THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE RESOLUTION

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INTRODUCED BY GREENLEAF, RESCHENTHALER AND VULAKOVICH, OCTOBER 17, 2017

REFERRED TO ENVIRONMENTAL RESOURCES AND ENERGY, OCTOBER 17, 2017

A RESOLUTION

- 1 Urging Pennsylvania natural gas producers to export natural gas 2 to European countries in an effort to curtail the natural gas 3 monopoly that Russia has on the region.
- 4 WHEREAS, The Commonwealth of Pennsylvania is fortunate to
- 5 have one of the most abundant and diverse mineral resource
- 6 fields in the world, including the Marcellus Shale natural gas
- 7 reserves; and
- 8 WHEREAS, According to the Department of Community and
- 9 Economic Development, Pennsylvania is the second-largest natural
- 10 gas producer in the nation, and our production has increased
- 11 more than 2,400% in the past five years; and
- 12 WHEREAS, The Department of Environmental Protection's Oil and
- 13 Gas Annual Report for 2016 showed that a record level (about 5.1
- 14 trillion cubic feet) of natural gas was produced in
- 15 Pennsylvania, up nearly 11% from the previous year; and
- 16 WHEREAS, A study released in March 2017 by IHS Markit
- 17 regarding enhancing Pennsylvania's opportunities in the
- 18 petrochemical and plastic industries stated: "In 2015, the

- 1 natural gas from the Marcellus and Utica Shale accounted for a
- 2 quarter of all natural gas produced in the United States and is
- 3 expected to account for more than 40% on the nation's natural
- 4 gas production by 2030"; and
- 5 WHEREAS, According to the United States Energy Information
- 6 Administration (EIA), Pennsylvania ranked among the top three
- 7 net energy suppliers in the United States; and
- 8 WHEREAS, EIA's latest Short-Term Energy Outlook projects that
- 9 the United States will become a net exporter of natural gas in
- 10 2017 and further states: "Abundant natural gas resources and
- 11 large production increases have created opportunities for U.S.
- 12 natural gas exports"; and
- WHEREAS, A 2017 Gas Market Report (Analysis and Forecasts to
- 14 2022) from the International Energy Agency (IEA) notes that the
- 15 "United States, the world's largest gas producer, will increase
- 16 production more than any other country over the next five years,
- 17 accounting for almost 40% of global output growth"; and
- 18 WHEREAS, Natural gas exports play an important geopolitical
- 19 role; and
- 20 WHEREAS, Russia has been the dominant provider of liquefied
- 21 natural gas (LNG) to European countries, and much of the LNG
- 22 these countries use flows through pipelines that cross Ukraine;
- 23 and
- 24 WHEREAS, According to The European Union 2014 Review issued
- 25 by IEA, countries including Bulgaria, the Baltic states, Finland
- 26 and the Slovak Republic "depend as much as 100% on gas imports
- 27 from Russia as the single supplier"; and
- 28 WHEREAS, Russia has demonstrated on a number of occasions its
- 29 power as a dominant natural gas supplier by shutting off natural
- 30 gas to Ukraine, thus threatening the energy security of these

- 1 countries and prompting efforts to diversify LNG sources; and
- 2 WHEREAS, Exports from the United States would help to reduce
- 3 dependence on Russian gas, weakening Russia's ability to use
- 4 energy as a weapon; and
- 5 WHEREAS, Exports from the United States would help to make
- 6 the natural gas market more global and competitive; and
- 7 WHEREAS, In 2016, the first United States LNG export terminal
- 8 was opened and began shipping gas overseas; and
- 9 WHEREAS, Additional LNG terminals are planned within the next
- 10 several years; and
- 11 WHEREAS, Based on construction of these export terminals, the
- 12 EIA projects that the United States will have the third-largest
- 13 LNG export capacity in the world by 2020; and
- 14 WHEREAS, In June 2017, the United States delivered its first
- 15 Central European LNG shipment, which arrived in Poland; and
- 16 WHEREAS, During a visit to Warsaw, Poland, in July 2017 to
- 17 attend a meeting of the Three Seas Initiative, an effort by 12
- 18 Central and Eastern European nations to increase trade,
- 19 infrastructure and energy ties, President Donald Trump remarked:
- 20 "We are committed to securing your access to alternative sources
- 21 of energy, so Poland and its neighbors are never again held
- 22 hostage to a single supplier of energy"; and
- 23 WHEREAS, Now that Pennsylvania and the nation have an
- 24 abundant supply of natural gas and the capacity to export it, we
- 25 can help Central and Eastern Europe reduce their reliance on
- 26 Russia while at the same time improving our own domestic
- 27 economy; therefore be it
- 28 RESOLVED, That the Senate of the Commonwealth of Pennsylvania
- 29 urge Pennsylvania natural gas producers to export natural gas to
- 30 European countries in an effort to curtail the natural gas

- 1 monopoly that Russia has on the region; and be it further
- 2 RESOLVED, That copies of this resolution be transmitted to
- 3 the President of the United States, the presiding officers of
- 4 each house of Congress, each member of Congress from
- 5 Pennsylvania, the Marcellus Shale Coalition and the Secretary of
- 6 Community and Economic Development.