those activities that

Jordan showed you in those early slides are

prohibited under the preserved properties that

the township has been involved in purchasing and

acquiring conservation easements that have been

on for the last three to five years.

under that is another way that your easement states that it specifically recaps what was the language contained in older conservation easements that you can't meet any portion of the property for surface or subsurface mining, quarrying, excavation, depositing of or removal of rocks, minerals, sand, soil or other similar materials, then it goes on to recite what I just

1 read to you.

And when I looked at this, I pulled this from an actual easement. The person who granted that easement wanted to make sure they take out clay and will be able to make pots and stuff and be in a position to do that.

The easements before all these issues came up about fracking still held provisions that related to the removal of by any method within subsurface, by quarrying, excavation or depositing or removal of rocks, minerals, soils or other materials.

That provision I believe is broad enough to those easements to cover fracking operations because there is a court decision that says that oil and gas is a mineral and, therefore, in that case where the township permitted the removal of stone, it also covered oil and gas. I think there's at least one other decision that says -- that goes the other way on that. But I'm comfortable we will cover that.

Another kind of conservation easement that we see in Solebury is the Land Trust Association's provisions concerning regulating

oil and gas. It is a statewide organization
that has developed model conservation easements,
then gained statewide acceptance to the point of
the most recent. I worked one for a
conservation easement proposed by the Department
of Conservation and Natural Resources.

DCNR was funding 50 percent of the acquisitions cost of that easement. They provided the conservation easement, and it's not in a document that can be modified. So you can't go in and strike out those provisions and say no part of the property can be used.

So attached to your materials are the relevant provisions of the easement. On the second page of that, you'll see the permitted is within the highest protection area. It is the most environmentally sensitive area.

Subject to review is extraction improvements and improvements for generating and transmitting renewable energy if beneath the surface at a depth which can not impair water and other resources described in the -- in the easement.

Then the easement talks about

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improvements and talks about activities. Under improvement it permits -- again, I'm going to get back subject to review extraction of natural gas regardless of stores or oil, an injection of the release water and other substances to facilitate such extractions, but only at subterranean depths at which there can be no impairment of water with other resources described in the objectives. It does not permit surface activities.

Then finally, you will see two terms that are relevant. One is the definition of extraction improvements. And you will see that that includes wells, casements, impoundments and other improvements to the exploration, extraction, collection, payment, transport and removal of oil and gas.

So the point of sort of my review caved to the request that conservation easements accommodate some facets of oil and gas drilling. Now, when reading of this is that it's only permitting indirect removal, that is John Doe's, whose property is not subject to a conservation easement, has all those pad sites and

everything, then drills down a mile, and drills over and then removes oil and gas from beneath the conservation area.

I think this language goes further than that in that it also talks about impoundments and use of water. There's also another provision here, because it says subject to review. And that makes you think that the granting of that easement remains in control of whether this can happen if they determine whether there will be an adverse impact of conservation values.

But if you read the definition of subject and review in the glossary, it means they make a reasonable determination. And what we lawyers say is that invites litigation because somebody wants to do oil and gas drilling or established extraction improvements.

We'll say it's unreasonable, this can't possibly impact groundwater resources, and we're off to the races. So those are three methods by which fracking is addressed in the conservation easement in Solebury and related townships.

Solebury has not adopted the model.

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I've never been confident because of issues like
this and the difficulty in affecting changes,
the types of easements that the township has
been involved in one of the forms of language
above that. Now I'm going to turn this back
over.

MR. REISS: What I'd like to do is try to sum things up. Then I'll ask you and Jordan to join in.

MR. CLEMONS: Then let me say a few things. One is I brought about 20 copies of these materials. I'm not sure whether everybody got a copy of what Jonathan distributed. I talked to Dennis. Dennis will have on the website within the next couple of days copies of all the materials that were handed out.

MR. REISS: Thank you, Terry. I'm going to in a couple of minutes try to sum up where we are today based on the history you heard from Jordan. And I think the first thing that I take away from all that is that while there was a decision by the Pennsylvania supreme court, it was a plurality decision. So it can't be seen as a well settled law, that the majority

of the justices said this is the way the law should be.

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Having said that, I think there's really two issues for a municipality to look at. One is the well site, the actual drilling and fracking, and the other is the resulting pipelines, which may come through the community.

So when you look at the fracking, I think it is commonly accepted that that is an industrial use. It's not something that is compatible with a residential zoning district or something like that.

So when a municipality is facing the decision of what to do about fracking, and quite frankly the township zoning ordinance really doesn't even address well drilling like that.

So the question would be where do you put it?

Or do you band it altogether?

I think to make any such determination like that, Terry has recommended and Jordan and I both agree that really the first step is not to go to a solicitor, but is to hire a qualified environmental consultant, probably a geologist or firm that has many different resources to do

an environmental analysis of the township to
determine what are the resources that need
protection, where are the likely places where
this activity may result in producing gas or
oil, and whether those activities then are
compatible anywhere in the township.

So that's really the first place I think that you really need to, as a township, look at before you start to say well let's start drafting something.

Then based on that, it's really a decision then for the community as to what you want to do. I don't know that you would hear unequivocally from any one of us that you can ban it absolutely, or that you have you to allow it.

I think it's going to be a balancing of what's in your community, and understanding there's other considerations of the zoning that were briefly touched on by Jordan that there's some requirements to allow for most uses in a community. You can't just say well, my township, I don't like it but, you know, put it next door, in the township next door. So those

are issues that you'll have to deal with as you come to terms with what you want to do in your township.

In regards to the pipeline, that basically was my handout from Chester County Township of Officials Associations. And that is a good synopsis of what you're looking at with pipeline. Pipeline is going to be regulated either by Pennsylvania Utility Commission or the Federal Energy Regulatory Commission.

They're going to deal with locating the pipeline, permitting the pipeline, and granting the developer of that pipeline eminent domain rights if they issue a permit for it.

MR. YEAGER: Can I just jump in on that?

MR. REISS: Sure.

MR. YEAGER: There are some pipelines that are not regulated by either. Gathering lines that take the gas from the wellhead off are not regulated by either FERC or the state BUC. And so those would fall within the municipality's purview subject to the same kinds of limitations that we were talking about

earlier.

MR. REISS: Yes, that would tie in if you had decided to allow fracking. Let's say you're in an industrial zoning district, obviously you have to allow for those lines to exist in those zoning districts. And otherwise, you basically gave them the ability for them to have that use there.

But I think the municipality does have control over the other types of lines as well, because you can control the surface activities, the activities that are occurring above the ground, as far as the locating the compression stations. Also you can regulate the -- your use of your roadways, the roadway occupancy permits or roadway permits.

So that type of regulation can be done through your subdivision and land development ordinance, your zoning ordinance, and your roadway opening ordinance or right-of-way ordinance. Do you all want to add to any of that?

MR. CLEMONS: No. I had a discussion with Jordan and Jonathan before we came here

today just about how all this is shaping out.

We go from some very great language in the

Robinson case down to those of us who have our

boots in the ground, and what we do about that

if this moratorium is elicited, and if fracking

actually becomes a viable use of land here.

And what I've suggested in another outline that I handed out, I've echoed what Jonathan just said, to have a cautionary note as to just how much we can rely on Robinson article one, section 127 provisions that there's a mandate that we reserve the environment for future generations, and what that means in terms of zoning. Only because there's only one justice that's still going to be in the court.

That having been said, there is still the Huntly case and the Oakmont Furo (sic) case that Jordan referred to that says -- and I think Jordan and I and Jonathan would agree that the rationale of those cases will survive whatever the back and forth is over Robinson that we still have regulated a where, we have the right to regulate the traditional objects of zoning, setbacks, separating uses.

What I've suggested is again after what Jonathan said, that you have an environmental consultant who's going to look at part of the geology, streams that might be classified as E, V, or H, G. We have at least one in the township, critical habitat, important wetlands, areas actively committed to agriculture, forest land, and identify those areas, because they are obviously areas the township has been providing primal restrictions and prohibiting those uses on.

And then going forward and developing a zoning plan that will determine whether there are places in the township that oil and gas exploration will be appropriate. And we really are one of those unique townships where it should not be permitted anywhere. I think we have to be very careful with that, because if a court disagrees, the answer is to permit that oil and gas exploration with a successful challenger.

MR. YEAGER: Yeah, Terry and I could spend all day talking about the state of the different court decisions and what we're left

with. And there's another aspect of the supreme court's decision that I didn't touch on, which was striking down a very broad provision in Act 13 which said that state law preempted -- that any state environmental law preempted locally.

The court struck that down, and there were -- and there was a majority of the court that struck that down, that I think does raise a question about to what extent the prior law that puts some limits on how far municipalities can go, whether those are still good law or not.

And there's been some developments in the Commonwealth court that rests on the logic of the supreme court's decision as it relates to the environmental rights amendment.

So we can quibble over some of that stuff. But I think we end up at the same place, which is that in order to figure out what the township should do, it needs to start by engaging and listening to the science.

And then once you have that, once you have a lay of the land on what the -- what resources might be impacted by which uses, then you can get into the judgment calls about how

1 far you're comfortable going, what level of risk 2 you're comfortable in carrying and how 3 conservative or not approach you want to take. 4 MR. REISS: Thank you. What I'd like 5 to do now, since we have a court reporter, is 6 first take questions from the Supervisors, then the Planning Commission, then the EAC. 7 remember for the court reporter, each of you 8 9 need to, when you ask your question, first 10 identify who you are. So Supervisors who are 11 sitting up here at this table, any questions? 12 This is Helen Tai. 13 MS. TAI: So you mentioned that they said that fracking is an industrial use and is 14 15 incompatible. I can't remember the wording. I 16 guess my question is, does this mean that we can 17 not allow fracking in non-industrial zones? 18 There is an argument to be MR. YEAGER: 19 made that you can't. But we don't know how that 20 argument will play out. We're -- I'm involved

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There is language not just in the TRUE STENO SVCS., (215)589-4984

with litigation over that very issue now out in

Butler County. And we don't know how the courts

will ultimately answer that.

supreme court's decision, but in the

Commonwealth court's decision to that effect.

And the Commonwealth court's decision really is

the controlling rationale that we're left with.

That -- but that was in the context
they -- a law of regulations that didn't do any
study, that didn't look at local considerations,
and that changed -- that required a change of
ordinance without consideration for the purposes
of the zoning districts.

And so if you go back and look at your zoning districts and say we need to -- we might need to rezone some of the portions of the township, and you do it pursuant to good science and planning, and if you -- there's no prohibition on being ever -- the law recognizes that you can change zoning. So you might determine that the industrial districts need to be changed in light of, you know, current industrial activities.

MR. CLEMONS: If I understood your question, it was whether natural gas exploration to be permitted in a residential district. And I think that's one of the most fundamental

things they said is that zoning permits you not to permit the pigs in the parlor, so that industrial uses and residential uses are incompatible.

We all agree that that language in the Commonwealth court decision and in Act 13 that says you have to permit fracking in every zoning district in the municipality is incorrect and has been declared to be unconstitutional.

So one of the funny logics of zoning is to determine where uses and what uses are compatible with other uses. I think you're safe in saying no, we're contemplating putting gas, oil drilling in residential areas.

MR. REISS: One more level of inflection there, if your industrial district is so small that the reality is that you say okay, we're going to put fracking in the industrial district or the quarry district and -- but the reality is the science says you actually couldn't put a site there because of the size of the district or something, and in effect you really haven't allowed for it, you would be subject to a possible challenge on that basis.

1 MS. TAI: We could face that. 2 industrial zone is very small, right? 3 MR. REISS: And that's why you would want to look at the science first, and then in 4 5 -- then use that for planning to say do we need 6 to enlarge that or we need to relocate it or are 7 we going to take the risk and just ban it and say, you know, roll the dice, we'll take a 8 9 chance that we can either defend it based on our 10 science, or we don't think this community is 11 even reasonable to expect that type of activity. 12 MR. YEAGER: My understanding is the 13 industrial district is near the river and, you 14 know, there may be some industrial activities 15 that may be appropriate there but not others. 16 So that's something that I think you need to look at. 17

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MR. CLEMONS: We all agree that you've got to start with the science. When you -- I think the quarry district over there there's a stream there, there is issues in this township with karst geology.

So that's why it's so important, even if you ultimately reach a decision that limits

1	or you come to a decision that maybe you're not
2	going to permit it, you really need the science
3	to back that decision up.
4	And so you need somebody to take a look
5	at the areas of the karst geology and areas that
6	happen to handle that kind of resources, then
7	see what's left where it is.
8	MS. TAI: Let's suppose that we do
9	that, then they identify that there's a couple
10	of areas within the township where you could do
11	it without I find this hard to believe, but
12	within the environment let's say, but that
13	happens to be in a residential area. I mean we
14	we wouldn't be obligated to
15	MR. CLEMONS: You mean in an area where
16	there's residences?
17	MR. YEAGER: You mean where it's zoned
18	residential?
19	MS. TAI: Where it's zoned residential.
20	We couldn't be obligated to change the zoning to
21	allow this, would we?
22	MR. CLEMONS: That's a hard
23	hypothetical to answer. What you really have to
24	look at is where is that area and that

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hypothetical. I think anywhere in the township
you're going to have residences. You may have
the area that's marginal, maybe a residential
area next to the quarry, maybe a residential
area where there was a bulk tank facility once
upon a time.

we're not -- because we're not environmental scientists, we're not in a position where to say where that may be, but if you have an area that already had been subjected to industrialization, that was a least density populated area, you may rezone that district for industrial uses if's that was the recommendation that came out of the planning, that came out of your environmental consultants. It's really not an easy yes or no answer sorry to say.

MS. TAI: Okay. So Jordan, you mentioned that we can't regulate how they do it. You said through Act 13 you can't regulate how they do it; is that true?

MR. YEAGER: What I was saying to my last comments in response to John and Terry, I think there's a question about -- the conventional wisdom is that you still can't

regulate the how, that you're limited in regulating the where.

I don't think that's completely accurate. I think that if you have some site-specific science driven considerations, that you might be able to go further in regulating how it's done than has been conventionally thought, but that hasn't been tested yet.

MS. TAI: Could we impose fees or other things to make it less attractive?

MR. CLEMONS: As I believe -- this is probably where Jordan and I differ. If you look, and I attached page 47 of the supreme court decision, that statute that Act 13 regulated in different areas say thou shalt not. And they have been farther along reasonable regulations.

I think that Act 13 there were statutes that preempted local regulation of operational aspects of land uses. The non-coal surface mining conservation acts that you can't regulate operational -- regulate where setback traditional objects of zoning.

But you can not impose a billion dollar
bond, although there are townships that
considered that. You can't say that you have to
bond all roads; there are those kinds of
regulations that pre Act 13 the courts had
weighed down and said those operational aspects
are not an object of zoning. I think that's a
problem in itself.

MS. TAI: Okay.

MR. McGAHAN: I have two questions that I'd like shorter answers if I can get them. Do all those houses we're talking about, all those signs up, no fishing in the pond, my question is, do we have any fish in this pond? What are — what is the probability of gas in this area?

MR. YEAGER: There are some studies that suggest that there are natural gas resources sufficient to make a fraction worthwhile in the South Newark basin. I can't put odds on that, and I don't think anyone can.

There was one set of companies that targeted Nockamixon. Nockamixon had some tests -- had a test well drilled in the mid '80s. That is part of the reason why people

1	think there's gas a mile deep. So we don't
2	really know. The companies that have targeted
3	are outliers. They generally seem to be
4	interested in flipping their investments. So
5	they have an incentive to try to get something
6	to permitting
7	MR. McGAHAN: It would be safe to say
8	that this area is not as rich in gases or oils
9	than other areas north of us are.
10	MR. YEAGER: That's certainly true.
11	And currently based on the current price of gas,
12	which is at historic lows, it hasn't been
13	worthwhile. The compressor stations that the
14	pipelines can go through are unrelated to the
15	gas you have here.
16	MR. McGAHAN: I would like
17	clarification. Do we have to allow drilling in
18	this township, or can we ban it? I wasn't
19	really clear on your answers.
20	MR. YEAGER: That's right.
21	MR. CLEMONS: I would not recommend
22	banning. I would recommend banning unless you
23	have an environmental study that says every
24	square inch of this township for one reason or

1	another is inappropriate. And then I think it's
2	not a ban, just a matter of the ordinance
3	doesn't provide for it.
4	MR. McGAHAN: Some of the things you
5	said, and I'm going to rattle on a little bit
6	here. Going down a mile, going out three miles,
7	I'm across over a lot of conserved land. Is
8	that taking minerals out of the land, the
9	conserved land? Is that breaking who has
10	precedence, the conservation easement or the
11	driller?
12	MR. CLEMONS: My opinion, the
13	conservation easement takes precedence. The
14	statute preempted zoning, did not preempt land
15	decisions that the property owner made when they
16	sold.
17	MR. YEAGER: But if you have a company
18	with eminent domain authority granted by the PUC
19	or Federal Energy Regulatory Commission, then it
20	doesn't matter. 'Cause you've given the
21	companies the power of eminent domain. They can
22	take it even if it's covered by underground
23	MR. Clemons: Pipe, pipelines,
24	distribution lines.

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т	MR. YEAGER: RIGHT.
2	MR. CLEMONS: Not drilling.
3	MR. McGAHAN: I'm really confused. I
4	really am. Other than going out and getting a
5	geologist study for the area and then lean back
6	the things that you're saying, the government
7	or the state can override the federal
8	MR. REISS: When you're talking about
9	interstate pipe, we have to distinguish what
10	kind of use we're talking about. When we're
11	talking about wells, they can't override us in
12	terms of our ability to decide where in the
13	township they belong, where they don't belong.
14	When we're talking about interstate
15	pipelines, the federal government can say you're
16	going to have a pipeline go through here. Where
17	is what your zoning allows and doesn't allow
18	will influence the federal government's
19	judgement about. But ultimately the federal
20	government trumps when it relates to interstate
21	pipelines.
22	MR. McGAHAN: Industrially we have an
23	area that primarily runs around 202. I believe
24	I heard someone say someone should map a two

1 mile radius or diameter.

MR. REISS: Radius.

MR. McGAHAN: Which is a four mile diameter. We don't have anything like that. I think industrial is presently zoned industrial. I'm trying to figure out where we have something that doesn't have residences around, that's conserved land since 40 percent of our township is under a conservation easement. I'm going in circles. I'll just pass onto the next supervisor.

MR. HEATH: The way I see it there's four million balls in the air, none of which hit the ground yet. To me, the way I look at it is there anybody out that's ahead of this curve? Any municipalities that have, you know -- and what have they done, what has been their problem? I think the environmental science of it we can't answer all the questions we have.

To me, we have to start -- if you're going to do anything you have to a start A, see what you have first. The only question I have is, if you do an environmental study, does that open the door for any of those -- I mean is

that -- at some point it becomes public
information. So, you know, you could be trying
to protect yourself in a way that, you know, you
say okay, let's see what we have. Now that we
know what we have, what we have is a well.

MR. YEAGER: I don't think you're going to be able to afford the kind of advance geologic studies that the industry will do anywhere.

MR. HEATH: You understand my concern?

MR. YEAGER: In answer to your first

question, there are a host of municipalities

primarily right now in the southwestern part of

the state, 'cause a lot of places where drilling

has been going on there isn't zoning, none at

all.

And but there are a lot of communities that are struggling. They have handled it in vastly different ways. The lawyers that I've worked with who have been on the side of trying to protect communities, help communities do as much as they can we believe have consistently taken the view of that you should allow it, but that you should limit it to an area where you

only are allowing industrial uses.

But that -- but part of what we are saying in the critique of Act 13 is there is no one size fits all answer. We don't want to repeat the same mistakes that the state repeated in suggesting that there is one answer that's just as right for Doylestown as it is for Solebury.

MR. HEATH: That's what I see, too many variables. What I want for me I think would be membership to try to develop an outline for the township as to which way we proceed.

MR. CLEMONS: As an example in this area, and Jonathan's office has prepared this, is part of the joint municipal zoning district. We have developed and are circulating now a draft ordinance that would permit oil and gas subject to a number of regulations. I'm sure, Jon, can you get a copy of that ordinance.

We are talking about permitting in the district where there are areas. That isn't a one size fits all because that industrial district isn't karst, doesn't have problems with water issues. I know that that's one set of the

comprehensive regulations. Then you still get to the question of where and how. So there are examples out there as Jordan is saying --

MR. HEATH: There's so many questions there that you can't answer. And, you know, you can sit there, and I mean the townships can get caught up in that spinning wheel and not get anything done.

So what I'm concerned about is, like I said, start with the simplest most direct route in the beginning. What's the best outline for -- at the municipality for maybe someone to go with that have had success, they have done a study this way, then tried to adjust at least an ordinance that fits what they have?

At least see what else has been done. You're not going to be able -- you don't know where the judges are going to be. You don't know who's going to sit where and how they're going to answer.

MR. Yeager: We're working with municipalities throughout the state doing just that. I guess part of my point is what you just said is true in some ways of any land issue. If

know, a special treatment operation for X, we have never had one of those before, and we're not sure where it fits best, and we're not sure what the risks are associated with it.

You would have to go through the same process. You should look at this like you look at other land uses. But that means you got to investigate clearly what does this actually entail, and what are our resources that would be most impacted by it, and where in our community might it do the least.

I just want to remind you that you're not just talking about a hole in the ground with the drill site. You're talking about impoundment pits, you're talking about pipelines, you're talking about compressor stations, you're talking about national gas processing facilities conceivably.

MR. CLEMONS: We have all seen what the land surface impacts are. But you've had experience with mobile home parks, as a township maybe not as a board. You've had experience with this in terms of high density development.

1 I mean one of these land use types the township 2 permitted, but you had to wrestle with whether 3 you were going to control where the use is permitted, under what conditions or whether you 4 were going to be subjected to court challenges. 5 6 You have to make some judgments and hope that --7 MR. HEATH: There's too many questions out there that can't be answered. And you can't 8 9 get caught up in that what if, what if. What 10 can we do to start the ball rolling? 11 MR. Yeager: I think five years from 12 now there's going to be just another set of questions. That's unfortunately the nature. 13 14 I think what we take from MR. REISS: 15 here tonight is the first thing if you look at 16 this, it's an educational process. It's to 17 learn as much about what's involved and also to 18 learn what -- you know what would happen in your 19 township, but to learn it better scientifically 20 so that you can either, so you can better 21 support whatever decision you make. 22 Paul Cosdon. MR. COSDON: If we chose 23 not to the designate any -- wouldn't we be

subject to a curative amendment?

24

T	MR. YEAGER: Could be.
2	MR. REISS: That's a possibility. If
3	there's somebody who wants to who has a lease
4	and wants to try to drill in the township.
5	MR. COSDON: Is historic preservation a
6	valid reason not to allow?
7	MR. YEAGER: Historic interests have
8	part of what's acknowledged under the
9	environmental rights amendment. It speaks to
10	historic resources as well. And the courts have
11	recognized a municipality's right to take
12	historic resources into account.
13	MR. COSDON: I was a little bit
14	disturbed when you put the slide up with the
15	sound walls. How much sound do these things
16	really can it be measured in decibels?
17	MR. YEAGER: Yes. And there I mean
18	there are noise experts who we've employed to
19	try to estimate that in different pieces of
20	equipment. Matters of the stage of development
21	that you're talking about matters.
22	The and I'm not remembering the
23	decibels, but the last in this case that
24	we're dealing with in Butler County, we had a

1 noise expert who estimated that it would exceed the 65 decibel limit that that municipality had. 2 3 And the problem is that it's -- when 4 you're in the fracking and production stage. 5 it's 24 hours, seven days a week. So a of lot 6 municipal ordinances that address noise have 7 hour limits and day of the week limits. 8 those don't work for drilling because it's 24/7 9 during that period. 10 MR. COSDON: Would it be limited by 11 those --12 MR. YEAGER: That's where I think in 13 answer back to Helen's question about operational, you're not going to get away with 14 15 saying you have to stop the drilling. 16 MR. COSDON: If you drill on your 17 property and you're going out two miles under 18 mine, are you stealing my gas? 19 MR. YEAGER: No. Right now we don't 20 have forced -- it's called forced pulling when 21 you require somebody in the path to allow you to 22 take their gas. Right now we don't have forced 23 pulling in Pennsylvania. There's been some

legislative efforts to allow that.

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1	So when once a property holder gets
2	leased, all that property holder's neighbors are
3	going to get visited. They can snake it around
4	if they need to, but they might be able to shoot
5	out in as many different directions as they can.
6	MR. COSDON: I read Act 13 several
7	years ago. Who wrote it?
8	MR. CLEMONS: The industry wrote it. I
9	did a seminar up at Penn State. About two years
LO	ago I had a case representing a property owner
L1	up there. I went to the industry seminar. They
L2	were you know, the Robinson cases hadn't come
L3	down yet. But even this act didn't go far
L4	enough. If they could be like West Virginia
L5	where you can just go in and do it.
L6	MR. COSDON: The last question that I
L7	have really you had mentioned that in the last
L8	three to five years our conservation easements
L9	are covered. Has there been any thought to
20	going back prior to 2010?
21	MR. CLEMONS: As I said, I believe
22	we're covered in two ways. I think that the
23	quote old conservation easements prohibited

extraction while it was in a general statement

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it included minerals, and there are decisions that say that oil and gas are minerals. There's a decision on the other side.

Certainly that's an effort that can be undertaken. It requires agreement by the other property owner who may or may not be willing to put an additional restriction.

MR. COSDON: No other questions.

MS. TAI: I do have one other question. I know we're focussing on land use and all that, but is there anything as a municipality that we can do to try and extend the moratorium on building in this area?

MR. YEAGER: There are two more moratoriums currently. One is under the state law that limits DEP's ability to issue permits in the South Newark basin. That has an expiration date as we noted.

There's also a moratorium under the Delaware River Basin Commission. And that is dependent on the votes of the representatives of Pennsylvania, New Jersey, New York, Delaware, and the Federal Army Corps of Engineers. With New York and Maryland's actions, New York and

-å-	maryland both instituted a moratorium within
2	their own states.
3	I think the DRBC's moratorium is safe
4	for the foreseeable future. And that covers the
5	whole Delaware River basin. But it's a matter
6	of political whims. So the more the people and
7	their elected representatives voice themselves
8	both to the DRBC representatives and to the
9	state senators and state reps the better.
10	MR. McGAHAN: One question. Did I hear
11	that the chemicals they use to fract, people who
12	are physically fracking are buying those that
13	formula from a manufacturer, and they don't know
14	what's in it?
15	MR. YEAGER: Correct.
16	MR. McGAHAN: So we're putting
17	something in the ground that the manufacturer is
18	not required to tell the government what it is?
19	MR. YEAGER: Correct.
20	MR. McGAHAN: Because it's a patent?
21	MR. Yeager: Correct.
22	MR. COSDON: Take questions from the
23	Planning Commission first. Please state your
24	name.

1	MR. MORRISSEY: Kevin Morrissey,
2	Planning Commission. Going back to the comments
3	about open land, as I understand it, I think one
4	of the comments earlier about local ordinances
5	are most likely to protect our land the last
6	five to ten years perhaps?
7	MR. YEAGER: The easements.
8	MR. MORRISSEY: Yes, we need to take a
9	closer look on those properties that were
10	sponsored by the state, is that
11	MR. CLEMONS: First of all, we're
12	talking about places where those conservation
13	easements in the township, all of the easements
14	have been written since I've been here.
15	All of the easements that are
16	agricultural conservation easements that the
17	township contributed to also had township
18	conservation easements that had provisions.
19	There's a relatively small class of easements
20	that say nothing.
21	Okay. The question is whether that
22	language before we start focusing on oil and gas
23	is broad enough to include extraction of oil and
24	gas. And certainly landowners would have to be

1	willing to add that provision.
2	MR. MORRISSEY: So that's potential
3	exposure, it's a question mark?
4	MR. CLEMONS: Yes.
5	MR. YEAGER: The word mineral is the
6	key word. It's defined different ways in
7	context. And the context of zoning it's been
8	defined to include natural gas because the
9	Municipality's Planning Code includes it outside
10	of that context. It's been read not to be
11	included in gas.
12	MR. MORRISSEY: Thank you.
13	MR. COSDON: Anyone else from the
14	Planning Commission? Yes.
15	MR. CAPUTO: Chris Caputo. So if the
16	township is mandated to develop a zone for this
17	in an industrial area, is there a minimum size
18	that has to be? And going back there's
19	actually another part of the question, going
20	back to some of the other questions, what if
21	there's no gas in that zone, can that be
22	challenged? I'll wait for my third question.
23	MR. REISS: I think what you heard is
24	it's an industrial use. The first question is.

would ideally like to place it where you have pre-existing industrial uses. If you don't have sufficient space in those areas, the next question would be do you expand that industrial zoning district or create a new industrial zoning district where you have other industrial uses now permitted as well. That would be the first place to answer the first part of the question.

MR. CLEMONS: The other thing that I would say is that if someone were to challenge that ordinance, we're not required to do an investigation as to whether it's feasible to build town homes in an area that's zoned for town homes, or whether it's feasible to put a mobile home park in an area that's zoned for a mobile home park.

We are required to provide a home for those various types of uses. So I would maintain that anybody that challenged the regulation that we adopted would have to prove that there was some other places that actually had oil and gas resources. And would have to prove that they had done the exploration that

1 this one didn't.

MR. YEAGER: Generally talking about ten acre minimum lot size for oil and well site, but that doesn't mean you need an existing parcel that's ten acres. It can be on the developer to probably gather the parcels to meet that size. You're not required to put it in a place where you only have ten acre parcels.

I think the bigger question that you asked, and this goes to a question that I think has been asked repeatedly in one form or another is do we have to allow this? And the conventional wisdom has been in zoning law that you have to allow for every use. That's not actually what the Municipalities Planning Code says.

And so how far a municipality can go in -- how far the courts are going to go in saying all these different uses you need to allow all of them. If I think of a new way of extracting shale from 50 feet deep, but involves a nuclear detonation, is the court going to say I got to allow that kind of use, too?

So you can get ridiculous. But at what

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1	point can you say at what level risk are you
2	willing to take a municipality in saying it just
3	doesn't work here? Understand the risk when you
4	do that. You could end up in a place where you
5	want it least.
6	MR. CAPUTO: So if we agree that there
7	is an industrial zone where this is going to be
8	allowed, whether it proves to be economic or not
9	for drillers is not our problem. Could the
10	landowners in that zone sell those rights to the
11	township, those drilling rights, therefore,
12	preventing any drilling?
13	MR. CLEMONS: That's an interesting
14	question.
15	MR. YEAGER: Yes, you could have the
16	whole township under conservation easement in
17	effect, an easement that limits anything. And
18	then you're defectively built out for the
19	purposes of that use.
20	MR. FEST: Dan Fest. Is it possible to
21	throw a rough use of what the environmental
22	study would cost based on other townships?
23	MR. YEAGER: No.
24	MR. CLEMONS: You have to get

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proposals. Board of Supervisors would have to get proposals.

MR. YEAGER: I think you're probably talking about an environmental planner, somebody with or a firm that includes a planner. Because a significant aspect of this is the roads. And that gets beyond any of the details of the environmental issues.

MR. DURKIN: Jack Durkin, Planning Commission. Can we put forth a referendum to the voters regarding allowing fracking in the township, and if that comes back and not in favor, then not allowed the use?

MR. YEAGER: You're dealing with property rights as well as the property rights of landowners who want to develop their land. And those are fundamental rights just like the environmental rights are. And you can't subject fundamental rights to democratic will.

MR. DURKIN: And the second question is, we have our productive agricultural soil requirements in the township. We are primarily an agricultural community. So these frack sites really don't play into the productive

agricultural protecting agricultural soils. So perhaps we can tighten the limits on productive agricultural soils which would possibly make it more difficult for them.

MR. CLEMONS: That should certainly be one of the elements considered, preservation of agricultural soils. But I think all of us know you can't say we're primarily an agricultural community, we have so much agricultural.

Again, it's discretion of going too far. Bedminster reviewed that in terms of its ordinances that protected prime agricultural soils and required set aside. Their first deal with that the court held they went too far, then they scaled it back.

MR. DURKIN: If I can comment on that, it does play into the same thing as historic areas, your wetland areas, you know, your high quality streams. I mean it's just another extension of all those different aspects.

MR. YEAGER: This is why you can't just take an ordinance that someone else has done, because the more -- if you do those issue limitations in a way that just targets vast

development, the more vulnerable the ordinance is. So what you want to do is look at those interests that you're trying to protect, when gas development is done, and look at the ordinance as a whole on how you're addressing those things.

So that if you're going to require preservation of prime AG soils, class whatever, to a certain percentage, you're not just going to do it for oil and gas development, you're going to do it for all industrial development.

So you want to look at it as wholistically as you can. That's part of how you protect the gas piece from challenge.

MR. REISS: So to add complexity to that, Tinicum Township, and Jordan is familiar with this case, basically had 90 percent of their township protected by an overlay district to protect their agricultural soil. And there the court said they had gone too far.

In essence even though they had commercial zoning districts, high density zoning districts, when you put that overlay on it, none of those areas could be used for the purpose

Τ	that they zoned them for.
2	MR. YEAGER: John wanted to point out
3	the case I lost.
4	MS. SACHS: Laura Sachs, Planning
5	Commission. I have one question, if you know.
6	Say they found the site from the time they
7	started to when it was completed, how many years
8	are you looking at?
9	MR. CLEMONS: In Solebury?
10	MS. SACHS: Anywhere.
11	MR. YEAGER: It stays in production for
12	decades. The traffic that you're dealing with,
13	the noise, the lights that you're dealing with
14	is much less active the first two years. So you
15	have a construction site to begin with, and in a
16	sense you got a concerted period of activity.
17	There's a lot going on in that concerted period
18	of activity. Then you have heavy equipment and
19	all that.
20	Then you got getting the well set up,
21	then you got the fracking stage. That's where
22	you've got the most light. That's the other
23	thing we didn't talk about was the light.
24	That's where you got the place gets lit up real

1 bright, and you got the noise.

That fracking stage is, you know, it is a couple months at the most. But they can come back and re-frack, and they can come back and target it. They can have six different wells on site. It gets multiplied out.

So you could be talking about a year of production like that when you think of the fracking. Then it's that more of that site that doesn't look as imposing. If you remember that picture, that's the less imposing site, and you're left with that for decades.

MS. SACHS: Thank you.

MR. MORRISSEY: Kevin Morrissey,

Planning Commission. This is getting down to

the question that have any of the townships

worked together to make sure ordinances are

compatible? For instance, you don't have a

situation like Buckingham agreeing to have a

fracking site right on the border of Solebury or

something like that.

MR. REISS: Example that Terry gave you of the draft ordinance would involve the jointure of Wrightstown, Upper Makefield and

(1	Newtown.
	2	MR. MORRISSEY: That kind of activity
	3	already?
	4	MR. YEAGER: They have existing joint
	5	zoning rights.
	6	MR. CLEMONS: Wrightstown, where I'm
	7	the solicitor, had formed a pact in 1983 to have
	8	joint zoning. So the MPC recognizes that. To
	9	your point, though, it is also my understanding
	10	that there's a requirement if we are adopting a
	11	zoning ordinance amendment, we share that with
	12	the neighboring townships.
	13	If Buckingham decided they were going
	14	to put the fracking district right next to the
	15	township border, we would have an opportunity to
	16	accommodate that.
	17	MR. COSDON: Let's move to EAC.
	18	MS. BLAYTHORNE: Hope Blaythorne. I
	19	have a question around the geologics of the
	20	site, if the township would invest in that. We
	21	really don't know a map of the land up top, not
	22	to do a mile down either. But by investigating
	23	in this geological study and surfacing
	24	environmental impacts that we could call

industrial impacts for the lack of it sounds as though if we focus it on gas and oil that can be --

MR. CLEMONS: What we're not talking about, sorry I interrupted you. We're not talking about investigating to determine whether the resources that are there, oil and gas; we're talking about, and I agree with Jordan, having an environmental firm that has an environmental consultant and has a planner to study other aspects, wetlands for all of these other environmentally sensitive resources in farrowing out where whether they're for --

MS. BLAYTHORNE: Exactly. So for us as a township it would reveal the gaps or areas at risk for us environmentally, but it might also identify those risks could exist even within the industrial, correct?

MR. CLEMONS: Yes.

MS. BLAYTHORNE: To that point, have you seen benchmarks where that sort of study where they have done that due diligence, again, environmental impacts, not just the gas and oil aspect, has that stood up in court if indeed

1	that study revealed that the best solution here
2	is to ban it?
3	MR. YEAGER: There hasn't been case a
4	case to attest to that.
5	MR. CLEMONS: Under the Oil and Gas
6	Act, but
7 .	MR. YEAGER: Correct, and under the
8	current law.
9	MR. CLEMONS: But there are, as a
10	planning tool, you do those kinds of studies all
11	the time. You have just completed a
12	comprehensive plan that identified resources.
13	Whether it's to oil or gas, but that's, you
14	know, the traditional thing to do. We have all
15	been involved in ordinances where that has been
16	one of the
17	MR. YEAGER: Courts take common sense
18	approaches ultimately to things. The more they
19	can see that there is a rationale, a logic, that
20	it's backed up, the better off you are. At a
21	minimum you're minimizing risk.
22	MS. BLAYTHORNE: It seems as though
23	we're going to have the benchmark that
24	environmental conservatism will be in favor.

1	MR. CLEMONS: Pennsylvania loves being
2	able to exploit environmental resources. They
3	declared in 1972 that every township ordinance
4	can permit a quarry. You have a coal mining
5	industry. We look at ourselves here in
6	southeast Pennsylvania, but Jordan certainly
7	knows there is a broad view of legislation which
8	I think is getting turned around as a result of
9	what's happened with this case. But the
10	important thing is to go back and focus right
11	here in terms of what we
12	MR. REISS: It's important to have the
13	foundation for the decision so it's not deemed
14	arbitrary, capricious or
15	MS. BLAYTHORNE: No, and science
16	backing it up as you're suggesting, then we're
17	saying because of these environmental impacts,
18	based on the study that's done just for an
19	industrial exploration perhaps in Solebury
20	Township, this is the finding. Thank you.

MR. FETTEROLF: Barry Fetterolf, EAC.

You mentioned there's Newark, shale. I have
read reports that could be shale, but we don't
know. But the industry will move very quickly

if they see that much quicker than we're even prepared, number one. Number two, you have to remember that all of our representatives, our state senator and our assemblymen voted for proposition 13. So they were quite willing to have our zoning laws wiped off the books.

Then one of them came back and said why don't you read it closely. So we got an extension till 1960. They were quite willing to ignore the township, people we voted for. So would it be considered a conspiracy if we worked with say Buckingham?

The townships have worked close to us and say why don't we pull our resources and try to keep ahead of -- you know, come up with that ordinance; you said there is a common ordinance. But at least conversation could be opened if they're in agreement with us and we want to limit this as best we can to work together to get something going now, because there is so much money if it comes down to the fact that there's gas under here.

MR. CLEMONS: Short answer there is one organization, Bucks County Association of

1	Township Officials, and they're in touch with
2	the legislators. I figure after these elections
3	are over that the industry is going to come back
4	and say we failed at Act 15, how about Act I
5	mean I should say how about Act 15.
6	First, I think this whole Robinson case
7	was a big jolt. A lot of legislators who got
8	religion after they saw what a monstrosity they
9	voted for. But I think we need to work with
10	both legislative and the ordinance level.
11	MR. FETTEROLF: It's not a conspiracy.
12	MR. CLEMONS: No.
13	MR. YEAGER: I don't know if it's going
14	to save all that much money. Any ordinance that
15	you write, you need to look at your ordinance as
16	a whole. And you need to make sure you need to
17	go back and look at how does it fit in with AG
18	soils, how does it fit in with light
19	limitations. And that's going to be very
20	municipality specific.
21	MR. COSDON: You have to recognize that
22	we have a different state representative in
23	those books. Yes?
24	MR ALLEN: Eric Allen, EAC. My

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1	question is, has been an example of
2	municipalities that have successfully challenged
3	the fracking companies, because it seems that
4	MR. YEAGER: Yes.

MR. ALLEN: I hear that when the township can't legislate against it because that would be an affront to simply say that we're not allowing it. Doing the scientific study is not going to be free. It's -- and as we know from evolution that science can be challenged. There's nothing sacred.

When we're questioning the efficacy of an environmental study, work positively towards Solebury's aim to limit fracking. I guess that's jumping back to my initial question, what's the path to really do something, because if they discover resources in the area, is there really anything -- can you stop it?

MR. YEAGER: So in 2008, 2007 the

Nockamixon Township was targeted for
development. And a gas company got a permit

from DEP to drill a well. And Terry had written
an ordinance that, when I became solicitor, was
challenged in court. And we defended it and

1	were successful in defending it.
2	It was an ordinance that limited
3	drilling to the quarry in the industrial
4	district in Nockamixon. So that's one example
5	that Terry and I can both attest to where both
6	of our work protected the township.
7	And the drilling companies ultimately
8	packed up and left. And they were on their way
9	to the township with a rig. And they were
10	turned back because none of the bridges in the
11	township could withstand the load of the rig.
12	And we got word to them through the county,
13	through the state, that they weren't going to be
14	able to bring the rig on.
15	MR. ALLEN: We have a problem with that
16	in Solebury. Our roads won't support any.
17	MR. YEAGER: And that brought the space
18	for the legal strategy. And then they turned
19	around and got the law changed. And Nockamixon
20	Township and six other municipalities challenged
21	what the legislature had done, what the
22	government had done, what industry had done and
23	were successful.
24	So ves. you can fight them and you can

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So yes, you can fight them and you can

T	win. What we're talking about in terms of
2	advising a study is putting you in the best
3	position to be able to do that.
4	MR. FLESCHAR: Dr. Manfred Fleschar. I
5	wanted to clarify something. I think there was
6	a statement that the solution that they pumped
7	in is proprietary with 29, 30 different
8	compounds including benzene which is a
9	carcinogen. Real question is, first of all, how
10	many gallons of that solution which is
11	carcinogenic do they pump into a well site?
12	MR. YEAGER: If you give me your e-mail
13	address, I'll get you the gallons and what you
14	end up with, how many gallons end up being
15	unidentified. I have that, I don't just don't
16	have it here.
17	DR. FLESCHAR: How is it that they can
18	claim this is proprietary?
19	MR. YEAGER: The oil and gas industry
20	enjoys exemptions from every major federal
21	environmental law including the laws that
22	protect our drinking water.
23	DR. FLESCHAR: A lot of money involved,
24	I understand that. But I have part B. And part

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B is this, those trucks you showed before, 20, 30 of them were lined up there. And they're probably heavy. When I drive down 202, my car sort of disappears in potholes every once in a while.

I have to fix that car. Are these guys going to pay \$10 million every three months to completely fix the roads that they drive on, or is the taxpayer right here in this room going to be hit up to fix those roads for that company?

MR. YEAGER: The taxpayer will be hit up to do it. That was the point of the -- that was the logic behind the impact fees. And part of what happened with our legislators who voted for Act 13 was that some of them didn't appreciate that it applied here.

And when they realized that, they realized that they hadn't done a good enough job getting our share of the money. And that's what drove them back to the table. So this study that's going on is really about economics, so that they can argue to get a greater share of the impact fee for communities in this South Newark basin.

1	MR. BENNER: Dave Benner, EAC. A lot
2	of things have come to my little brain with this
3	meeting. One is I don't think it will ever work
4	in Solebury Township. We have so many dinky
5	little bridges. We have dirt roads. It's not
6	possible to get those tricks through this
7	township to do anything.

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Second thing is, I heard some kind of mention about making our whole township a conservation easement thing. That sounds great Then there would be no place they can to me. even think of doing it.

The third thing that makes me hopeful is that we need to do a survey, and hopefully maybe the survey will show there's no damn place in Solebury Township that's feasible or profitable to do it.

MR. COSDON: Anyone else from the EAC? Okay. General questions. Yes?

MR. TINSMAN: Bill Tinsman, citizen. Jordan, thank you. This is a stark reminder for those of you that have never seen this take Take a weekend drive up to Susquehanna County or anywhere north of here, Montrose area,

and I would encourage you, sir, if I may be so bold that the photographs you're missing is one taken at night, because there are mountains up there in the endless mountain chain that glow 24 hours a day. It's amazing.

Let's not forget when we do this environmental study, the direction that those that are challenged to do that study are given is going to be absolutely key in that when you hire a consultant, the consultant works for you, and if they're given direction that says we want fracking, that's what they're going to look at.

If you give them the direction that the majority of this community is adamantly opposed to fracking and tell them why, because of our historic districts, our agricultural security areas, our conservation easements, our watersheds, the whole township is defined basically as water sheds of the Delaware River.

There's very little of Solebury

Township that isn't either in the Paunnacussing

or Laurel or Primrose or Pidcock or Aquetong or

Honey Hollow. It's almost all of it is

environmentally sensitive. Then have the

environmental consultant take a look at the damage that we've sustained in Solebury Township because of all the mineral extraction, be it the quarry, be it Tuscarora. The very thing they're looking to come back and extract from the township is practically destroyed, half of the ground water in Solebury Township.

I think when the EPA gets finished with their most recent study that they're having Shell Oil do, that's going to come to bear, it will prove to be the case.

I guess my question for you gentlemen is how much damage does the municipality have to endure? How much damage does the public in a municipality have to endure before you can just simply say no?

MR. REISS: I would tell you -- this isn't going to make you happy, there isn't a settled answer to that question. There's going to be some balancing. And I think the courts always will look to balance interests.

But if you go to the plurality decision in the Robinson case, I think if your science backs you up, you could say well, you know, it's

not -- we have local circumstances here that would require special protections.

But at the end, that's the plurality decision, and two of those judges aren't sitting anymore. So that's why I believe right now it's not really a settled answered that says it's 20 percent or ten percent or 50 percent.

MR. CLEMONS: We certainly can develop ordinances that make this an impossible place to establish this use. And I expect we would. The risk is how far do you go before the court says no, you're not balancing. And that's the tightrope that we all walk with zoning again, whether it's town homes, mobile homes or these other land uses trying to strike a balance that acknowledges the burdens that are put on us by DPC, and these state statutes that address extractions and trying to keep the wonderful place we all love.

MR. COSDON: Any other questions?

MR. GALLA: Peter Galla, Lumberville. For those of you who are surprised by the fact that the proprietary chemicals and why these companies don't know what's in it, one person

who is probably responsible for it more than anybody else in this country would be our former vice president. This is Dick Cheney.

And secondly, I haven't read Act 13 yet but I will. But I saw something on one of your screens that said something about reasonable activity or reasonable business that couldn't be banned.

And getting back to these chemicals again, how reasonable can a business say they are when they are injecting what I will characterize as poison into the ground and not be able to identify what that poison is? And I think that's because they don't want to be held responsible for any of the cleanup or any of the environmental damage and cancer that may be caused by people drinking that polluted water.

So how reasonable can they say their activity is if they can't identify what these poisons are? So if it's going to be re-argued, that may be a point that should be emphasized unless it has already been emphasized.

MR. YEAGER: It has. The unconstitutionality of Act 13 is settled law.

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The dispute is over what is the legal reasoning behind why it's unconstitutional. But there's no question that a law does what Act 13 does is unconstitutional.

You're absolutely right. And -- but it is a bias that we confront environmental law across the board. There is a presumption that if someone wants to do something, we're going to give them a permit to do it. It is a built-in presumption into the law.

And part of what is exciting to me as a lawyer about the Robinson Township decision is the recognition of the environmental right as inherent and indefeasible is something new for a court to recognize.

And it actually puts Pennsylvania as a leader in the country and a leader in the world in having its highest court recognize that. And part of what we're struggling with now is to make sure that the lower courts take all provisions of the constitution seriously, not just the ones that they like, and that the environmental hearing board and DEP and municipalities around the state take it

1 seriously.

And where that leads us we don't fully know. But it's a certainty that provides us an opportunity that we didn't have before to make exactly the argument that you're making, that just because you want to do something doesn't give you the right to do if you're going to poison the water and the air that we all depend on for our future generations.

MR. McEWAN: Robert McEwan. As we're moving to the supervisors probably resting with the idea of doing an environmental study, I'd like to suggest that I don't know what is allowed, but the Aquetong Watershed Association, water fields in Buckingham; Plumstead has a quarry that probably makes ours look like nothing in terms of a footprint if I was looking for an industrial site.

So our environmental studies should probably, if we can, incorporate some of these things that would impact our key resources. You can think about it, figure out how to do it, if it's allowed and how much it cost. But all those things will flow into our water basins, et

1	cetera, et cetera. I u like to hear you try to
2	do that if you can.
3	MR. COSDON: Thank you.
4	MR. GETTY: Bill Getty from North Sugan
5	Road. I want to thank you all for this forum.
6	And the one thing I'm curious if we were to move
7	or create an industrial area for this, it
8	wouldn't be specific just for gas, can it be
9	used for other industrial purposes?
10	MR. YEAGER: Absolutely.
11	MR. CLEMONS: There are cases that
12	clearly say you don't have to permit every
13	single use. If it gets occupied by some other
14	use, that's okay too.
15	MR. GETTY: Would the compressor
16	stations also be considered part of this
17	industrial situation?
18	MR. YEAGER: Yes.
19	MR. GETTY: I was hoping with the
20	economy of scale often these things need fields
21	to having worked as a petroleum geologist,
22	you don't want to put one well and have to then
23	pipe it. But I'm a little concerned that we
24	have transcontinental gas pipelines running

right that they might tap into and find that appealing. I have to say that those compressor stations that are a big factor, too, with the noise.

The other thing that as having worked and tried to sleep on offshore drilling rigs and having worked for and against many quarries and worked against many of the strip mines out in western Pennsylvania, I was thinking that while it sounds like we can not tell them how to tinker inside their workshop, one thing that I saw was successful in Plumstead Township is to say fine, but don't be making a lot of noise to upset the neighbors or keep your lights on, that we might think about all the emissions aspect and say these sound barriers, the light pollution, that type of thing. There are things we could probably try to do to curb these lights shining out.

Also coming from years of experience and as a scientist, it's great to do the studies, but if these things come in or even before they do, just like what we could have done with New Hope crush years ago is the more

1	baseline data we have in the area ahead of time
2	on the quality of our roads, the bridges, the
3	aquifer's quality, makes it so much easier that
4	when they come in, they don't say oh, it was
5	always that way. That's always been their
6	argument, the wells were already contaminated
7	before. Getting good baseline data is
8	essential. Thank you.
9	MR. COSDON: Any another questions?
10	Gentlemen, thank you very much for coming. We
11	appreciate it. I think it was well worth the
12	time we all vested. Thank you. And thank you
13	all for coming.
14	(Whereupon, the matter was adjourned.)
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CERTIFICATE I HEREBY CERTIFY that the proceedings and testimony taken by and before me are contained fully and accurately in the notes of testimony, and that the foregoing is a true and correct transcript of the same. JUSTINE A. GREGØR Shorthand Reporter and Notary Public (The foregoing certification of this transcript does not apply to any reproduction of the same by any means unless under the direct control and/or supervision of the certifying reporter.)