By: Farabee

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CONCURRENT RESOLUTION

1 WHEREAS, The oil industry in Texas dates back to the late 19th 2 century, and the natural gas industry has been a significant part of 3 the state's economy since the middle of the 20th century; today, 4 Texas is the second-highest oil producing state in the country and 5 the leading producer of natural gas; during Fiscal Year 2008, Texas 6 producers employed more than 200,000 people and paid more than \$5 7 billion in taxes and fees to the state's general revenue fund; and

8 WHEREAS, The regulation of oil and gas exploration and 9 production activities has traditionally been within the purview of 10 the states; the Texas Legislature passed its first regulatory 11 statute for oil in 1899, and the industries have since been 12 regulated by the Railroad Commission of Texas in coordination with 13 the Interstate Oil and Gas Compact Commission (IOGCC); and

14 WHEREAS, In recent years, however, the congress has considered legislation to augment the 1974 Safe Drinking Water Act 15 16 (SDWA) and grant authority to the federal government to regulate oil and gas drilling and production operations; in particular, 17 18 lawmakers have focused on a natural gas drilling technique called hydraulic fracturing, which is used to extract natural gas from 19 20 deep rock much faster than would otherwise be possible; implemented in the late 1940s, the technology has become a standard method for 21 improving efficiency; and 22

23 WHEREAS, Hydraulic fracturing is not covered by the SDWA, and 24 the congress clarified this in the Energy Policy Act of 2005, which

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specifically exempts the technology from regulation under the SDWA and preserves the state regulatory system; hydraulic fracturing has been regulated by states for more than 50 years, and in 2002 the IOGCC surveyed oil and gas producing states and found that there were no known cases of groundwater contamination associated with hydraulic fracturing; and

7 WHEREAS, Domestic energy development is vital to the energy 8 security of the United States, and the application of hydraulic 9 fracturing techniques is estimated to have added more than 7 10 billion barrels of oil and 600 trillion cubic feet of natural gas to 11 the nation's energy needs; hydraulic fracturing in the Barnett 12 Shale of Texas alone has contributed to the production of more than 13 four trillion cubic feet of natural gas; and

14 WHEREAS, The current approach to regulating hydraulic 15 fracturing has effectively protected groundwater and drinking water sources from impacts related to oil and gas exploration and 16 17 production activities; more restrictive regulation, which may not increase the protection of underground drinking water, could harm 18 19 the supply of oil and natural gas at a time when the country requires more domestic energy production than ever before; now, 20 21 therefore, be it

RESOLVED, That the 81st Legislature of the State of Texas hereby respectfully urge the United States Congress to maintain state regulatory coverage of hydraulic fracturing; and, be it further

26 RESOLVED, That the Texas secretary of state forward official 27 copies of this resolution to the president of the United States, the

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1 speaker of the house of representatives and the president of the 2 senate of the United States Congress, and to all the members of the 3 Texas delegation to the congress with the request that this 4 resolution be officially entered in the Congressional Record as a 5 memorial to the Congress of the United States of America.