



Hydraulic Fracturing in Michigan Integrated Assessment

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Hydraulic Fracturing in Michigan Integrated Assessment

Draft Report Release Webinar February 26, 2015

http://graham.umich.edu/knowledge/ia/hydraulic-fracturing





Before We Begin

- Sound check
- Submit questions or comments at any time
- Webinar will be recorded and available online

Agenda

12:32-12:42PM Welcome, introductions, project overview and

guidelines for submitting comments for the

Integrated Assessment (IA)

12:42-1:00PM Questions and discussion with

project staff and report authors

1:00PM Conclusion of webinar

Work to date with the Integrated Assessment

Timeline	Action
Summer 2012	Development of an Advisory Committee with representatives from corporate, government, and non-governmental organizations
Fall 2012	Development of Guiding Question – Hydraulic Fracturing in Michigan
2012 - 2013	Development of Technical Report Teams: <i>Technology, Geology, Ecology, Health, Law, Economics, Public Perception</i>
Fall 2013	Release of Technical Reports and Solicitation of Public Comments for the Integrated Assessment Report
2014	Scoping and Drafting of the Integrated Assessment Report – An analysis of policy options for Michigan

Hydraulic Fracturing in Michigan – Key Points

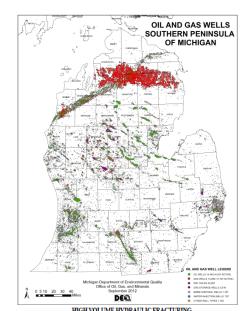
Hydraulic Fracturing (HF) has been used in thousands of wells in Michigan for decades

2003 State Review of Oil and Natural Gas Environmental Regulations (not HF specific) – "MDEQ has a well-managed oil and gas environmental regulatory program"

Integrated Assessment developed to focus on High Volume Hydraulic Fracturing (HVHF) but data and analyses cover a range of activity depending on topic or issue

Limited HVHF activity in Michigan at present

Broad range of perspectives on benefits/problems of expanded natural gas use



COMPANY PRINCIPLES

SERVICE STATES ST

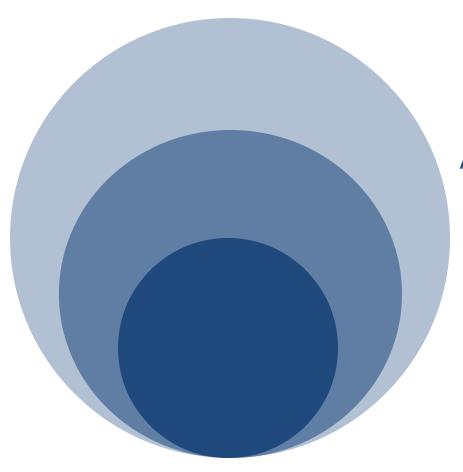
Hydraulic Fracturing in Michigan – Key Points

Michigan DEQ Proposed HVHF Rule Revisions

- 1. Water withdrawal assessment and monitoring
- 2. Water quality sampling
- 3. Monitoring and reporting
- 4. Chemical additive disclosure

http://www.michigan.gov/deq/0,4561,7-135-3306_57064---,00.html

Three Levels of Analysis



Broader Context

- International or national scope
- Beyond IA question

Additional Issues

- Relevant to MI & IA question
- Not specific to HVHF
- Identified in technical reports, comments

Options

Analysis

- Relevant to MI
- **Analysis Specific to HVHF**
 - Prioritized pathways from technical reports

1.) Options Analysis

- Focus on three key areas:
 - Public participation
 - Chemical use
 - Water resources
- Brief overview of the issue
- Description of current Michigan policy (including DEQ proposed rules)
- Identification of a range of approaches from other states and novel approaches
- Analysis of the strengths and weaknesses

Some of the options discussed in the report include:

- More extensive requirements for information about chemical use and water quality, possibly including the full disclosure to state officials of all chemicals used in the hydraulic fracturing process—even substances considered to be trade secrets.
- New ways to manage the disposal of wastewater from hydraulic fracturing wells in Michigan.
- Additional options for water-quality monitoring, possibly including longterm monitoring of groundwater and surface water near hydraulic fracturing wells.
- Requiring hydraulic fracturing well operators to prepare emergency response plans before drilling begins.
- Increasing public participation in decisions related to hydraulic fracturing.
- Updating the management of water withdrawals.

2.) Additional Issues

- Greater breadth of topics relevant to Michigan
 - Environmental impacts
 - Air quality
 - Landowner issues & community impacts
 - Agency capacity & financing
- Scan of relevant approaches from other states and reports

3.) Discussion of Broader Context

- Climate change and methane
- Renewables
- Manufacturing renaissance
- Methodological approaches to understanding and managing risk

Timeline for the Final Integrated Assessment Report

Timeline	Action
February 2015	Advisory Committee and Peer Review of Draft IA Report
March 2015	Public Comment Period for Draft IA Report open through March 20, 2015
April 2015	Review of Input and Comments
Spring/Summer 2015	Revise, Finalize, and Release IA Report



Questions & Answers



Thank you!

Access the Draft Report and Submit Comments through March 20 at:

http://graham.umich.edu/knowledge/ia/hydraulic-fracturing