

Statement of Support

The undersigned organizations support:

1. A fair and reasonable tax on the extraction of natural gas.
2. Dedicating a portion of the tax to the Environmental Stewardship Fund and to the Pennsylvania Fish & Boat and Game Commissions to restore wildlife habitat and improve public access.
3. Dedicating a portion of the tax to help local governments impacted by natural gas drilling operations.
4. Balance and restraint in leasing public lands for gas extraction. The impact of leasing 74,000 acres of state forest in 2008 and potential impacts of additional leasing should be carefully evaluated before opening up more public land for drilling.
5. When natural gas and other resources are taken from public forestlands, the revenues generated should be reinvested in the conservation and restoration of the Commonwealth's natural resources.

Allegheny Trail Alliance

American Farmland Trust

American Rivers

Appalachian Mountain Club

Audubon Pennsylvania

Bedminster Land Conservancy

Berks County Conservancy

Bucks County Chapter of Trout Unlimited

Central Pennsylvania Conservancy

Centre County Farmland Trust

Chesapeake Bay Foundation

*Citizens Coalition for Environmental & Property
Protection in Pipeline Operations*

Citizens for Pennsylvania's Future (PennFuture)

City Parks Association

ClearWater Conservancy

Countryside Conservancy

Cowanshannock Creek Watershed Association

Crooked Creek Watershed Association

Delaware Highlands Conservancy

Delaware River Greenway Partnership

Delaware Valley Earth Force

E.L. Rose Conservancy of Susquehanna County

Earth Charter Lifeboat Academy of Pennsylvania

East Nantmeal Land Trust

Eastern MontCo Action 2004

*Eastern PA Coalition for Abandoned Mine
Reclamation*

Ecological Associates

Eden Hill Conservancy

Elk Creeks Watershed Association

Endless Mountains Heritage Region

Environmental Life Academy

Farm & Natural Lands Trust of York County

Foundation for PA Watersheds

Foundation for Pennsylvania Watersheds

Friends of the Nescopeck

God's Country Chapter Trout Unlimited

GreenSpace Alliance
Heritage Conservancy
HeritagePA
Independence Conservancy
Juniata Valley Audubon
Kennett Township Land Trust
Keystone Trails Association
Lake Erie Region Conservancy
Lancaster County Conservancy
Lancaster Farmland Trust
Land Conservancy of Adams County
Lebanon Valley Conservancy
Merrill W. Linn Land and Waterways Conservancy
Millersville University of Pennsylvania
Mokoma Conservancy
Montgomery County Lands Trust
Natural Lands Trust
North Branch Land Trust
Open Land Conservancy of Chester County
PA Council of Trout Unlimited
PA Wilds Citizens For Protection State Lands
PennEnvironment
Pennsbury Land Trust
Pennsylvania Environmental Council
Pennsylvania Farmland Preservation Association
Pennsylvania Federation of Sportsmen's Clubs
Pennsylvania Forest Coalition
Pennsylvania Horticultural Society
Pennsylvania Institute for Conservation Education
Pennsylvania Land Trust Association
Pennsylvania Organization for Watersheds and Rivers
Pennsylvania Recreation & Park Society
Pennsylvania Wildlife Federation
Philagreen Hospitality Association
Pine Creek Land Conservation Trust
Pine Creek Valley Watershed Association
Pocono Heritage Land Trust

Pocono Northeast Resource, Conservation, and Development Council
Preservation Pennsylvania
Radnor Conservancy
River Alert Information Network
Shermans Creek Conservation Association
Sierra Club, Pennsylvania Chapter
Somerset County Conservancy
Susquehanna Greenway Partnership
The Center for the Celebration of Creation
The Conservancy of Montgomery County
The Nature Conservancy, PA Chapter
The Trust for Public Land
Tinicum Conservancy
Upper Allegheny Watershed Association
Western Clinton Sportsment's Association
Western Pennsylvania Conservancy
Westmoreland Land Trust
Wildlands Conservancy
Wissahickon Valley Watershed Association
10,000 Friends of Pennsylvania
1st Fork of the Sinnemahoning Watershed Association

Birch Grove Farm Equestrian Training Center
Brown Consulting & Research, LLC
Crossroad Gift & Thrift
Eco Islands, LLC
Fjordstone, Inc.
Heron's Eye Communications
Hometown Green
J. W. Crouse, Inc.
J.T. Enterprise
Montgomery Rehab Associates
Penns Creek Guides
Rushforth Solar LLC
Schmid & Company, Inc.
This Leaky House
Veterinary Medical Specialists of Pittsburgh

Background to

Statement of Support

for a natural gas severance tax and dedicating a portion of revenues to land, water and wildlife conservation and helping communities

Introduction

Pennsylvania sits atop one of the largest deposits of natural gas in the world – the Marcellus shale formation. New drilling technology means that drillers are just now starting to tap into this resource. The PA Department of Environmental Protection issued a record 7,792 drilling permits in 2008 (up from roughly 2,000 in 1999).

Most states with natural gas resources tax the extraction of the gas. Governor Rendell has proposed a tax on the extraction of natural gas identical to the one that has been in place in West Virginia since 1987. This tax is projected to initially raise more than \$100 million a year, rising to more than \$630 million annually by 2014.

Impact on Communities and Environment

Natural gas extraction imposes heavy costs on our communities and environment – pipelines, drilling pads and wastewater storage pits altering our landscapes and fragmenting wildlife habitat, heavy rigs damaging our roads, billions of gallons of water taken from our streams and operational errors contaminating our land and drinking water.

Use of a Severance Tax

Some of the money raised from a natural gas extraction tax could be used to offset these costs and invest in watershed restoration and protection, habitat conservation, public access to outdoor recreation, and conservation of open space and farmland. This can be accomplished by directing a portion of the tax to the Environmental Stewardship Fund (Growing Greener) as well as to Pennsylvania's natural resource commissions for habitat improvement and public access purposes.

Public Forestland Issues

Industry groups oppose the gas severance tax and instead want to dramatically accelerate drilling on publicly owned forestlands to generate revenues for the state, even though last year saw a huge expansion of natural gas exploitation on state lands. In 2008, the PA Dept. of Conservation and Natural Resources leased 74,000 acres of state forest for Marcellus shale gas drilling. It would be prudent to study the effects of this on wildlife, water, public recreation, and the general health of our forests before the state rushes to open more public land to major drilling operations.

Since 1955, lease payments and royalties from drilling in our publicly owned state forests have been deposited in the Oil & Gas Lease Fund to be used strictly for conservation and recreation. Now, after 54 years, Harrisburg proposes to change the law to redirect the money to other uses.