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CONFERENCE PROCEEDINGS

Coal Mine Drainage for Marcellus Shale Natural Gas Extraction

Proceedings and Recommendations from
a Roundtable on Feasibility and Challenges

Aimee E. Curtright • Kate Giglio

Sponsored by the Marcellus Shale Coalition



Environment, Energy, and Economic Development

A RAND INFRASTRUCTURE, SAFETY, AND ENVIRONMENT PROGRAM

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Preface

On December 14, 2011, with funding from the Marcellus Shale Coalition, the RAND Corporation hosted a roundtable conference exploring the use of coal mine water for hydraulic fracturing in the Marcellus Shale formation. Speakers and audience members addressed concerns related to the technical, economic, and regulatory feasibility of using this coal mine water for drilling and hydraulic stimulation of shale gas wells. In summarizing these discussions, these conference proceedings describe many of the challenges and opportunities associated with this approach to extracting natural gas from shale. This document also highlights a number of research gaps, the resolutions for which may assist stakeholders with both short- and long-term decisionmaking.

The event, “Feasibility and Challenges of Using Acid Mine Drainage for Marcellus Shale Natural Gas Extraction,” was held in RAND’s Pittsburgh office. RAND selected and invited the participants who were not officially affiliated with the Marcellus Shale Coalition, hosted and moderated the roundtable, and retained full editorial control of the writing and production of this proceedings document.

The speakers’ prepared white papers and presentation slides are available as a series of online appendixes accompanying these proceedings at http://www.rand.org/pubs/conf_proceedings/CF300.html.

Marcellus Shale Coalition

The Marcellus Shale Coalition provided funding to RAND to plan, host, and moderate this roundtable, as well as to compile and publish these proceedings. As an independent policy research organization, RAND selected and invited the non-MSA member participants and retained full editorial control of the content of this document.

The Marcellus Shale Coalition is the industry association “committed to the responsible development of natural gas from the Marcellus Shale geological formation.” For additional information see <http://marcelluscoalition.org>.

The RAND Environment, Energy, and Economic Development Program

The December 14, 2011, roundtable conference was hosted by RAND under the auspices of the Environment, Energy, and Economic Development Program (EEED) within RAND Infrastructure, Safety, and Environment (ISE). The mission of RAND Infrastructure, Safety,

and Environment is to improve the development, operation, use, and protection of society's essential physical assets and natural resources and to enhance the related social assets of safety and security of individuals in transit and in their workplaces and communities. The EEED research portfolio addresses environmental quality and regulation, energy resources and systems, water resources and systems, climate, natural hazards and disasters, and economic development—both domestically and internationally. EEED research is conducted for government, foundations, and the private sector.

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Summary

In recent years, natural gas production in the United States has increased as a result of extraction from shale gas formations, such as the Marcellus Shale. The process of hydraulic fracturing used to tap this resource requires the injection of substantial amounts of water, on the order of 3–5 million gallons, along with chemicals and sand, into a typical horizontal well.¹

Pennsylvania and the surrounding region have substantial amounts of coal mine water (CMW) in abandoned, closed but actively managed, and active coal mines. Some mines release this polluted, often acidic water into nearby rivers and streams, resulting in coal mine drainage (CMD).² In light of the ongoing environmental problems posed by CMD, some have suggested that it could be used as a water source for hydraulic fracturing operations.

These proceedings provide an overview of the topics and discussions at a roundtable conference exploring the use of CMD for hydraulic fracturing in the Marcellus Shale formation. The objective of the roundtable was to assess the technical, economic, legal, and regulatory feasibility of using CMD, and CMW more broadly, in hydraulic fracturing operations. An additional objective was to identify research priorities and to facilitate efforts to address remaining implementation issues.

The event, “Feasibility and Challenges of Using Acid Mine Drainage for Marcellus Shale Natural Gas Extraction,” was held in RAND’s Pittsburgh office on December 14, 2011. With funding from the Marcellus Shale Coalition (MSC), RAND hosted and moderated the roundtable and retained full editorial control of the writing and production of these proceedings. The roundtable brought together leading researchers, hydraulic fracturing operators, legal experts, representatives from the Pennsylvania Department of Environmental Protection and corresponding agencies in neighboring states (Maryland, Ohio, and West Virginia), and other stakeholders. This document summarizes the presentations of the panelists and the audience’s responses and highlights the primary takeaway messages from the day, including a number of research gaps. Resolving these gaps may help policymakers and other stakeholders make better-informed decisions regarding the opportunities and challenges of using CMD for hydraulic fracturing.

¹ Estimates start at 2–3 million gallons of water per horizontal well and go as high as 10 million gallons, i.e., between 7.6 million and 38 million liters per well (Kargbo, Wilhelm, and Campbell, 2010; Mooney, 2011; MSC, undated).

² Also known as coal mine *discharge*.

Overview of the Roundtable

The roundtable conference opened with introductory remarks by RAND's Pittsburgh office director Susan Everingham and MSC president Kathryn Klaber. The event included four sessions that were moderated by RAND staff.

The first session featured an overview of the availability of CMW in Pennsylvania's Marcellus Shale gas region. Professor Anthony Iannacchione of the University of Pittsburgh shared estimates of the quantity of CMW available for use by operators. He also described the large variation in the chemical composition of CMW, which may affect its suitability for hydraulic fracturing. The remainder of the session focused primarily on the use of CMD, the CMW that is actively draining from mine pools. Charles Cravotta of the U.S. Geological Survey underscored the importance of assessing the suitability of CMD for fracturing operations on a case-by-case basis, referencing his work characterizing CMD in the region.

The second session delved deeper into the technical challenges and uncertainties of using CMD. Professor Radisav Vidic of the University of Pittsburgh discussed the ranges of chemical composition, such as acidity and solute concentrations, that might be acceptable for hydraulic fracturing, stressing that current guidelines are not based on rigorous research. He suggested that a wide range of concentrations of many chemicals may be acceptable for use in hydraulic fracturing operations. This is because chemical treatments and a combination of CMD and fresh or flowback water can be used to adjust the chemical properties of the water used for hydraulic fracturing. Doug Kepler of Seneca Resources Corporation gave an overview of technical challenges from the perspective of industry.

The third session addressed the potential costs of using CMD. David Yoxheimer of Penn State University discussed his cost estimate for CMD acquisition, transport, treatment, and storage. He and his Penn State colleagues found that transporting water to a well site can account for a significant fraction of the total expense of obtaining water, especially if trucks must travel long distances because of a lack of appropriate local CMD. Furthermore, the approach to treatment will be driven by both the chemistry of a specific CMD source and final operator specifications, with a potential significant impact on cost. Eric Cavazza of the Pennsylvania Department of Environmental Protection presented estimates of the cost of using CMD based on the operating and maintenance costs of existing CMD treatment facilities, which were significantly lower than the cost of building and operating new treatment facilities.

The final roundtable session examined the impact of existing legislation on the use of CMD in hydraulic fracturing operations, especially in the case of *abandoned* mine drainage (i.e., CMD from mines that are no longer owned by private entities). Pam Milavec of the Pennsylvania Department of Environmental Protection opened the session by introducing a draft white paper that is intended to simplify the process of reviewing and approving proposals to use CMD (see Pennsylvania Department of Environmental Protection, 2011b). She explained that the Commonwealth of Pennsylvania intends to establish a multi-program workgroup that will evaluate and make recommendations concerning proposals for the use of CMD. Joseph K. Reinhart and Kevin J. Garber of the law firm Babst Calland lauded the department's recognition of the regulatory and legal barriers facing operators that want to use CMD. They discussed how Pennsylvania's Clean Streams Law often serves to discourage the use of abandoned mine drainage by placing open-ended liability on the user of CMD water. Peter J. Fontaine of the law firm Cozen O'Connor recommended a number of changes in the liability rules, including amending the 1995 Environmental Remediation Standards Act to include covenants

not to sue for natural gas operators and others that implement approved, comprehensive, long-term CMD abatement projects in conjunction with natural gas extraction.

Opportunities, Challenges, Potential Research, and Policy Questions

The presentations and discussions covered a range of opportunities and challenges associated with using CMD to support hydraulic fracturing operations throughout the Marcellus Shale region. Several presentations highlighted current research needs and noted some policy questions that decisionmakers will need to address. Chapter Six includes a more in-depth discussion of the following key points.

The use of CMD for hydraulic fracturing activities is technically viable. The panelists and participants were in agreement that the Commonwealth of Pennsylvania has very large amounts of CMW—much more than could be used in the coming decade for hydraulic fracturing. Even considering only CMD, there is a large quantity of water in the region. Operators would most likely not encounter economically significant problems in hydraulic fracturing with much of the CMD available: Many sources would require modest or, in some cases, no pretreatment. Attendees did stress that chemical properties may vary greatly between sites and even sometimes at the same site over time. CMD water from some mines is acidic; from others, it is alkaline. These differences may affect the suitability of the CMD for hydraulic fracturing. However, many CMD sites are close to drilling areas, and piping CMD to fracturing operations is a technically viable option.

Further research could clarify the viability of using CMD for hydraulic fracturing operations at specific sites. The technical and economic viability of hydraulic fracturing with CMD will depend on site-specific characteristics, such as the properties of the particular mine water and CMD-source proximity to natural gas extraction sites. Along these lines, several data and information gaps were identified in the first two sessions of the roundtable and are summarized in Table S.1. There is an additional need to identify the benefits and costs of the near- and midterm use of CMD for hydraulic fracturing relative to long-term CMD remediation and, if appropriate, to craft appropriate mechanisms to obtain a more permanent remediation benefit.

The economics of using CMD could be attractive in some instances but will be highly dependent on site-specific conditions. Estimates of the economic viability of using CMD vary depending on (1) assumptions regarding transport distance and method, (2) the extent of pretreatment required, (3) the cost of the treatment required, and (4) storage requirements, both in terms of total volumes and regulatory containment specifications. None of the analyses presented during the roundtable were completely comprehensive in terms of costs; for example, many parameters were estimated with limited data and assumptions that could not be made a priori. It is clear, however, that the costs of using CMD will be very site-specific. In some cases, using CMD may be less expensive than using fresh water; in other cases, it will be more costly. This is due to transport and storage costs and (often more importantly) to the fact that the extent of treatment required will depend both on the starting quality of the CMD source and the specifications of the final type of water desired by the operator at the extraction site.

The current legal and regulatory framework may discourage the use of CMD for hydraulic fracturing but could be reinterpreted or modified. The Pennsylvania Department of Environmental Protection hopes to clarify and streamline the process of applying to use CMD in

Table S.1
Potential Research Areas Identified During the Roundtable

Research Need	Research Priorities	Responsible Stakeholders
Synthesis, organization, and compilation of existing data on sources of CMW in a publicly available database	Distinctions between CMW pools should be clearly made in terms of quantities, quality, and location, including Chemical composition, pH, and variability Coal mine water (CMW) generally or coal mine discharge (CMD) specifically Among sources of CMD—abandoned or actively managed Among abandoned mines—treated or untreated	Pennsylvania Department of Environmental Protection U.S. Department of the Interior/U.S. Geological Survey Regional research universities Watershed authorities Nongovernmental organizations Industry
More complete, updated characterization of CMD sources to augment existing data in database	Three specific data needs: Quantity (volumes or flow rate) Quality (chemical composition and variability) Location of CMD sites, including relative to natural gas extraction activities	Pennsylvania Department of Environmental Protection U.S. Department of the Interior/U.S. Geological Survey Regional research universities Industry
Development of experience-based guidelines for CMD quantity and quality needs	The guidelines should address the following questions: Which dissolved constituents are truly of concern, and what (ranges of) levels are acceptable? How much variability is tolerable within and between natural gas extraction sites?	Marcellus Shale Coalition Individual operator companies Research universities
Development and analysis of appropriate technical concepts and implementation mechanisms to encourage the long-term remediation of CMD in conjunction with its near- and midterm use for hydraulic fracturing	The policy research might include Cost-benefit analysis of the different technical concepts for long-term CMD remediation Identification of appropriate funding sources and financial incentives for both near- and midterm goals Development of policy mechanisms and identification of appropriate entities for coordinating stakeholders, developing infrastructure, and operating permanent facilities for CMD water remediation	Pennsylvania Department of Environmental Protection Watershed authorities and nongovernmental organizations Industry and Marcellus Shale Coalition

hydraulic fracturing.³ However, current laws and regulations appear to make operators that make use of CMD liable for environmental damage caused by legacy mine drainage. Both the Environmental Good Samaritan Act and the Environmental Remediation Standards Act (also known as Act 2) set precedents for the possible reinterpretation of the law and can be further explored as CMD use is considered as a part of legacy mine cleanup initiatives. However, legal and regulatory changes must be approached carefully to maximize the specific long-term environmental benefits of using CMD and to simultaneously avoid modifying existing regulations in a manner that is not broadly beneficial or that is even harmful to the environment in some other way.

³ The Pennsylvania Department of Environmental Protection released a draft white paper on this topic in November 2011. As of late March 2012, the department was in the process of reviewing the feedback provided during the open comment period.

The broader context of watershed quality and sustainability in the region needs to be addressed. Several participants noted that the use of CMD for hydraulic fracturing will not be a panacea for the abandoned mine drainage problem. Regulations allowing operators to use CMD without assuming past liability will not necessarily provide incentives for its use, and long-term remediation requires not a temporary diversion of the CMD water but the establishment of a permanent water remediation infrastructure. These realities should inform realistic goals for the use of CMD for hydraulic fracturing. The policy goals should, in turn, drive the regulatory framework. Nevertheless, a concept that reduces freshwater use in hydraulic fracturing and simultaneously removes contaminated CMD from the watershed represents a potential area of common ground for a diverse group of stakeholders.

Acknowledgments

We would like to thank the Marcellus Shale Coalition (MSC) for providing funding for the roundtable conference and assisting us in reaching MSC members. In particular, Rob Boulware (now with Seneca Resources Corporation) was instrumental in the conception of the roundtable and helped us identify participants with relevant expertise at regional universities. RAND was ultimately responsible for identifying and extending invitations to participants from outside the MSC membership.

We were fortunate to host a very knowledgeable and diverse set of speakers and participants. Professor Anthony Iannacchione and Professor Radisav Vidic of the University of Pittsburgh, David Yoxtheimer of Penn State University, and Peter J. Fontaine of the law firm Cozen O'Connor, along with several co-authors, wrote papers in advance of the meeting. These documents, along with their corresponding presentation slides, can be found in the accompanying online appendixes at http://www.rand.org/pubs/conf_proceedings/CF300.html. Charles Cravotta of the U.S. Geological Survey, Doug Kepler of Seneca Resources Corporation, Eric Cavazza and Pam Milavec of the Pennsylvania Department of Environmental Protection, and Joseph K. Reinhart and Kevin J. Garber of the law firm Babst Calland provided additional remarks and corresponding presentations, which can also be found in the online appendixes.

Our fellow RAND staff provided invaluable support for the event. Debra Knopman, Keith Crane, and Susan Everingham served as session moderators. Jordan Fischbach provided supplemental note-taking for the discussions, especially concerning technical topics. Michelle McMullen, Paula Dworek, and the Pittsburgh office facilities team provided administrative and logistical support in preparation for, during, and after the meeting. Lauren Skrabala provided editorial and document design assistance.

Finally, we thank those who reviewed this proceedings document, including the authors of the four white papers and staff from the Pennsylvania Department of Environmental Protection. We are also grateful to RAND colleague James Bartis for his formal review and valuable feedback. Additional fact-checking was performed by Aviva Litovitz of the Pardee RAND Graduate School. Any remaining errors or omissions remain our own.

Abbreviations

BaSO ₄	barium sulfate
CMD	coal mine drainage
CMW	coal mine water
CSL	Clean Streams Law
EEED	RAND Environment, Energy, and Economic Development Program
EIA	U.S. Energy Information Administration
EPA	U.S. Environmental Protection Agency
ISE	Infrastructure, Safety, and Environment
MSAC	Marcellus Shale Advisory Commission
MSC	Marcellus Shale Coalition
NGO	nongovernmental organization
NORM	naturally occurring radioactive material
NPDES	National Pollutant Discharge Elimination System
SWMA	Solid Waste Management Act
Tcf	trillion cubic feet

Background on Water Use for Hydraulic Fracturing in the Marcellus Shale

Introduction

Over the past few decades, technological innovations have made it possible to extract natural gas from previously uneconomic “unconventional” deposits in the United States and elsewhere in the world.¹ Expanded access to natural gas resources has largely been the result of the advent of hydraulic fracturing in several natural gas shale basins across the lower 48 states, including the Marcellus Shale formation that underlies much of Pennsylvania and West Virginia, as well as smaller areas of New York, Ohio, and Maryland (Kargbo, Wilhelm, and Campbell, 2010; Mooney, 2011). Figure 1.1 illustrates the size of the area. Less than a decade ago, the U.S. Department of Energy estimated technically recoverable shale gas reserves in the United States to be less than 60 trillion cubic feet (Tcf) (EIA, 2003). By early 2012, the revised estimate was 482 Tcf, with 141 Tcf in the Marcellus Shale alone (EIA, 2012).²

Compared with conventional natural gas extraction techniques, hydraulic fracturing requires large quantities of water, mixed with chemicals and a proppant (to keep the fracture open), such as sand, to release the natural gas that is trapped in the shale. The necessary volume of water varies from site to site with shale formation depth and permeability. For the Marcellus formation specifically, recent estimates of average water use range from 3.9 million gallons per well (Ground Water Protection Council and ALL Consulting, 2009) to 5.6 million gallons per well (Chesapeake Energy, 2011).³ Individual wells in the Marcellus Shale formation have been noted to require up to 8 million gallons of water (Cavazza and Cavazza, 2011).

Depending on the industry’s level of expansion in the coming years, hydraulic fracturing using only fresh water would be equivalent to less than 1 percent of Pennsylvania’s freshwater use overall.⁴ At a local level, however, these required volumes could constitute much larger per-

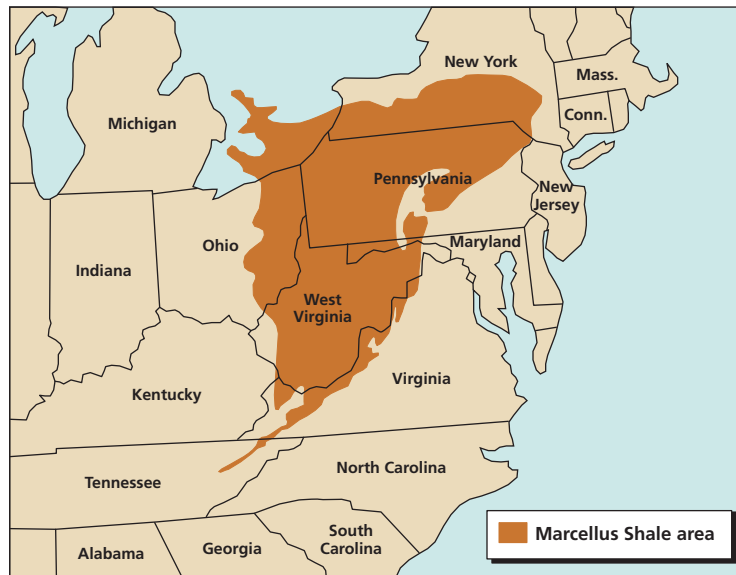
¹ *Unconventional gas* refers to natural gas extracted from coal beds or low-permeability sandstone and shale formations, as opposed to conventional natural gas that is extracted from natural gas and oil fields.

² The U.S. Department of Energy’s Energy Information Administration (EIA) estimated in 2011 that shale deposits in the United States contained 862 Tcf of technically recoverable natural gas, so the 2012 number represents a downward revision relative to 2011 but an increase relative to the 2010 estimate of 368 Tcf (Urbina, 2012). Resource estimates change in response to the price of natural gas, advances in extraction technologies, and improved geologic understanding of the resource base; additional experience with extraction in the Marcellus Shale will likely necessitate additional revisions to estimates.

³ This is equivalent to about 14.8 million and 21.2 million liters, respectively.

⁴ In 2005, the volume of fresh water used in Pennsylvania was 3.5 trillion gallons (Kenny et al., 2009). Assuming average water use of 3.9–5.6 million gallons per well, the hydraulic fracturing of 1,741 natural gas wells in 2011 (Pennsylvania Department of Environmental Protection, 2011a) would have required 6.8–9.7 billion gallons—equivalent to 0.2–0.3 percent of annual total freshwater consumption in Pennsylvania. This is a small fraction, especially when contrasted with other

Figure 1.1
Location of the Marcellus Shale Formation



SOURCE: Adapted from U.S. Geological Survey.
 RAND CF300-1.1

centages of flow, especially if drawn from smaller surface sources. While recycling the flowback and produced water has become common for the shale gas extraction industry in the Marcellus region, reducing the amount of fresh water required by the industry is nevertheless desirable.

Pennsylvania has a large amount of water that has been contaminated by coal mining activities. This water is collectively referred to as *coal mine water* (CMW). When draining from a coal mine pool, the water is specifically referred to as *coal mine drainage* (CMD, also known as *coal mine discharge*). Because much of this water is acidic, it is frequently called *acid mine drainage*.⁵ However, because of the actual chemical variability from site to site, a more accurate label for the contaminated water is CMW or CMD.

All told, the amount of CMW in the region is likely to exceed the quantity of water required by the Marcellus Shale extraction industry in the next decade by a large margin.⁶ Because of the site-to-site variability in chemical composition and pH, and the differing proximities of CMW sites to shale extraction sites, the economics of using this source of water for hydraulic fracturing will vary. In addition, the locations of the CMW with respect to the hydraulic fracturing operations may impose technical and logistical complications. The sheer volume of CMW in general and CMD in particular—along with current constraints on efforts to clean up contaminated CMD in the absence of sufficient financial resources—have

uses, such as power generation (72 percent of freshwater consumption) and public water supply (12 percent). If the number of new wells increased to 2,500 annually, as in one projection for the year 2020 (Considine, Watson, and Blumsack, 2011), and if water use per well is constant, then demand would increase to 9.8–14.0 billion gallons annually.

⁵ Acid mine drainage is sometimes abbreviated AMD; to avoid confusion with *abandoned* mine drainage, we do not use this abbreviation in these proceedings.

⁶ See Chapter Two for a derivation of this estimate.

made this legacy environmental problem a potentially attractive source of water for the gas extraction industry in the Marcellus Shale region.

Recent Legislation and Regulations in the Commonwealth of Pennsylvania

The potential to use CMD to replace fresh water for hydraulic fracturing has not gone unnoticed by policymakers and other stakeholders. On July 22, 2011, Pennsylvania Governor Tom Corbett's Marcellus Shale Advisory Commission (MSAC) presented its final recommendations for "the responsible and environmentally sound development of Marcellus Shale." Among these recommendations, the committee urged the commonwealth to "encourage the use of non-freshwater sources where technically feasible and environmentally beneficial," specifically mentioning CMD from abandoned mines with the dual objectives of reducing freshwater use and limiting the amount of CMW draining into local streams (MSAC, 2011).

On November 15, 2011, the Pennsylvania legislature adopted Senate Resolution 202, A Resolution Urging the Oil and Gas Industry to Utilize Acid Mine Water in Fracturing Marcellus Shale for Natural Gas Extraction, Whenever Economically Feasible and Environmentally Safe (Pennsylvania General Assembly, 2011). Following the legislation's passage, the Pennsylvania Department of Environmental Protection released the draft white paper "Utilization of Abandoned Mine Drainage in Well Development for Natural Gas Extraction."⁷ The document addresses technical and legal issues regarding the use of water from abandoned mines, industry concerns, and the Pennsylvania Department of Environmental Protection regulatory process, coordination procedures, and integration issues. The Pennsylvania Department of Environmental Protection intends to finalize the white paper after reviewing and addressing all comments received from industry and other interested groups during the open review and comment period, which included stakeholder meetings.

The Roundtable Conference

On December 14, 2011, the RAND Corporation hosted and moderated a roundtable conference, "Feasibility and Challenges of Using Acid Mine Drainage for Marcellus Shale Natural Gas Extraction," in its Pittsburgh office, with funding from the Marcellus Shale Coalition (MSC). The event brought together representatives from industry, academia, and nonprofit organizations to focus specifically on the use of CMD to support the drilling and hydraulic stimulation of unconventional shale gas wells. The goal of the one-day roundtable was to assess the feasibility of using CMD for hydraulic fracturing activities by answering four key questions:

1. Are there sufficient CMD sources?
2. Is it technically feasible to use CMD for hydraulic fracturing activities?
3. Are there economic or environmental benefits to pursuing the idea?
4. If so, what factors must be in place to enable such initiatives?

⁷ As noted earlier, "AMD" is an abbreviation for both "acid mine drainage" and "abandoned mine drainage"; although it uses the abbreviation "AMD," the white paper specifically refers to *abandoned mine drainage*.

In addressing these questions, the group sought to identify research needs and address the legal and regulatory barriers to applying the concept on a large scale.

Independent of the feasibility of using CMD for hydraulic fracturing, the activities of the region's unconventional natural gas industry will have a substantial impact, potentially both positive and negative, in multiple sectors. For example, economic development and job creation are likely benefits; produced water spills and increased criteria pollutant emissions from industry activities are risks. The magnitude and likelihood of these other impacts were *not* within the scope of this roundtable.

After a welcome from RAND's Pittsburgh office director Susan Everingham, MSC president Kathryn Klaber opened the event with an overview of the progress to date in examining the utility of CMD for hydraulic fracturing, adding that it is an important issue that merits strong consideration. Not only was it among the 96 recommendations from Governor Corbett's 2011 MSAC, she said, but advancing the concept presents an opportunity for improvement that the industry should embrace. She hoped that the day's discussion would help scientists, operators, policymakers, and other stakeholders better understand which barriers are real and which are anecdotal; in this way, real challenges might be immediately addressed.

Klaber was joined at the roundtable by MSC colleague Andrew Paterson. Invited speakers and participants included leading academic researchers from eight universities across the Marcellus Shale region, MSC members representing 25 companies involved with a range of oil and gas industry activities, and representatives from the Pennsylvania Department of Environmental Protection and neighboring state government agencies in Maryland, Ohio, and West Virginia.

Organization of These Proceedings

These proceedings provide an overview of the topics and discussions at the December 14, 2011, roundtable conference. Chapters Two through Five summarize the substance of the four roundtable sessions, respectively. All four technical sessions were moderated by RAND Corporation staff. Chapter Six offers highlights and key takeaways from the day. The meeting agenda, a complete list of participants, and presenter bios are included as an appendix to this document.

The speakers' prepared white papers and presentation slides, which include detailed graphics and tables supporting the summaries presented here, are available as a series of online appendixes at http://www.rand.org/pubs/conf_proceedings/CF300.html.

Session 1: Volumes and Characteristics of Coal Mine Water

RAND moderator Aimee Curtright introduced the invited speakers and gave a brief overview of the subject matter of the first session. Professor Anthony Iannacchione of the University of Pittsburgh then opened the session by discussing the amount of CMW available for use by operators working in the Marcellus Shale region, with a focus on Southwestern Pennsylvania. He reviewed the locations of CMW in relation to operating sites, with particular attention to the coal beds in Washington, Greene, Fayette, and Armstrong counties. Iannacchione described how water composition and ownership vary by location and suggested that different types of treatment are needed for active and abandoned mines. Charles Cravotta of the U.S. Geological Survey augmented Iannacchione's presentation with an in-depth review of his agency's 1999 study of the chemical variability of selected discharging mine pools (i.e., the CMD subset of the broader regional CMW). The balance of the session was allotted for an open discussion among participants. This chapter summarizes the two presentations and the participant discussions.

Summary of "Assessing the Coal Mine Water Resources: A Marcellus Shale Perspective"

Based on the contribution by Anthony Iannacchione, Associate Professor and Director of the Mining Engineering Program, Swanson School of Engineering, University of Pittsburgh

Iannacchione opened the first session with an overview of CMW in the Commonwealth of Pennsylvania, focusing on the 16 counties in Southwestern Pennsylvania where there is considerable overlap between sources of CMW and Marcellus Shale extraction activities.¹ Drawing on data from several sources, he estimated that there are about 1,600 underground bituminous mines beneath about 1.1 million acres of land in the region. All told, the volume of the region's CMW exceeds the amount that will likely be required by the Marcellus Shale extraction industry in the coming decade or more.² Specifically, there is substantial geographic

¹ The speaker also noted the likely applicability of his remarks to both northern West Virginia and eastern Ohio.

² A single 1,300-acre mine in the region was recently estimated to contain 1.4 billion gallons of water (see the white paper by Iannacchione in the accompanying online appendixes at http://www.rand.org/pubs/conf_proceedings/CF300.html). Assuming that the per-acre volume is only half of this estimated volume figure across all 1.1 million acres would imply a total volume of nearly 600 billion gallons of CMD. This is nearly 12 times the estimated annual water requirement for hydraulic fracturing under a *high-end* assumption (5,000 natural gas wells per year requiring 10 million gallons of water each, or 50 billion gallons of water annually).

overlap between the regions with abundant CMW and those with significant Marcellus Shale natural gas extraction activities.

Despite this abundance, however, not all CMW will be useable as industrial water. The quantity of CMW depends on specific conditions in the mine, and the quality of this water (i.e., the specific chemical composition) often depends on local geology. To distinguish and categorize CMW pools, Iannacchione identified and described in detail four types of underground bituminous coal mines: above-drainage abandoned mines, below-drainage abandoned mines, shallow active mines, and deep active mines. These categories offer a way to generalize the amount and chemical composition (e.g., pH) of the water in various types of mines, but the composition will vary from site to site and, in some cases, over time at a single site. Some mines are presently discharging into surface water supplies; such water is technically coal mine *discharge*. At other sites, the water is largely retained in the mine. Iannacchione provided specific examples of mines and their characteristics, as well as current remediation approaches at those sites (e.g., passive versus active), which may vary based on water characteristics and ownership.

In closing, Iannacchione reviewed the benefits and challenges of using CMW for hydraulic fracturing. Benefits include the generally close proximity and abundant supply of CMW relative to shale gas extraction needs. In the case of active mines, existing infrastructure and clear ownership should make the use of CMW relatively straightforward. In the case of CMD, the environmental benefits to streams and wetlands could be significant, especially in the case of abandoned mines.³ Challenges include site-to-site variability and lingering questions about which CMW sources might be most appropriate for hydraulic fracturing, as well as the fact that not all mines are close to natural gas extraction activities.⁴ In some cases, withdrawing the water could, itself, be problematic from technical or legal perspectives (e.g., destabilization of the mine, flow requirements for a stream).

Summary of Additional Remarks: “Use of Acidic Mine Drainage for Marcellus Shale Gas Extractions—Hydrochemical Implications”

Based on the contribution by Charles A. Cravotta III, U.S. Geological Survey Pennsylvania Water Science Center

Charles Cravotta presented additional remarks on the properties of CMD in the region.⁵ His comments underscored the importance of understanding the quality and characteristics of CMD on a mine-by-mine basis. Findings from his work with the U.S. Geological Survey sampling CMD across Pennsylvania in 1999 provided a sense of this variability. He found that the pH of freshly sampled CMD ranged from less than 3 to greater than 7 across all surveyed sites. Additionally, the pH of collected CMD changes over time; the pH of a given sample was

³ One of the reviewers of this document noted that the *temporary* removal of CMD for near-term use in hydraulic fracturing without the introduction of long-term infrastructure for CMD remediation may not have appreciable long-term environmental benefits.

⁴ Access to CMW that is presently retained in mine pools would likely require drilling. CMD, on the other hand, is already available on the surface and is, in many cases, causing environmental problems as it drains into surface water supplies.

⁵ Note that Cravotta sampled coal mine discharge specifically, not CMW more generally.

often found to shift dramatically after aging to either a higher or lower value, depending on the dominant chemical processes (e.g., degassing of CO₂, metal oxidation). Similarly, the concentration of dominant ions in the CMD varied over many orders of magnitude, though it did tend to correlate with pH and the concentrations of other ions. For example, CMD with a pH higher than 6 also tends to have a higher sulfate concentration.⁶

In short, the chemical properties of CMD vary spatially and temporally, and much of this water is not acidic (i.e., it is not “acid mine drainage”). However, generalizations can be made, and the variability can often be understood. These findings have implications for determining the appropriate use of CMD in industrial applications or even as makeup water fed into streams from which water has been drawn for industrial uses. Not all CMD will be appropriate for all applications, and varying degrees of pretreatment will likely be required. The timing of the use of CMD for hydraulic fracturing operations also needs to be considered and figured into approaches to storage and use. Moreover, the U.S. Geological Survey’s study of CMD properties was not intended to inform its use for industrial applications.⁷ The survey was conducted well in advance of the development of the region’s shale gas extraction industry and should be viewed with this in mind.

Discussion: Abundant Coal Mine Water May Offer Unique Opportunities but Needs to Be Better Characterized to Be Used on a Large-Scale

During the discussion portion of the session, participants focused primarily on the site-to-site differences in the water composition of various types of coal mines. As noted, composition varies based on geographic location, mining technology, time, and other factors, with important technical and legal distinctions between abandoned and currently operating mines. However, CMW is abundant and often well located relative to shale gas extraction activities. Participants also discussed the potential problems in using CMD for hydraulic fracturing, along with some of the benefits from its use. Some potentially valuable research objectives for characterizing CMD were identified.

Solutes of Concern and Chemical Variability

The participants reiterated concerns about the presence of sulfates in mine water. Precipitation of sulfates can cause scaling and thus obstruct the passage of natural gas through the formation. Sulfates are always a concern for hydraulic fracturing operators because of the presence of barium and other cations (i.e., positively charged elements or molecules such as calcium, Ca²⁺, or magnesium, Mg²⁺) in the shale formation itself. It is not clear whether this precipitation will cause a problem in practice or how bad the problem might be. Some mine waters are not high in sulfates.⁸ For those that are, treatment is an option.

⁶ This is because when sulfate concentrations are high, barium sulfate (BaSO₄) forms and thus reduces barium concentrations.

⁷ The original study was intended to measure the types and levels of solutes in CMD for possible extraction of the dissolved constituents themselves (e.g., gold).

⁸ According to roundtable participant Joseph Swearman of CONSOL Energy, concentrations are as low as approximately 150 mg per liter.

One participant noted that more cost-effective, non-thermal active treatment options are under development. Cravotta suggested that this issue needs to be explored further, as does the problem of overtreatment and its potential effect on meeting discharge water requirements. Another participant suggested that solving several solute problems at the same time would be a key to cost-effectiveness; in other words, a more “holistic” approach could reduce costs if it considered all solutes and multiple end uses and if an economic and regulatory framework were developed to address the issue.

Robert Hedin of Hedin Environmental commented specifically on the sulfate content of older abandoned mines, which have been flowing for a long time and are “weathered out.” For example, he estimated that while a recently abandoned long-wall mine might have sulfate levels of 10,000 milligrams per liter, 40 years later, the level may have dropped to around 1,000 milligrams per liter. He also stressed that variability is generally observed *between* discharges and not *within* an individual discharge; sulfate concentrations in a typical discharge site might vary from 600 to 1,000 milligrams per liter in a year, but two discharges 20 miles apart might differ by several thousand milligrams per liter.

Participant Tammy Tobin of Susquehanna University noted that many microbial organisms live in CMD—even in acidic discharges—and are able to consume contaminants (including sulfates) through their metabolic activities. Another participant raised the concern that additional costs might be associated with preparing water that contains microorganisms for hydraulic fracturing. Tobin responded that these microbes could be used to the advantage of the treatment process and should be considered as a potentially cost-effective part of pretreatment.

Estimating Volumes and Characterizing CMW

The estimates provided by Iannacchione were supplemented by the commentary of participant Robert Hedin, who noted that there are many abandoned mine discharges throughout Pennsylvania’s broader western and central regions. He estimated that each produces around 700–2,000 gallons per minute.⁹ Paul Ziemkiewicz, director of the West Virginia Water Research Institute, estimated that active mine drainage treatment systems in the Pittsburgh basin release a total of about 44,000 gallons (170,000 liters) per minute, and abandoned mines in the basin release an additional 130,000 gallons (500,000 liters) per minute. For comparison, Doug Kepler of Seneca Resources Corporation estimated that running a horizontal drilling rig requires about 200 gallons (760 liters) of water per minute.¹⁰ Professor Ziemkiewicz’s own preliminary water balance estimate indicates that about 19,000 gallons per minute of makeup water, or 10 billion gallons per year, will be needed by the Marcellus Shale extraction industry.¹¹ This means that if all of the Pittsburgh basin coal water were suitable for hydraulic frac-

⁹ The original value quoted was 1–3 million gallons per day (about 3.8–11 million liters per day, or 2,600–7,900 liters per minute).

¹⁰ The actual process of hydraulic fracturing of a single horizontal well occurs over the course of days in several distinct stages; pumping is not continuous during that window. Since some preparation time is required between stages, real-time pumping rates are 1,000–3,000 gallons per minute, and demand fluctuates so that, *on average*, about 200 gallons per minute are required. At one well pad, two to eight individual horizontal wells may be fractured over the course of months or years (Hayes, 2009).

¹¹ This calculation assumes the development of 2,000 wells in the region, requiring 6 million gallons each. It further assumes that 10 percent of the water returns to the surface and is recycled for use in hydraulic fracturing.

turing, active treatment plants and abandoned mine water could provide two and seven times the annual water requirements for the hydraulic fracturing industry, respectively.¹² Professor Ziemkiewicz cautioned, however, that this estimate does not take into account the portion of the water that would be suitable for hydraulic fracturing without further treatment or dilution.

One participant asked the practical question of how to go about characterizing a specific CMD pool to determine whether it is appropriate for use in hydraulic fracturing. The group discussed basic approaches and suggested resources to consult. The first step would likely be to determine how much CMD is available near the site. There are substantial amounts of existing data, including mine maps, the orphan mine discharge database maintained by the Pennsylvania Department of Environmental Protection (undated[b]), and findings from a project that characterized the Pittsburgh coal bed mine pool basin in the early 2000s and made calculations of the volume of water in that area (West Virginia Water Research Institute, undated). Professor Ziemkiewicz based his estimates on this latter source.

When assessing CMD, a distinction must be made between the volume of CMW in a mine and the water flowing from the mine (i.e., *discharging* CMW, or CMD). CMD is likely to be easier to tap, and more information is generally available about the quantity and quality of discharging water. Drilling may be required to obtain basic information about water that is stored in mine pools and not being discharged. There are additional complications with some stored underground mine pools:

- Many mine pools are interconnected.
- Due to the absence of regulations and accurate records in early mining days, there is uncertainty regarding the connectivity of mines, as well as water quantity, quality, and the effects of water removal.
- Water quality may be stratified vertically (i.e., concentrations of solutes may differ with depth, and recharge at the top of the pool may dilute the CMW there). This uncertainty might necessitate pump tests and the development of pumping scenarios to determine when stabilization will occur and what the water quality will be prior to use.

Because CMD often contributes to surface water flow, especially in drier months, removing CMD for other uses can, in some cases, pose a problem for minimum flow requirements of streams. This water source is a substantial contributor to some watersheds, on the order of what a surface stream draining an area of 30 square miles might supply.¹³

Distinctions in CMW

While sulfate and other solute levels may differ greatly among abandoned mine pools and cannot be known prior to testing, working mine operators are well aware of the properties

¹² Another estimate presented by Hugh Barnes of Pennsylvania State University was based on U.S. Geological Survey studies: The 98 flowing abandoned bituminous mines sampled in 1999 by that agency (see Cravotta, 2008a, 2008b) had a median flow of about 190 gallons per minute, or 260,000 gallons per day (1 million liters per day), and a total flow of 54,000 gallons per minute, or 78 million gallons per day (294 million liters per day). It is noteworthy that the annual requirement of 19,000 gallons per minute of makeup water could be met with the combined flows of only the six largest of these 98 abandoned CMW sources.

¹³ In Session 2, Cravotta noted the importance of considering the *thermal* impacts of mine drainage on water quality. Because of their underground source, this water can have a cooling effect in summer and a warming effect in winter, and aquatic life potentially depends on these thermal effects.

of water discharged at their sites because they need to control the quality of the water as it is released. As Joseph Swearman from CONSOL Energy pointed out, there are many reasons why water from currently operating mines with active treatment processes—or even closed mines with active treatment in place—should be distinguished from abandoned mines.¹⁴ In fact, it may be easier from a technical and legal perspective to use this water in hydraulic fracturing applications:

- Mine water from active operations is under active care.
- Mine owners are liable for the quality of the water coming from their mines.
- Much is already known about the composition of water from these mines, which can (and must) be held consistent within a mine pool.
- Mine operators have significant existing expertise in CMD management.

Despite the advantages of using actively managed mine water, there are a number of additional factors that make the use of abandoned mine waters potentially attractive. For example, cleaning up a legacy environmental problem is likely to be of greater interest to watershed authorities and regulatory agencies than using mine water that is already under active management and is therefore less of an environmental problem. Several participants stressed the desirability of focusing on *abandoned* mine discharge; one referred to it as “the sweet spot” that they want to hit, rather than using water that is already being actively remediated.

Based on the discussions during this session, distinctions between CMW sources should be based a number of defining characteristics:

- chemical composition, which often correlates with geographic location, mining technology, or mine type
- whether the source is CMW, which is stored in mines, or CMD, which flows out of mine pools¹⁵
- abandoned versus actively managed mine discharge
- in the case of abandoned mines, whether the discharge is currently being treated or not.

Iannacchione summed up the session by saying, “There is plenty of water out there in these pools. . . . That’s not the question.” The issue, rather, is that there are many *different* sources of CMW, all with distinct advantages and disadvantages. Taking water from actively managed mines offers advantages because there is knowledge about the source and clear assignment of liability. On the other hand, cleaning up CMD from legacy abandoned mines could be more beneficial to the environment, despite the added complexity.

¹⁴ Note that during Session 2, Professor Radisav Vidic of the University of Pittsburgh provided a map of CONSOL’s active mines in the region as a reference for industry. (See Vidic’s paper in the accompanying online appendixes at http://www.rand.org/pubs/conf_proceedings/CF300.html.)

¹⁵ Drilling into pools of mine water below gas fields is technically, economically, and logistically very different from using polluted *drainage*.

Session 2: Technical Uncertainties and Challenges in Using Coal Mine Drainage for Hydraulic Fracturing

The RAND moderator, Debra Knopman, introduced the invited speakers and reminded participants of the session's objective to explore the technical challenges and uncertainties related to the utilization of CMW (and especially CMD) in shale gas extraction. The speakers focused on hydraulic fracturing water requirements and ways to acquire, manage, treat, and dispose of water associated with hydraulic fracturing processes.

Over the course of the session, Professor Radisav Vidic of the University of Pittsburgh presented co-authored research on technical issues pertaining to CMD use, especially abandoned mine drainage.¹ He reviewed the required composition of hydraulic fracturing water, stressing that these numbers should not be treated as “gospel” because they are not necessarily based on systematic research or the most current information. He suggested that differences in water properties are ultimately “no big deal” because chemical treatment and mixing CMD with flowback water can adjust the water's properties. Vidic suggested that using CMD or a combination of CMD and flowback water may benefit both operators and local watershed associations. Doug Kepler responded to the presentation by providing an overview of the technical challenges from the perspective of industry. He also spoke about the research needed to move forward with the use of CMD in drilling operations in the Marcellus Shale. The balance of the session was allotted to open discussion. This chapter summarizes the two invited presentations and the subsequent participant reactions and discussion.²

Summary of “Use of Abandoned Mine Drainage in the Development of Marcellus Shale: Technical Uncertainties and Challenges”

Based on the contribution by Elise Barbot and Radisav Vidic, Department of Civil and Environmental Engineering, University of Pittsburgh

Vidic opened the second session with an overview of “fluid quality requirements” for hydraulic fracturing developed several years ago in a workshop that included industry experts and staff from the Gas Technology Institute.³ While perhaps a good set of conservative guidelines based on the information at the time, the values have since been taken as hard numbers, which Pro-

¹ His co-author, Elise Barbot, was also in attendance.

² Note that Kepler did not provide written comments or a presentation. The summary herein is based on his oral remarks only.

³ See Barnett Shale Water Conservation and Management Committee (2007) for the minutes from this meeting.

fessor Vidic notes is inappropriate given their informal derivation and that they were originally developed in the context of the Barnett Shale. In practice, every well is different, and solute tolerance may be much higher with the right expertise. Today it is common to perform hydraulic fracturing with, for example, chloride levels that greatly exceed those specified in this early workshop. Higher tolerances have been demonstrated in the now-common practice of recycling produced water in the Marcellus region, including tolerance for relatively high levels of sulfates. The industry is finding that, by testing the limits of solute tolerance, they have been able to obtain sufficient permeability to generate productive wells with as much as 1,000 milligrams per liter of sulfate.⁴

Considerations for CMD selection include (1) sufficient flow rate (approximately 200 gallons, or 760 liters, per minute); (2) proximity;⁵ and (3) appropriate chemical composition. Vidic noted that the discussion in Session One indicated that more than enough mine water is available to meet the hydraulic fracturing need in the region. In terms of proximity, he also agreed that many sources of CMD are located close to current or likely future drilling activities. Furthermore, in terms of chemical composition, hydraulic fracturing fluid can “accommodate a variety of characteristics” as long as they are accounted for in formulating the fluid. Important chemical properties to consider are sulfate concentration, acidity or alkalinity (due to corrosion issues), and iron concentration. Vidic reiterated the importance of the distinction between CMD sources in actively managed mines and abandoned mines, which also differ by whether or not they are presently being treated. He provided maps of the locations of active and abandoned mines where CMD is being treated in the region from which water might be obtained.

Vidic discussed several potential pretreatment schemes in his presentation, including passive treatments.⁶ Most of these processes can successfully remove iron (via oxidation) and reduce the acidity of the water. He presented additional details for two possible approaches for using CMD in hydraulic fracturing applications:

- *Blending CMD with recycled hydraulic fracturing fluid as a part, or all, of the additional makeup water needed.* In this approach, the operator would take the 10–20 percent of flowback water from the hydraulic fracturing activities, blend it with CMD, and allow the precipitation of BaSO₄ to occur in ponds or holding tanks before the water is used for hydraulic fracturing.⁷ Vidic and colleagues are currently looking at the chemistry of this blending approach, including the potential to remove naturally occurring radioactive material (NORM) as part of a solid waste sludge.⁸ The researchers are also considering

⁴ In his presentation, Vidic provided data from Range Resources showing some of the high-solute water that has been used for hydraulic fracturing.

⁵ Vidic pointed out the potential value that CMD sources close to hydraulic fracturing might have in terms of reducing water truck traffic and the associated externalities of this activity. CMD may be closer than freshwater sources or may be piped.

⁶ He noted that, in Pennsylvania, there has historically been a shortage of funding for operations and maintenance of passive treatment facilities.

⁷ Because barite is used in drilling mud, this precipitate could also be used as a source of barium in lieu of the current supply of largely imported barium.

⁸ NORM can be brought to the surface from the surrounding soils and rocks during oil and gas extraction activities. Once exposed or concentrated on the surface by human activities, such as fossil fuel extraction, this material is often called tech-

the specific microbiological activity in the blends. Vidic presented site-specific sample results for the kinetics of different blending ratios and the resulting final chemistry of the blended water and corresponding precipitates. Based on this chemical understanding, it is possible to adjust the blend ratios according to the sulfate (and other solute) concentrations to suit the needs of an individual hydraulic fracturing operation.

- *Direct use of CMD, either as received or diluted with fresh water.* In this second approach, CMD, either untreated or “minimally” treated, serves as the primary constituent of the hydraulic fracturing solution. Vidic asserted that, in many cases, this may be acceptable, and sulfate levels may not be as important as had been thought in the past. In other words, the formation of some BaSO₄ “downhole” may not be problematic. This is because even at concentrations of 800 milligrams per liter of sulfate, the volume of BaSO₄ solid that is formed is less than 1 percent of the volume of the solid proppant that is *intentionally* added to hydraulic fracturing fluid as a standard part of operations. Whether this BaSO₄ forms a surface scale or instead forms “plugs” in the pore network, it is unclear how it will affect well permeability and performance. To his knowledge, this had not been systematically studied and scientifically established, and a few microns of scale on casings and pipes might not significantly affect yields.⁹

At the end of the session, Vidic suggested that further information was needed to make technically sound decisions. He noted several specific needs:

1. research that identifies the level of sulfates and suspended solids that can, in practice, be tolerated by successful fracturing (e.g., understanding how sulfates precipitate “downhole” and affect permeability)
2. development of systematic, scientifically based fracturing fluid quality guidelines
3. research (and development of appropriate regulations) regarding the level of NORM in solid waste, as well as corresponding disposal issues.

Summary of Additional Remarks: Challenges Related to the Use of Coal Mine Drainage from the Industry’s Perspective

Based on the contribution by Doug Kepler, Vice President of Environmental Engineering, Seneca Resources Corporation

Kepler began by noting that, from an industry perspective, the decision to use CMD for hydraulic fracturing will be based on how CMD affects well productivity and the bottom line. A small reduction in reservoir productivity could theoretically lead to a major revenue reduction, creating a potentially strong incentive not to put *any* sulfate into the well. What happens “downhole,” after the rock is fractured and once the natural gas begins to flow, is what really matters. Though the amount of BaSO₄ solid precipitate would be much lower than the total

nologically enhanced NORM, or TENORM (see U.S. Environmental Protection Agency, 2010). Regulatory and technical issues associated with the disposal of radioactive material in its solid precipitate form are important considerations.

⁹ He also noted that there is no naturally occurring sulfate in Marcellus Shale deposits, so there will be no expectation of hydrogen sulfide formation and souring, as has been observed in the Barnett Shale.

amount of proppants (e.g., sand), proppants create pathways, while the BaSO_4 could hypothetically make plugs.

On the other hand, the solute levels in CMD should be compared with other sources of water for hydraulic fracturing. Public water supplies, for example, may contain up to 250 milligrams of sulfate per liter and still meet drinking water standards. Industry has successfully used fresh water with hundreds of milligrams of sulfate per liter. Mine drainage sources may have much lower levels than this. As industry moves almost entirely to recycling produced water, the chemistry of CMD is “almost immaterial” when compared with the levels of solutes introduced in recycled produced water.¹⁰ By using a blend of fresh water and flowback or produced water,¹¹ operators might, in fact, face the same or even greater sulfate issues than those presented by CMD alone. In some cases, if produced water is net alkaline,¹² blending it with acid mine drainage could be technically beneficial. In these cases, the pH reduction caused by adding CMD to produced water could help avoid calcium precipitate if the blend achieved a pH below 7.

In practice, it would be valuable to develop a technical approach to physically removing BaSO_4 at the site, or “on the fly,” after blending produced water with CMD. Operators do not generally have sufficient on-site storage capacities for the requisite quantities of pretreated water—5 million gallons of storage tank capacity would be prohibitively expensive—and thus the blend would need to be pretreated on an as-needed basis. Kepler noted that he did not believe that NORM disposal would be a problem at “most” solid waste disposal facilities in Pennsylvania because regulations govern the average levels of this material across all accepted waste. In closing, Kepler referred to mine drainage as “just another source of water”—in fact, a “great” source of water relative to fresh water, especially if its use cleans up legacy environmental problems. Physically dealing with solid sludge, he suggested, would be the biggest technical barrier to using CMD.

Kepler recommended a gradual approach to using CMD. While, ideally, 100 percent of CMD would be used either for hydraulic fracturing or to maintain flows of rivers and streams and thus would be returned to the ecosystem fully remediated, this may not be likely to initially happen. A first step would be for industry to utilize a small amount of CMD for hydraulic fracturing—enough to improve the average water quality of rivers and streams with minimal impact on flow.¹³ A better next step would be to have the natural gas industry pay to passively fully treat a single CMD site, using some percentage (perhaps 20 percent) of the drainage for hydraulic fracturing needs and allowing the majority of the water (the remaining 80 percent or so) to return to the watershed. This would lead to long-term environmental remediation of CMD. However, in his assessment, neither of these scenarios is likely to happen under the current perceived distribution of liability in Pennsylvania.

¹⁰ Produced water may have as much as 300,000 milligrams per liter of total dissolved solids.

¹¹ Kepler’s example was a blend ratio of about 80 percent fresh water and 20 percent produced water.

¹² Much of the produced water in Pennsylvania has a pH in the high 6s to low 7s; most of the hydraulic fracturing additives (e.g., friction reducers) need a pH between 6 and 9 to be effective.

¹³ One of the reviewers of these proceedings noted that this first scenario provides minimal environmental benefit by only temporarily withdrawing the CMD for the length of active hydraulic fracturing activities. If fracturing of an individual well occurs over days to weeks, and if two to eight wells are completed at a single pad over months or years, the use of CMD water for these activities alone would not provide a permanent benefit. This scenario should be carefully considered in any proposed changes in regulation or liability in the commonwealth.

Discussion: The Concept Is Promising and Technical Challenges Are Surmountable, but More Research and Collaboration May Be Needed

After the presentations, participants posed a number of questions about the technical aspects of hydraulic fracturing with CMD. Many cited logistical and legal concerns as being equally or more important than the technical concerns of hydraulic fracturing itself. Participants also identified several key research questions and areas for potential collaboration among the industry, government, and nonprofit sectors.

Clarifying Technical Questions

Participants asked for further clarification of technical factors raised during the presentation, such as NORM sources and levels. It was explained that most of the radium-226 comes from the shale deposit itself, not from CMD. One participant estimated that radiation generally ranges from 1,000 to 10,000 picocuries per liter in flowback water.¹⁴ The sulfates in the CMD, however, will generally cause precipitation of radium sulfate and other sulfate solids, significantly lowering the radiation levels in the water itself but increasing the level of radium in the solid waste.

One participant, Paul Hart of Hart Resource Technologies, noted that while landfills need to meet specific NORM levels, it is “relatively easy” to treat and dispose of these wastes from a technical standpoint. He added that the levels are “very low” and are not problematic from a general environmental or human health perspective. Radiation does, of course, trigger regulations. In Hart’s experience, the management of sulfate is not a major challenge in terms of chemistry; his company has already had some successful experience with co-treatment using mine water. In fact, as Doug Kepler noted, because radium is a water-soluble constituent in the shale formation, it will be a problem in produced water regardless of the source; precipitation with sulfate to form a solid waste may actually be preferable to dealing with radium as a solute. Participants discussed other CMD contaminants, such as aluminum, as potentially problematic for aquatic life but generally not a problem for hydraulic fracturing.

Because of the high levels of bromide in produced water from hydraulic fracturing in Marcellus Shale deposits, participants also discussed the potential to lower bromide concentrations using CMD. Vidic suggested that while bromide levels in rivers and drinking water are a concern, it is unclear why they have risen periodically in recent years in some rivers. Andrew Paterson of the Marcellus Shale Coalition noted that as of May 2011, all MSC members agreed to stop delivering produced water to municipal treatment plants.¹⁵ Cravotta suggested that, regardless of the source, CMD could potentially augment flow and dilute bromide levels during low-flow periods in the summer.

Several participants noted that logistical issues, and not chemical ones, might end up being the largest technical hurdle for CMD. They discussed the implications of integrating CMD sources into a more permanent, piped water supply for the industry. One participant stated that since the CMD problem is relatively well known and characterized, logistical considerations remain the most important problem. Some participants found the legal and regu-

¹⁴ Radium is a regulated drinking-water contaminant and must not exceed 5 picocuries per liter (see U.S. Environmental Protection Agency, 2012a). Long-term exposure to radium above this level has been linked to an increased risk of cancer.

¹⁵ Prior to May 2011, produced water could not be legally accepted at most municipal facilities in Pennsylvania; only a limited number of municipal water treatment facilities were technically allowed to accept produced water.

latory issues to be the greater barrier to using CMD. The technical, logistical, and regulatory challenges will depend, in part, on the specific approach to the use of CMD that is being considered. Table 3.1 summarizes the technical approaches discussed during the session and compares some of their advantages and drawbacks.

Research and Policy Needs

Data gaps could make it difficult to use CMD on a large scale. Several participants noted the need for a more comprehensive, systematic characterization of CMD locations, flow rates, and chemistry if CMD is to find widespread use in hydraulic fracturing. At a minimum, operators would benefit from the synthesis and organization of existing information. Because these data are largely anecdotal or years-to-decades old, an updated study of the location, characteristics, and volumes of CMD may be needed. If the natural gas extraction industry is to see CMD as a viable, substantial source of water, it will need more—and more reliable—information. Cravotta noted that flow volumes, which may vary by orders of magnitude, are particularly poorly characterized compared to chemical concentrations, which tend to vary by, at most, a factor of two to three. Along these same lines, Professor Ken Klemow of Wilkes Uni-

Table 3.1
Technical Concepts for Using Coal Mine Drainage in Conjunction with Hydraulic Fracturing Activities

Approach	Benefits	Drawbacks
Treatment of hydraulic fracturing–produced water in CMD facilities	Could take advantage of reduced capital costs, including infrastructure for piping water	Not technically viable in existing facilities Chemical complexity increases
Mixing CMD and produced water <i>prior to</i> use for hydraulic fracturing or prior to further treatment for discharge	Could allow cleanup of <i>both</i> types of contaminated water simultaneously (e.g., precipitation of barium sulfate) and at a lower combined cost	Chemical complexity increases relative to treating separately
Use of CMD for makeup water in surface streams downstream of hydraulic fracturing water withdrawal site ^a	Sulfate levels that are problematic for hydraulic fracturing <i>may</i> , in some cases, be appropriate for discharge into streams and allow water withdrawal without flow compromise	CMD may still require treatment prior to discharge into the river
Direct use of CMD for hydraulic fracturing	Least expensive approach to hydraulic fracturing utilization	Requires co-location and appropriate water chemistry
Pretreated use of CMD	More flexible in terms of source chemistry	Increased expense relative to direct use
Pretreated CMD from <i>active treatment mines</i>	Liability is clear, treatment is in place, and chemistry is well understood	Does not solve legacy abandoned mine problem
Pretreated use of CMD <i>with transport or storage</i>	Most flexible in terms of obtaining desirable chemistry when and where it is needed	Likely to be expensive, especially if transport distances are far and water is transported by truck or if large storage capacity is required
Pretreated use of CMD with mobile treatment facilities	Potential to reduce capital costs for individual operators through cost-sharing	Logistical complications, added cost to treatment unit relative to fixed facility

^a One of the reviewers of this document questioned the feasibility of this concept as part of a long-term, sustainable infrastructure for the natural gas extraction industry and doubted that this would be a broadly applicable solution to remediate significant amounts of CMD.

versity noted that a regionally specific approach will be required because of differing quantities and locations of CMD and hydraulic fracturing activities. In some regions, substantial quantities of CMD and large-scale unconventional gas extraction may not be in close proximity.¹⁶ There could be value in identifying a few larger, higher-value areas where hydraulic fracturing is taking place and substantial quantities of CMD are available.

Clear alignment of stakeholder interests could advance the concept. Kathryn Klaber of the Marcellus Shale Coalition noted the potential for public-private partnerships to enhance the ability of companies engaged in hydraulic fracturing to use CMD. One example would be a regional infrastructure plan for using and, if necessary, piping CMD (rather than a company-by-company approach). She and other participants stressed the importance of involving many stakeholders—nonprofit organizations, watershed authorities, the Pennsylvania Department of Environmental Protection, and the industry—to meet goals of mutual interest. One participant noted that most of the work to date on abandoned mine drainage remediation had been advanced by community-level, grassroots efforts. He emphasized the importance of moving this concept forward in the same way.

Participants cited the a reduction in truck traffic—with attendant reductions in noise, congestion, air pollution, and life-cycle greenhouse gas emissions—as a potential regional benefit of using a local or piped water resource rather one that must be trucked to sites. Such positive community effects could magnify the perceived benefits of CMD use. Peter Fontaine of the law firm Cozen O’Connor noted that a centralized, strategic plan from the regional or watershed-level perspective, in conjunction with a database, would provide the proper framework for industry to move forward. The Pennsylvania Department of Environmental Protection and watershed groups are likely best positioned to identify these opportunities. One participant noted the potential for MSC to play an organizing role as well.

At the closing of the session, the discussion turned to several research gaps whose resolution might facilitate the broader use of CMD in hydraulic fracturing:

- a comprehensive mapping of the relative location of CMD and hydraulic fracturing operation sites
- an updated and expanded characterization of regional CMD water composition and flow rates
- partnership and collaboration between public and private entities interested in broader and more regionally specific planning, including sharing of information
- development of appropriate policy or financial mechanisms to encourage the long-term remediation of CMD in conjunction with near-term use for hydraulic fracturing.

As one participant put it, all these resources would help “link the problem with the opportunity” and provide needed information to industry.

One local operator closed the session with an appropriate segue into the next sessions. Regarding the economic and legal implications of CMD use, he said that his company would be willing to fund a permanent passive treatment system for a CMD site, with the intention of

¹⁶ For example, Klemow and his colleagues estimated that about 85 million gallons (320 million liters) of mine water flow daily into the Susquehanna River in the northeast region of Pennsylvania from the major discharges in the Lackawanna and Wyoming valleys to the south (not accounting for CMD discharges in the middle and southern anthracite fields to the south of the valley). Most of this CMD flows into the river untreated. However, discharges may be separated from potential hydraulic fracturing activities by 20–50 miles or more.

temporarily meeting hydraulic fracturing water needs, if a mechanism could be put into place to resolve the current regulatory and liability challenges.

Session 3: Economic Feasibility

The third session addressed how the use of local CMD might benefit or challenge operators with costs related to CMD acquisition, transport, treatment, and storage. As RAND moderator Keith Crane explained, the key question of the session was to ask, “Does this make commercial sense?” Both speakers used their expertise in the field to answer this question from a cost perspective. David Yoxtheimer opened the session by discussing the full range of costs associated with CMD transport, treatment, and storage.¹ He then suggested that the cost of using treated CMD may be four to five times greater than that of fresh water, but operators stand to save on transport if the CMD is relatively close to the site. Eric Cavazza augmented Yoxtheimer’s presentation by comparing the costs of treating CMD with the use of municipal water from specific sites across Pennsylvania, which were significantly lower.

Summary of “Economics of Utilizing Acid Mine Drainage for Hydraulic Fracturing”

Based on the contribution by Seth Blumsack, Tom Murphy, and David Yoxtheimer, Penn State University

Yoxtheimer discussed a number of factors affecting the estimated costs of using CMD at hydraulic fracturing sites, which are summarized in Table 4.1. There may be significant expense associated with such use, particularly in transporting water to and from a well site. The cost of shipping water by truck is considerable. Operators expect to pay around \$0.024 per gallon, assuming a one-hour truck trip to move the water from its source to the operation site.² Piping CMD instead may reduce transport costs significantly. Many operators currently pipe in local fresh water and recycle the flowback water to save on transport costs and to reduce the environmental impact of trucking. To reap any financial gain that may be associated with piping CMD to sites, however, operators will need to consider (1) the proximity of the CMD to the drilling operation, (2) access rights to the source, (3) access to rights of way, (4) whether quantities are sufficient, and (5) the cost of treating CMD.

Costs associated with industry’s water treatment specifications tend to vary greatly across companies. Flowback water, under the assumed specifications in this analysis, has treatment

¹ His co-authors, Seth Blumsack and Tom Murphy, also participated in the roundtable.

² The assumptions and results were originally presented on a per-barrel-of-water basis; this value, for example, was estimated at \$1.00 per barrel. Conversion to gallons assumes 42 gallons of water per barrel and 3.785 liters per gallon.

Table 4.1
Estimated Economic Costs of Coal Mine Drainage for Hydraulic Fracturing

Economic Parameters	Cost Drivers	Range of Cost Estimates (per gallon) ^a
Cost of CMD treatment	Final water specifications ^b	\$0.095–\$0.19
Cost of CMD transport	Distance and method (i.e., pipe vs. truck)	Truck, 1-hour trip: \$0.024
Cost of CMD storage	Double-lined impoundment requirements ^c	\$0.012–\$0.024
Total cost to treat, transport, and store CMD		\$0.13–\$0.24
Cost to transport fresh water	Distance and method (i.e., pipe vs. truck)	Truck, 1-hour trip: \$0.024
Cost to store fresh water	Minimal containment required	\$0.0024
Total cost to transport and store fresh water		\$0.026
Cost to treat flowback water	Final water specifications	\$0.095–\$0.19
Cost to store flowback water	Double-lined impoundment requirements	\$0.012–\$0.024
Total cost to treat and store flowback water		\$0.11–\$0.21

SOURCE: Analysis performed by Penn State University.

^a All figures were originally quoted in units “per barrel” of water, as shown in the Blumsack, Murphy, and Yoxtheimer’s white paper in the accompanying online appendixes.

^b Specifications are assumed to be the same as those for flowback in Penn State’s analysis with respect to sulfate levels and other solutes.

^c Regulatory requirements for CMD storage are assumed to be the same as for storing flowback water.

costs ranging from about \$0.095 to \$0.19 per gallon, depending on the specific types and concentrations of solutes present and the treatment technology.³ CMD may need similar levels of treatment to reduce concentrations of potential scaling agents, such as metals and sulfates, to acceptable levels and may thus generate similar costs. The cost estimates included all capital, labor, operating, and disposal costs, which are reflected in the fees being charged to operators.

Under current regulations,⁴ CMD will need to be stored in double-lined, engineered impoundments, rather than single-lined freshwater impoundments, which the Penn State analysis assumes will increase CMD use costs by around \$0.012–\$0.024 per gallon.⁵ Freshwater impoundments currently cost operators about \$0.0024 per gallon.⁶

Yoxtheimer closed his talk by presenting estimates suggesting that using treated CMD may be more expensive than using fresh water. The costs for using treated CMD are estimated at \$0.13–\$0.24 per gallon—significantly more than the approximately \$0.026 per gallon cost of fresh water. Reductions in CMD-associated costs can be made, however, if CMD is situated close to wells and if alternatives to current treatment and storage methods are found.

³ The original estimate was \$4–\$8 per barrel of flowback water.

⁴ The regulations were current at the time of the meeting.

⁵ Centralized tank farms would also cost around \$0.01–\$0.02 per gallon, assuming that costs are spread over ten wells.

⁶ One of the reviewers of this document noted that the significant storage costs imply the need for common infrastructure to reduce this cost driver.

Summary of Additional Remarks: “Economic Analysis of the Use of Mine Water from Abandoned Mines for the Development of Marcellus Shale Gas Wells in Pennsylvania”

Based on the contribution by Eric E. Cavazza, Pennsylvania Department of Environmental Protection

Cavazza suggested that the cost of using existing treated CMD in the Commonwealth of Pennsylvania may be competitive when compared with the cost of using treated municipal water. The costs of treating CMD in various existing Pennsylvania sites ranged from \$0.000070 to \$0.00076 per gallon.⁷ As he clarified in the discussion session that followed, the estimates in his presentation were based on operations and maintenance costs at representative treatment facilities in the commonwealth and did not reflect the cost of building new treatment facilities or infrastructure. The higher costs in the range from these existing facilities were associated with more acidic CMD, which needs extra treatment to raise its pH level. One example of an entity selling treated mine water for use in hydraulic fracturing is the Blue Valley treatment plant in Elk County, which uses the revenue generated from the sale of the CMD to the natural gas extraction industry to continue operating the treatment plant and, potentially, other nearby treatment plants in the future.

Many Pennsylvania natural gas extraction companies, in lieu of using CMD, choose to buy treated municipal water because of liabilities (as discussed in Chapter Five). However, this may not be the most cost-effective option. According to Cavazza, the cost of purchasing water from municipalities can range from \$0.007 to \$0.015 per gallon.⁸

Discussion: Are There Economic Benefits to Using CMD?

The discussion portion of the session prompted a more detailed exploration of the costs of using CMD, and particularly the differences in the assumptions in the Penn State analysis and the costs presented by the Pennsylvania Department of Environmental Protection. As noted, Cavazza explained that the CMD treatment costs in his presentation reflected operating and maintenance costs of the CMD treatment facility only (i.e., no capital costs were included in the estimates); with capital and storage costs, prices can range from around \$0.048 to \$0.071 per gallon.⁹ These figures are much closer to the treatment costs in the Penn State analysis of \$0.095 to \$0.19 per gallon. Furthermore, the Pennsylvania Department of Environmental Protection figures did not necessarily include the cost of reducing sulfate concentrations to the current standards demanded by many operators for hydraulic fracturing in the Marcellus region, nor did the figures include the transport and storage costs in the final Penn State numbers. Although, as noted, there is some uncertainty as to the level of sulfate treatment required, such treatment would require an active treatment system whose associated life-cycle costs are generally higher than passive CMD treatment. Cavazza noted that storage costs are increasing. He also suggested that, because there is great variety among companies’ water quality standards,

⁷ The original estimate was \$0.07–\$0.76 per 1,000 gallons.

⁸ The original estimate was \$7.00–\$14.50 per 1,000 gallons.

⁹ The original estimate provided by the speaker was \$2–\$3 per barrel.

it is difficult to assess the applicability of the numbers presented in the session. In general, it is important to remember that decreases in sulfate concentration limits will lead to increases in treated water prices. Several participants thought that regulatory requirements for storage, and not necessarily technical requirements, could drive the costs of storage to uneconomic levels.

Some participants wanted more details about transport and storage options. Rail had not been considered by either of the two speakers but could offer significant savings relative to truck transport, provided that railroad lines were suitably located. Because roads are much more densely distributed throughout the Marcellus Shale region, rail transport may not be an option in all cases. Participants also requested more information on the costs for pretreatment to avoid transport pipeline disruption (e.g., scaling). Putting water in a nearby stream and then withdrawing it downstream was one “transport” option suggested; Cavazza replied that this option had already been considered by various stakeholders who had visited the Pennsylvania Department of Environmental Protection to discuss the use of CMD for hydraulic fracturing, and such arrangements are hypothetically possible. However, one federal court ruling in West Virginia demonstrated that if operators treat and discharge CMD that falls short of Clean Water Act standards, operators can be held responsible for obtaining a National Pollutant Discharge Elimination System (NPDES) permit. This kind of liability can act as a disincentive.

There was also a discussion of the potential for more centralized or coordinated planning in terms of infrastructure. For example, a common pipeline system used by many operators would greatly reduce the average costs of CMD transport. With only pilot-scale systems in use at the present time, these economies of scale cannot be realized. Coordinating the construction of common infrastructure, such as water pipelines or permanent CMD remediation facilities—among industry, watershed groups, and the Pennsylvania Department of Environmental Protection—would help reduce costs.

Session 4: Regulatory and Legal Barriers

The increasing interest in hydraulic fracturing with CMD has led to calls from operators and citizen groups for clearer state and federal environmental regulation and oversight. The fourth session of the roundtable conference addressed how existing legislation affects the use of CMD in hydraulic fracturing operations. The session was forward-looking in that the speakers focused on new initiatives being undertaken by the Pennsylvania Department of Environmental Protection and the ways in which current environmental laws might be interpreted to include CMD use.

After introductions by RAND moderator Susan Everingham, Pam Milavec of the Pennsylvania Department of Environmental Protection opened the session by sharing a new white paper from her agency.¹ The final draft of the white paper will be released after stakeholder feedback has been incorporated. In her presentation, Milavec focused on technical and legal issues, which she suggested were the primary obstacles blocking industry's use of CMD in hydraulic fracturing. Joseph K. Reinhart of the law firm Babst Calland then presented work specific to the regulatory and legal barriers facing CMD use.² He suggested that there may be ways to work within existing laws, especially the Environmental Good Samaritan Act. Peter Fontaine of the law firm Cozen O'Connor offered further legal insights, suggesting that the Environmental Good Samaritan Act may, in fact, be inappropriate for operators because related actions are voluntary. The law does not, therefore, provide operators with broader liability protections. Fontaine suggested that the Environmental Remediation Standards Act, or Act 2, may set better precedents for change in this case. This chapter summarizes the three invited presentations and participant responses.

Summary of "Utilization of Abandoned Mine Drainage in Well Development for Natural Gas Extraction: Overview of the Pennsylvania Department of Environmental Protection's Draft White Paper"

Based on the contribution by Pam Milavec, Environmental Services Section Chief, Bureau of Abandoned Mine Reclamation, Cambria District Office, Pennsylvania Department of Environmental Protection

¹ See Pennsylvania Department of Environmental Protection, 2011(b).

² The presentation was co-authored by Kevin J. Garber, also of Babst Calland.

Milavec opened her talk by describing the primary purposes of the Pennsylvania Department of Environmental Protection’s white paper, “Utilization of Abandoned Mine Drainage in Well Development for Natural Gas Extraction.”

The paper was designed to

- define the roles of the department’s various abandoned mine drainage–related programs
- establish a process for the oil and gas industry to utilize abandoned mine drainage
- establish a process for the Pennsylvania Department of Environmental Protection to facilitate review and evaluate proposals for the use of abandoned mine drainage.

Milavec focused her talk on how the draft addresses the technical and legal challenges facing the use of abandoned mine drainage for hydraulic fracturing. Solutions to technical issues include the following:

- *Nonjurisdictional impoundments.* Abandoned mine drainage may be stored in nonjurisdictional impoundments if it does not pose potential pollution problems and if it is not a danger to persons or property; there are stringent water quality criteria regarding this option.³
- *Centralized wastewater impoundment facilities.* Abandoned mine drainage may also be stored in centralized wastewater facilities.
- *On-site pits and tanks.* This option allows for the storage of CMD in pits or tanks at drilling sites.

Milavec also presented storage standards for nonjurisdictional impoundments being considered by the Pennsylvania Department of Environmental Protection. Because mine drainage must not affect fresh water, there is a “tight limit on what can be stored.” Table 5.1 shows

Table 5.1
Possible Storage Standards for Nonjurisdictional Impoundments

Parameter	Abandoned Mine Drainage Storage Standards
Alkalinity	> 20 milligrams per liter
Aluminum	< 0.2 milligrams per liter
Iron	< 1.5 milligrams per liter
Manganese	< 0.2 milligrams per liter
pH	6.5–8.5
Conductivity	1,000 micro-ohms per centimeter
Sulfate	< 250 milligrams per liter

³ A “nonjurisdictional impoundment” is an impoundment used for the storage of fresh water (or fluids or semifluids other than water), the escape of which does not pose a potential for pollution or danger to persons or property. Such an impoundment is not located on a watercourse and does not have a contributory drainage; it must be less than 15 feet deep, and the impounding capacity at maximum storage must be less than 50 acre feet (approximately 16.3 million gallons). A nonjurisdictional dam is not regulated under the Dam Safety and Encroachments Act (32 P.S. §§ 693.1–693.27) and 25 PA Code Chapter 105. Accordingly, there are no requirements regarding the construction or monitoring of these facilities.

some of the standards that can be problematic with regard to mine discharges. The full list of parameters can be found in the corresponding slides from Milavec's presentation in the accompanying online appendixes.

Milavec noted that site-specific CMD chemistry information is incomplete and outdated and that the Pennsylvania Department of Environmental Protection and other interested stakeholders need an updated database.

Another move toward alleviating technical issues is a clear process for operators to submit proposals to utilize abandoned mine drainage. Milavec reviewed the process of writing the draft white paper, which is summarized in the corresponding slides in the accompanying online appendixes.

Finally, Milavec presented two potential solutions to liability issues facing CMD usage. Under Pennsylvania's Clean Streams Law (CSL), operators face long-term liability for treating mine drainage collected and treated for hydraulic fracturing. Milavec noted that Pennsylvania's Environmental Good Samaritan Act can help provide some operator immunity and that a consent order and agreement with the Pennsylvania Department of Environmental Protection may help lessen the liability for long-term treatment of CMD sources as long as specific conditions, as provided in the consent order and agreement, are met.

Summary of Additional Remarks: "Regulatory and Legal Barriers"

Based on the contribution by Joseph K. Reinhart and Kevin J. Garber, Babst Calland

Reinhart began by commending the Pennsylvania Department of Environmental Protection for issuing a draft white paper that will facilitate the use of CMD for hydraulic fracturing in the Marcellus Shale region. He praised the white paper for its acknowledgment of the potential liability risks for operators. Operators need to be made better aware of potential liabilities, he said, because the language used in environmental laws could pose barriers to the use of CMD.

Operators ought to be especially aware of activities associated with CMD reuse, including (1) the construction of CMD treatment plants, (2) the storage of CMD in nonjurisdictional or centralized wastewater impoundments, (3) CMD collection and transport activities, and (4) the pumping of CMD into mine pools. The CSL (especially §391.315) and Pennsylvania's Solid Waste Management Act (SWMA) contain terms with significant implications that, if misunderstood, could have consequences for operators.⁴ Section 315 of the CSL states, "No person shall allow a discharge from a mine into waters of the Commonwealth without a permit." Reinhart noted that most problems occur in cases where operators fail to obtain appropriate permits. However, if operators do not recognize these obligations, they could find themselves liable, even if in practice they made an environmental improvement.

The term *waste* can be especially problematic when applied to mine drainage intended for use in lieu of fresh water for natural gas extraction. According to the SWMA, operators are prohibited from discharging residual waste to the surface or underground without a permit (§610). If mine drainage were to be considered a waste, a gas well operator could not discharge it into the ground without an SWMA permit, it could not be transported to the well site by a

⁴ Reinhart briefly touched on the Clean Streams Law, §391.316 but noted that the next speaker would focus on that section.

trucking company without complying with waste transportation requirements, and the person who originally collected the mine drainage could be responsible for any spills at the well site. Generators of waste have been held to be responsible for waste that is disposed of without a permit, even when the disposal occurs without their consent by third parties who violate the terms of their contracts with the generator. The Hazardous Sites Cleanup Act poses similar problems. Under the law, the definition of *hazardous substance* is very broad, and the owner or operator of a site may find itself in court, responsible for the costs associated with the release of hazardous substances of which it was unaware.

Just as liability has been imposed without fault under the SWMA on persons who generate waste, liability has been imposed without fault under the CSL on persons who own land where historic discharges of mine drainage occur. Under Section 316 of the CSL, authorities have required individuals and mining companies to treat existing discharges and to secure permits to authorize the discharges simply because they own the land. Under Section 315 of the CSL, authorities can also require such persons to treat mine drainage that may discharge onto neighboring property if they can establish a hydrogeologic connection between the discharge and their mining activities.

The session ended with a short discussion of the ways in which existing laws can potentially protect operators. In the Hazardous Sites Cleanup Act, the term *hazardous substance* does not include an element, substance, compound, or mixture from a coal mining operation that falls under the Pennsylvania Department of Environmental Protection's jurisdiction or that is from a site eligible for Abandoned Mine Land funds (§103). Pennsylvania's Environmental Good Samaritan Act may also provide protection against liability, as the use of CMD can be interpreted as a reclamation or water pollution abatement project, which addresses the negative effects of past coal mining operations.

Summary of Additional Remarks: "Liability Reforms to Encourage Comprehensive Watershed-Based Approach to Acid Mine Drainage Abatement and Marcellus Shale Hydraulic Fracturing"

Based on the contribution by Peter J. Fontaine, Co-Chair, Energy, Environmental, Public Utility Practice Group, Cozen O'Connor

Fontaine echoed the first two speakers by stating that the most significant problem facing operators interested in using local CMD for hydraulic fracturing is the open-ended liability clause in the CSL. He noted that this law is the most far-reaching of its kind in the United States. Cases interpreting Section 391.316, "Responsibilities of Landowners and Land Occupiers," have demonstrated that the Pennsylvania Department of Environmental Protection "can compel anyone leasing or holding an easement to abate preexisting ground water contamination." Fontaine also suggested that the potential liability relief offered from the Environmental Good Samaritan Act may be too limited for the oil and gas industry to benefit.

Fontaine argued that the industry needs a different kind of template to move forward, such as the Environmental Remediation Standards Act, or Act 2 (1995). As shown in Fontaine's presentation, cleanup liability protection under Section 501 is extended to persons "who participated in the remediation of the site"—a protection that might be offered to operators who meaningfully take part in "elimination of public health and environmental hazards on

existing commercial and industrial land across Pennsylvania.” At the end of his presentation, Fontaine presented a number of suggested liability reforms, including amending the Environmental Good Samaritan Act to include “Act 2–like covenant-not-to-sue for natural gas operators and other persons or organizations implementing Department of Environmental Protection–approved comprehensive long-term CMD abatement projects in conjunction with natural gas extraction.”

Discussion: Policymakers Should Address the CMD Liability Issue as Soon as Possible

The discussion following the session focused on how quickly policymakers can address the issues at hand. One participant suggested that, in moving forward, “the missing party here is the EPA: We need to have federal regulators in this dialogue.” Fontaine replied that the U.S. Environmental Protection Agency (EPA) is carefully examining issues pertaining to the Marcellus Shale and that “there may be pushback in the coming year.” This should not be viewed negatively by operators, however, as the situation creates a real opportunity for innovative water quality trading of pollutants.⁵ Vidic suggested that, to move ahead, lawmakers and other stakeholders need to “break the problem into pieces; it’s too much to try and solve everything at once.” After this remark, other attendees expressed concern about the timeline: How long will it take to resolve liability issues compared to the timeline of shale gas development?

There was also some talk about potential ways to amend Pennsylvania’s liability laws regarding the use of CMD. When asked about the coal re-mining program, one participant stated that it differed too much in terms of the EPA NPDES permit standards to have any applicability to the issue at hand. The re-mining program was an amendment to the Clean Water Act, and a similar kind of amendment would need to be passed. There was also a query regarding third-party liability for water that was already treated according to NPDES permit standards. Fontaine suggested there would be no liability for operators in such a case, adding that this may be “a good starting point” for writing an amendment.

Other suggestions were offered, including that the commonwealth build and operate a CMD treatment plant on state property. Milavec suggested that Pennsylvania “is willing to do this and in fact encourages companies to come in and partner with the state to this end. In these cases, liability could stay with state if the state builds and operates” the facility. Another participant added, “However, this doesn’t mitigate the possibility that a third party could sue.” Another suggestion was for another entity to treat the water, such as a new nongovernmental organization (NGO) or nonprofit organization, and sell it to the operators. One participant reminded the rest of the audience that this has happened before. He suggested that there is no reason why an entity could not be formed with operator funding to provide this service. Several participants noted that the whole problem does not need to be solved overnight and that incremental initiatives can be productive.⁶

⁵ Water quality trading allows one source to meet its regulatory obligations by using pollutant reductions at another source with lower pollution-control costs. This approach may be more efficient in achieving water quality goals on a watershed basis. For more information on water quality trading, see U.S. Department of Environmental Protection (2012b).

⁶ For example, using water from abandoned mines without planning to discharge what is left after drilling might be more interesting to drillers and an easier way to get started; after that, opportunities can open up.

Opportunities, Challenges, and Future Research Directions

The objective of the roundtable conference was to assess the technical, economic, legal, and regulatory feasibility of using CMD, and CMW more broadly, for hydraulic fracturing activities in the Marcellus Shale. An additional objective was to identify research priorities to address remaining implementation issues. Independent of the feasibility of using CMD for hydraulic fracturing, the activities of the unconventional natural gas industry in the region will have substantial effects, potentially both positive and negative. Assessing the magnitude and likelihood of these effects, however, was beyond the scope of the roundtable.

This chapter summarizes the key takeaway points from the roundtable, as discussed by the invited panelists and the participants at large. In this chapter, we step back from the detailed analysis offered in the individual sessions to highlight some key findings garnered from the roundtable papers, presentations, and the ensuing discussion. We also offer directions for future research that may need to be fulfilled if the use of CMD for hydraulic fracturing operations is to be implemented at scale.

Synopsis of Sessions 1 and 2: CMW Is Plentiful and Its Use Is Technically Feasible, but Water Quality Is Variable

The Use of CMW for Hydraulic Fracturing Activities Is Technically Viable

CMW Quantity. The roundtable panelists and participants were in agreement that there are large quantities of CMW in the Commonwealth of Pennsylvania—all told, much more than could be used in the coming decade for hydraulic fracturing. From the perspective of availability, the use of CMW is feasible. Even if there are technical, environmental, or regulatory reasons to target *one specific CMW type*, such as CMD, there are large quantities of each of the various categories of CMW. For example, environmental benefits would be maximized by using abandoned mine drainage, but the technical and regulatory complexity would be minimized by using only CMD from actively managed discharges; each of these sources alone is sufficiently large to warrant consideration from the perspective of availability.

CMW Quality. Although opinion in the research community varies, and current industry standards for water for hydraulic fracturing span a wide range of specifications, significant amounts of CMW may be usable in fracturing operations with levels of dilution or treatment comparable to what is currently done for municipal water sources or recycled produced water. In some cases, no pretreatment may be required. However, chemical properties vary greatly between sites and even sometimes within a site (e.g., over time, seasonally, based on recent precipitation); some mines are acidic and others are alkaline, with corresponding differences in

suitability for hydraulic fracturing and pretreatment needs. Regardless of these variations, the panelists and participants widely acknowledged CMW's potential usability. CMD is likely to be technically viable for hydraulic fracturing in many instances. However, the likelihood that industry will consider it an attractive source of water will depend on details that are specific to each mine water source, each company, and each natural gas extraction site.

Logistics of CMD Use. There appears to be significant overlap in the general location of sources of CMD and Marcellus Shale natural gas extraction activity. Piping CMD is technically feasible. However, co-location and proximity were addressed only at a macroscopic level; site-specific characterization would be required to assess logistical feasibility on a case-by-case basis. It was not clear as a result of the day's discussion exactly how many useful sources of CMD are sufficiently close to drilling sites to be used economically. A difference of tens of miles can lead to important cost implications for the use of CMD.

Research Could Clarify the Viability and Facilitate CMD Use at Specific Sites

A number of research needs were identified in Sessions 1 and 2, as summarized in Tables 6.1 and 6.2. First, several panelists and participants felt that compiling existing data on CMD would be highly useful. This would ideally include developing a comprehensive list of CMD sites, characterized by the quality of the CMD sources and their locations. The existing data on CMD quantity and quality could be aggregated and made publicly available. This assembly of data could facilitate an assessment of what types of additional or updated information are needed. Something akin to the past U.S. Geological Survey CMD characterization effort, specifically considering the needs of the natural gas extraction industry, may be needed. The information could be used by industry to assess how CMD overlays the natural gas resource and whether or not CMD meets the site-specific needs of natural gas extraction operations in terms of quantity, quality, and accessibility. Such information would also be useful for a more comprehensive, region-wide approach to CMD utilization.

Some agreement from industry on the characteristics that CMD must have to be used for hydraulic fracturing operations, especially the ranges of workable concentrations of the most important solutes, would help inform the most relevant data to be collected in any updated studies. To the extent that characteristics differ by geographic region or from site to site, the industry may wish to spatially represent these needs. For example, some sites may be more amenable to higher solute levels or greater variability in chemistry; others may have more stringent requirements. Even without large site variability, by mapping the relative locations of CMD and drilling operations, those sites that are most likely to be drawn upon could be identified more easily. The next step might be to identify sources of CMD and shale gas sites that require greater pretreatment or piping over longer distances. Again, this visualization could facilitate the creation of a longer-term, coordinated effort and a permanent infrastructure for CMD remediation with near-term use by the natural gas industry.

If there is a mismatch between the availability of appropriate CMD and industry needs, further research and development of less expensive pretreatment technologies or new concepts in hydraulic fracturing approaches may be useful. The conversation at the roundtable, however, implied that much CMD could likely be utilized via existing technological approaches with little or no pretreatment. The industry is already successfully using fresh water of variable quality and is recycling the flowback water with high concentrations of total dissolved solids. At the more stringent end of the specifications, it may be the case that less expensive technologies and approaches need to be developed to produce on-site water of consistent quantity and

Table 6.1
Potential Research Areas Identified During the Roundtable

Research Need	Research Priorities	Responsible Stakeholders
Synthesis, organization, and compilation of existing data on sources of CMW in a publicly available database	<p>Distinctions between CMW pools should be clearly made in terms of quantities, quality, and location, including</p> <ul style="list-style-type: none"> Chemical composition, pH, and variability Coal mine water (CMW) generally or coal mine discharge (CMD) specifically Among sources of CMD—abandoned or actively managed Among abandoned mines—treated or untreated <p>Notes: Initial database should be compiled prior to extensive further characterization studies. Database should be updated regularly.</p>	<p>Pennsylvania Department of Environmental Protection (and perhaps corresponding organizations in neighboring states)</p> <p>U.S. Department of the Interior/U.S. Geological Survey</p> <p>Regional research universities</p> <p>Watershed authorities</p> <p>NGOs</p> <p>Industry</p>
More complete, updated characterization of CMD sources to augment existing data in database	<p>Three specific data needs:</p> <ul style="list-style-type: none"> Quantity (volumes or flow rate) Quality (chemical composition and variability) Location of CMD sites, including relative to natural gas extraction activities <p>Note: Past study of the CMD source is dated and was not done with hydraulic fracturing applications in mind</p>	<p>Pennsylvania Department of Environmental Protection (and perhaps corresponding organizations in neighboring states)</p> <p>U.S. Department of Interior/ U.S. Geological Survey</p> <p>Regional research universities</p> <p>Industry</p>
Development of experience-based guidelines for CMD quantity and quality needs	<p>The guidelines should address the following questions:</p> <ul style="list-style-type: none"> Which dissolved constituents are truly of concern, and what (ranges of) levels are acceptable? How much variability is tolerable within and between natural gas extraction sites? 	<p>Marcellus Shale Coalition</p> <p>Individual operator companies</p> <p>Research universities</p>
Development and analysis of appropriate technical concepts and implementation mechanisms to encourage the long-term remediation of CMD in conjunction with its near- and midterm use for hydraulic fracturing	<p>The policy research might include</p> <ul style="list-style-type: none"> Cost-benefit analysis of the different technical concepts for long-term CMD remediation (e.g., area-wide infrastructure vs. a site-by-site approach) Identification of appropriate funding sources and financial incentives for both near- and midterm goals Development of policy mechanisms and identification of appropriate entities (e.g., Pennsylvania-chartered water remediation corporation) for coordinating stakeholders, developing infrastructure, and operating permanent facilities for CMD water remediation 	<p>Pennsylvania Department of Environmental Protection</p> <p>Watershed authorities and NGOs</p> <p>Industry and Marcellus Shale Coalition</p>

quality. However, it appears that much CMD can be used in the absence of significant new technological breakthroughs.

Policy research could explore the costs and benefits of alternate technical and logistical approaches to CMD treatment and use. Such research may also identify better policy mechanisms, regulatory structures, and organizational entities for a *long-term* remediation of CMD. As Kepler described it in Session 2, the best CMD-use scenario would fully remediate *all* CMD water at a legacy site, make use of some portion of this water for hydraulic fracturing

Table 6.2
Potential Supplemental Research Directions

Research Need	Research Priorities	Responsible Stakeholders
Development of pilot projects to assess tolerances for CMD specifications	<p>Specific assessments might include</p> <p>The effects of marginal quality CMD on well productivity</p> <p>Note: This effort could target areas where CMD removal has high environmental value but water quality makes its use less desirable.</p>	<p>Industry, Marcellus Shale Coalition</p> <p>Collaboration and potential cost-sharing with universities, Pennsylvania Department of Environmental Protection, watershed authorities, and NGOs</p>
Development of lower-cost, improved pretreatment approaches	<p>Specific examples might include</p> <p>Less expensive techniques for on-site removal of precipitates, such as BaSO₄</p> <p>Technical approaches to disposal of solid precipitate sludges formed in mixing CMD and produced water, especially to deal with NORM</p> <p>Assessment of trade-offs between, e.g., passive and active treatment, mobile and fixed treatment facilities.</p> <p>Note: Other approaches may be identified in pilot efforts, or further research may be deemed largely unnecessary</p>	<p>Industry and universities</p> <p>NGOs, Pennsylvania Department of Environmental Protection, and watershed authorities wishing to provide incentives for greater CMD use</p>

activities in the near term, and leave behind a new legacy of investment in infrastructure for long-term remediation of CMD after hydraulic fracturing for natural gas is complete. Careful consideration of the appropriate policy, regulatory, legal, and organizational frameworks for achieving this long-term benefit could improve environmental outcomes. In this way, the use of CMD for hydraulic fracturing would not only provide a near-term reduction in the use of fresh water and a temporary removal of contaminated water, but it could also lead to a long-term improvement in the health of the watershed.

Synopsis of Session 3: Economics of Using CMD Could Be Attractive in Some Instances

Estimates of the cost of using CMD vary widely, depending on assumptions about transport distance and method, pretreatment requirements and technical approach, and storage requirements, in terms of both total volumes and regulated containment specifications. At the lower end of the cost estimates, using CMD appears, in some instances, to be economically attractive to drillers—that is, the costs are competitive with those of the alternative (namely, fresh water). However, neither of the analyses presented was completely comprehensive in terms of these costs, and many parameters were estimated with limited data and assumptions that could not be made a priori.

For example, because distance is a driver of costs, it would be necessary to have site-specific information on transport distance and method to assess economic feasibility. The need to build an extra mile of pipeline for water, or to truck water an extra mile, could make CMD less attractive than locally available non-mine sources of water. While CMD may be available in abundance and technically acceptable to use, freshwater sources are likely to be less expensive, especially if they are closer. Furthermore, there are more freshwater sources in the

commonwealth than sources of CMD. In the absence of information on exact distances, it is impossible to make conclusive statements regarding economic viability. Similar arguments hold for site-specific water quality and the resulting variability in treatment costs. Because of the lack of clear economic benefits in the concept, the group discussion turned to ways to make the use of CMD more economically attractive by providing subsidies, easing access, and reducing liability concerns.

Synopsis of Session 4: The Current Legal and Regulatory Framework Could Discourage the Use of CMD for Hydraulic Fracturing but Could Be Reinterpreted or Modified

There was general consensus from panelists and participants that industry is not likely to pursue this concept on a large scale under the current legal and regulatory framework. A number of possible general scenarios for achieving change were discussed. Some participants argued that if regulatory agencies established a policy with a broader, more inclusive interpretation of existing laws (e.g., the Environmental Good Samaritan Act) specifically in the case of abandoned mine drainage use, the industry would be more willing to consider using CMD. There may or may not be a need to pass entirely new laws, and there may already be working models (e.g., Act 2). Care should be taken, however, to consider the broader, long-term impacts of any regulatory changes.

The representatives from the Pennsylvania Department of Environmental Protection were generally supportive of the concepts discussed, especially in the case of abandoned mine drainage, and were interested in alleviating or removing barriers if it would encourage the natural gas industry to use this water source. Along these lines, in some cases, the Pennsylvania Department of Environmental Protection might be able to set regulatory conditions under which liability is limited within the existing legal framework. However, it is important to note that the relevant laws were established for specific protective purposes, despite any unintended interpretation or application that may result in “barriers” to the use of CMD. There will be a need for the regulatory agencies involved to strike a balance between competing interests and to consider the context of the regulations’ original intent before modifying them. Whether rewriting regulations or law is appropriate, participants agreed that the use of abandoned mine drainage is not likely to go forward on any significant scale without clarification of existing laws, at a minimum. However, the requisite changes, such as technical approaches to the use of CMD, may differ depending on the nature of the specific source in question. Use of abundant actively managed mine drainage, for example, would require little or no legal or regulatory change for use; in this case, access to a full characterization of the resource might be sufficient incentive, assuming local economic competitiveness with freshwater sources. The key challenge will be to strike a balance between allowing and even encouraging the industry to tap CMD sources and at the same time maintaining appropriate regulation and oversight of the water resources of Pennsylvania.

The Broader Context of Watershed Quality and Sustainability in the Commonwealth Needs to Be Considered

In a broader context, it is important for the Commonwealth of Pennsylvania to clearly define the objectives behind any revisions to the regulatory framework. If the primary public-interest goal is cleaning up CMD, then the legal, regulatory, and economic incentives should be structured specifically to motivate the use of CMD for hydraulic fracturing to the greatest extent possible. If the goal is to minimize the use of fresh water for hydraulic fracturing, then the incentives should both *discourage* the use of fresh water and *encourage* the use of CMD. With respect to the first goal, several participants noted throughout the four sessions that the use of CMD for hydraulic fracturing will not be a panacea for the abandoned mine drainage problem in the region, largely because the abandoned mine problem is so large. Regulations simply allowing operators to use CMD without assuming past liability will not necessarily provide incentives for its use, and complete mine cleanup requires the establishment of permanent infrastructure for remediation. Even assuming that *all* regional hydraulic fracturing activities in the coming decade were to make use of CMD, it was clear that this use would not be able to solve the CMD legacy problem. This is especially true assuming only a temporary diversion of CMD by the industry rather than establishment of a permanent water remediation facility and infrastructure for its use or return to the watershed. Nevertheless, the convergence of a need for water for ongoing hydraulic fracturing activities and a desire to remove already contaminated CMD from the watershed in lieu of freshwater resources presents an opportunity for mutually beneficial reuse and a potential area for common ground among diverse stakeholders. These realities should inform realistic goals, and the policy goals should, in turn, drive the regulatory framework.

Roundtable Agenda, Participants, and Speaker Biographies

Roundtable Agenda

Roundtable on the Feasibility and Challenges of Using Acid Mine Drainage for Marcellus Shale Natural Gas Extraction Activities

December 14, 2011

RAND Corporation, 4570 Fifth Avenue, Pittsburgh, Pennsylvania 15213

- 9:30 a.m. Registration; coffee and tea
- 10:00 a.m. Welcome from Susan Everingham, Director, Pittsburgh office, RAND Corporation
- 10:05 a.m. Opening remarks from Kathryn Klaber, President, Marcellus Shale Coalition
- 10:10 a.m. Session 1: The AMD Problem and Potential Resource
Moderated by Aimee Curtright, RAND Corporation
- Presentation by Professor Anthony Iannacchione, University of Pittsburgh
 - Additional remarks by Charles A. Cravotta III, U.S. Geological Survey
 - Open discussion
- 11:10 a.m. Session 2: Technical Uncertainties and Challenges in Using AMD for Hydraulic Fracturing
Moderated by Debra Knopman, RAND Corporation
- Presentation by Professor Radisav Vidic (with Elise Barbot), University of Pittsburgh
 - Additional remarks by Doug Kepler, Seneca Resources Corporation
 - Open discussion
- 12:15 p.m. Break for lunch
- 1:00 p.m. Session 3: Economic Feasibility and Business Issues
Moderated by Keith Crane, RAND Corporation
- Presentation by David Yoxheimer (with Tom Murphy and Professor Seth Blumsack), Penn State University
 - Additional remarks by Eric Cavazza, Pennsylvania Department of Environmental Protection
 - Open discussion

- 2:15 p.m. Session 4: Regulatory and Legal Barriers
Moderated by Susan Everingham, RAND Corporation
- Presentation by Pam Milavec, Pennsylvania Department of Environmental Protection
 - Additional remarks by Joseph Reinhart (with Kevin Garber), Babst Calland
 - Additional remarks by Peter Fontaine, Cozen O'Connor
 - Open discussion
- 3:30 p.m. Wrap-up and closing remarks by session moderators
- 4:00 p.m. Adjournment

Roundtable Attendees

Elise Barbot
University of Pittsburgh

Hu Barnes
Penn State University

Seth Blumsack
Penn State University

Greg Boardman
Virginia Tech

Rob Boulware
Seneca Resources

Richard (Ricc) Brown
Newfield Exploration Company

Nicholas Burger
RAND Corporation

Fred Cannon
Penn State University

Brian Carr
West Virginia Department of Environmental Protection

Eric Cavazza
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Kevin Coleman
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Emily Collins
University of Pittsburgh

Vince Conrad
CONSOL Energy, Inc.

John W. Cramer
Superior Well Services

Keith Crane
RAND Corporation

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U.S. Geological Survey

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David Yoxtheimer
Penn State University

Mark Zeko
Environmental Engineering and
Contracting, Inc.

Paul Ziemkiewicz
West Virginia University

Speaker Biographies

Elise Barbot currently holds a postdoctoral position in the Department of Civil and Environmental Engineering at the University of Pittsburgh, where she is performing research on the sustainable management of flowback water from the Marcellus Shale basin. The chemistry of flowback water mixed with fresh water or acid mine drainage, as well as membrane filtration, are important elements of this work. She has a degree in chemical engineering from the National Higher School of Chemical Synthesis, Processes and Engineering at the University of Aix-Marseille (France) and an M.S. in process engineering and physical chemistry and a Ph.D. in process engineering from the University of Aix-Marseille.

Seth Blumsack is an assistant professor in the John and Willie Leone Family Department of Energy and Mineral Engineering at Pennsylvania State University, co-director of the Penn State Initiative for Energy and Environmental Economics and Policy Research, and the John T. Ryan Faculty Fellow in the College of Earth and Mineral Sciences. He is also an adjunct research professor at the Carnegie Mellon Electricity Industry Center. His research centers on engineering-economic studies of energy and electric power systems, regulation and deregulation in network industries, network science, risk analysis, and managing complex infrastructure systems. He has a B.A. in mathematics and economics from Reed College, an M.S. in economics from Carnegie Mellon University, and a Ph.D. in engineering and public policy from Carnegie Mellon University.

Eric E. Cavazza has more than 27 years of service with the Pennsylvania Department of Environmental Protection's Bureau of Abandoned Mine Reclamation. He spent nine years in the Cambria Office Planning and Development Section, 14 years as design section chief of the Cambria Office, two years as chief of division of acid mine drainage abatement in Harrisburg, and the last two years as the manager of the Cambria District Office. He recently served on the department's internal workgroup to establish an evaluation and approval process for the use of abandoned mine drainage for industrial uses, including natural gas extraction. He has a B.S. in mining engineering and an M.S. in environmental engineering from Penn State University and is a registered professional engineer.

Charles Cravotta III is a research hydrologist with the U.S. Geological Survey in the Pennsylvania Water Science Center. He is a research hydrologist/geochemist with 20 years of experience sampling, analyzing, and interpreting the chemistry of groundwater in abandoned coal mines in Pennsylvania, during which time he has published more than 60 peer-reviewed research articles. He has a B.S. in environmental sciences from the University of Virginia and an M.S. and a Ph.D. in geochemistry and mineralogy from Penn State University.

Peter J. Fontaine is a shareholder and co-chairman of the Energy, Environmental, and Public Utility Practice Group at Cozen O'Connor, an international law firm headquartered in Philadelphia. He is an environmental lawyer representing clients in a variety of environmental and energy matters, including a leading electric vehicle charging company and the Battery Electric Vehicle Coalition, a trade group he helped form to advocate for policy changes to catalyze a market for electric vehicles. He previously served as an attorney with the U.S. Environmental Protection Agency (EPA) in Washington, D.C., where he was special assistant to the direc-

tor of civil enforcement, enforced EPA's clean air regulations, executed EPA's 1992 pulp and paper industry enforcement initiative, and was a founding member of EPA's first Multimedia Enforcement Team. In 2003, he served on Governor Rendell's transportation transition team. He writes and speaks frequently on environmental and sustainability issues, is chairman of the Open Space Advisory Committee of Camden County, New Jersey, and is a board member of the New Jersey Conservation Foundation.

Kevin J. Garber is a shareholder and chairman of the Environmental, Health, and Safety Services Group of Babst Calland. A substantial part of his practice concentrates on the federal Clean Water Act and Pennsylvania's Clean Streams Law and related issues facing the manufacturing, coal mining, and oil and gas industries. He represents oil and gas companies working in the Marcellus Shale industry, serves as counsel to the Pennsylvania Coal Association, and serves as special environmental counsel to many municipalities, authorities, and developers in western Pennsylvania. He has written and lectured extensively on water and development issues. Garber is a member and past chairman of the Allegheny County Bar Association, Environmental Law Section, and is a member of the Pennsylvania and American Bar Associations. He has a B.S. in biology/chemistry from Penn State University, an M.S. in oceanography and limnology from the University of Wisconsin, a Ph.D. in ecology from the University of Pittsburgh, and a J.D. from Duquesne University. He is an adjunct professor at the Duquesne University School of Law and at the Bayer School of Natural Science at Duquesne University, where he teaches courses in environmental law.

Anthony Iannacchione is director of the Mining Engineering Program at the University of Pittsburgh, where he teaches mining engineering and conducts research. Prior to this appointment in 2008, he worked for the U.S. Bureau of Mines and the National Institute for Occupational Safety and Health for approximately 34 years. His educational background is split between civil engineering (in which he has a Ph.D. and an M.S.) and geology (in which he has an M.S. and a B.S.). He is a registered professional engineer and geologist in the Commonwealth of Pennsylvania.

Doug Kepler is vice president of environmental engineering at Seneca Resources Corporation. From 1990 to 2007, he was general partner of an environmental consulting firm specializing in the environmental restoration of mine drainage-impacted watersheds, with project experience spanning 15 states and six countries. He has been at Seneca Resources Corporation since 2007, where his responsibilities include oversight of the Environmental Engineering Group's Project Engineering, Construction/Compliance, Water Management, and Geomatics Departments. He has a B.S. in environmental resource management from Penn State University and an M.S. in aquatic ecology from Clarion University of Pennsylvania.

Kathryn Klaber serves as the Marcellus Shale Coalition's first president and executive director. In this role, on behalf of the MSC member companies, she works closely with elected leaders, regulators, and the civic community to realize the responsible development of natural gas from the Marcellus and Utica Shale geological formations and the associated benefits for the region's economy. Prior to joining the MSC, she was executive vice president for competitiveness at the Allegheny Conference on Community Development and executive director of the Pennsylvania Economy League. A lifelong Pennsylvanian, she has an undergraduate degree

in environmental science from Bucknell University and an M.B.A. from Carnegie Mellon University.

Pam Milavec has been employed by the Pennsylvania Department of Environmental Protection for 28 years as a water pollution biologist, a water quality specialist, and, presently, as Environmental Services Section chief in the Bureau of Abandoned Mine Reclamation, Cambria District Office. This section is responsible for watershed planning and project development of abandoned mine drainage treatment and abatement projects in the bituminous portion of the state. It also provides biological, hydrologic, and environmental services to the bureau and assists in the monitoring and operation of passive treatment facilities. She recently served on a Pennsylvania Department of Environmental Protection internal workgroup to establish an evaluation and approval process for the use of abandoned mine drainage for industrial uses, including natural gas extraction. She has a B.S. in biology from the University of Pittsburgh at Johnstown.

Tom Murphy is co-director of Penn State's recently created Marcellus Center of Outreach and Research (MCOR). He has more than 25 years of experience working with landowners, researchers, industry, government agencies, and public officials during his tenure with the outreach branch of the university. His work has been in the realm of educational consultation in natural resource development, with an emphasis on natural gas exploration and related topics. He has lectured widely on unconventional shale gas development and its impacts, including landowner leasing issues, environmental aspects, the drilling process, infrastructure development, the workforce, and financial considerations. In his role with MCOR, he provides leadership to a range of Penn State's related Marcellus research activities. He is a graduate of Penn State University.

Joseph K. Reinhart is a shareholder and co-chairman of the Natural Resources Group at the law firm Babst Calland. He has more than 25 years of experience with environmental law, focusing on laws and regulations governing oil and gas development, including conventional and unconventional gas (e.g., Marcellus Shale) and environmental law relating to coal mining. His practice also includes the application of state and federal waste management laws to the disposal of wastes generated by the gas, coal, and electric utility industries. Since 2003, Reinhart has been appointed annually by the Secretary of the Pennsylvania Department of Environmental Protection to the Pennsylvania Solid Waste Advisory Committee. In addition, he is a trustee of the Energy and Mineral Law Foundation, where he serves on its Law Student Scholarship Committee. He has a B.A. from the University of Notre Dame and a J.D. from the University of Pittsburgh.

Radisav Vidic is the William Kepler Whiteford Professor of Environmental Engineering and chairman of the Department of Civil and Environmental Engineering at the Swanson School of Engineering, University of Pittsburgh. His research efforts focus on advancing the applications of surface science by providing a fundamental understanding of molecular-level interactions at interfaces, development of novel physical/chemical water treatment technologies, water management for Marcellus Shale development, and reuse of impaired waters for cooling systems in coal-fired power plants. He has published more than 150 journal articles and round-table proceedings on these topics. He has a B.S. in civil engineering from the University of

Belgrade, an M.S. in civil and environmental engineering from the University of Illinois, and a Ph.D. in civil and environmental engineering from the University of Cincinnati.

David Yoxheimer is a hydrogeologist and extension associate with Penn State University's Marcellus Center for Outreach and Research. He has a B.S. in earth science from Penn State University, where he is currently completing his Ph.D. in geosciences. His areas of expertise include water supply development, geophysical surveying, environmental permitting, shale gas geology, and integrated water resource management.

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