

Jimmie Hammontree

Manager, Regulatory Affairs – Northern Division

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The Honorable Ralph Ostmeyer Chairman – Senate Committee on Natural Resources Room 225-E Kansas State Capitol 300 SW 10th Street Topeka, KS 66612

Dear Chairman Ostmeyer and Members of the Senate Committee on Natural Resources:

Thank you for the opportunity to provide written testimony in support of Senate Bill 375, related to solid waste permit exemptions for oil and gas activity. Chesapeake Energy Corporation (Chesapeake) is actively exploring for oil and gas in the state of Kansas and we have a field office in Garden City.

Chesapeake supports Senate Bill 375, which provides greater flexibility for oil and gas companies in managing wastes from drilling operations. The process of drilling a well generates waste fluids and solids. These materials are composed mostly of freshwater and ground up rock chips from subsurface rock formations, and are generated and disposed of before any hydraulic fracturing operations begin. This bill *should not* be interpreted as allowing land application of wastes from the hydraulic fracturing process.

Chesapeake believes the process of land applying waste drilling fluids and solids is a safe, responsible, and efficient alternative to onsite burial. It should be noted that other oil and gas states have allowed this practice for many years. For example, Texas began regulating land application in the mid 1970s and Oklahoma implemented its regulations in the mid 1990s.

Chesapeake is committed to promoting and conducting responsible exploration and production activities in its operating areas and achieving a standard of environmental excellence. We are pleased to offer our support of SB 375 and commend Chairman Ostmeyer and the members of the Committee for addressing this issue. We would further like to commend the Kansas Corporation Commission and Kansas Department of Health and Environment for recognizing the need for alternative means of waste management and working cooperatively with each other to jointly arrive at a proposed solution.

Sincerely,

Jimmie Hammontree

Manager, Regulatory Affairs