

- I. **Call to order** at 10:24 a.m. by Chairman Waller
- II. **Opening prayer and Reading of Deceased Osages** by Second Chairman Red Eagle
- III. **Roll call**

Councilmember Forman—present, via Zoom
Councilmember Gray—present, via Zoom
Councilmember Harlan—present, via Zoom
Councilmember Redcorn—present
Second Chairman Red Eagle—present
Councilmember Revard—present, via Zoom
Chairman Waller—present

Declaration of Quorum

Guests: Richard Winlock, Robin Phillips

IV. Resolution: Lease Sale Approval

Motion by **Chairman Waller**

Motion **PASSED** YES: 5

NO: 2

Second by **Second Chairman Red Eagle**

ABSTAIN: 0 ABSENT: 0

Councilmember Forman—n

Councilmember Gray—y

Councilmember Harlan—y

Councilmember Redcorn—y

Second Chairman Red Eagle—y

Councilmember Revard—n

Chairman Waller—y

Discussion: **Chairman Waller** called on Chief of Staff Lacey Reynolds to read the results of the lease sale. **COS Reynolds** announced a total of 320 acres for oil and gas combination mining purposes for a total bonus consideration of \$10,200 with the average cost of \$31.87 per acre. Zero acres sold for oil mining purposes, and zero acres sold for gas mining purposes. **Councilmember Forman** said OMC members who didn't attend in person were locked out of the lease sale, the lease sale took place in the lobby-not the chambers, and she was not able to hear it. She asked if three OMC members were present for the sale and whether the lease sale needed OMC to have a quorum. **Chairman Waller** said the lease sale is a BIA function, and OMC is there as a courtesy. **Council Forman** continued asking why the lease sale was held in the lobby instead of the chambers, so everyone could participate. **Chairman Waller** reiterated the sale was a BIA function, and added BIA employees were waiting in the lobby for the resolution. **Council Forman** would not be supporting the motion because she was not allowed to be there. "For multiple other reasons, it just does not seem like it was a legitimate lease sale." **Council Revard** said he objected to the lease sale and was not invited to it. He said he showed up for the lease sale. No one was logged in from OMC when it was time for the lease sale to start. The superintendent was having a lease sale without inviting Minerals Council members to participate. He waited for the sale on Zoom but never heard roll call or opening prayer. He, too, objected to the sale and would be voting against it. **Chairman Waller** told Council Revard that he was told the meeting would start after the conclusion of the lease sale. That's the way it's always been done. **Council Revard** read the flyer of the lease sale that stated it began at 10:00 a.m. **Council Gray** said the BIA performs the lease sale; anyone who wants to view the sale can attend. (She added that she could clearly hear her Zoom audio.) She understood the meeting would take place immediately following the lease sale. The last sale was outside the building. She was in favor of the sale. Following the vote, **Chairman Waller** called the BIA into the chambers to sign the resolution.

- V. Biannual Meeting Discussion:** Council Forman requested the biannual meeting discussion moved to Executive Session, OMC never strategizes in public, and it's always done in Executive. **Chairman Waller** said the biannual meeting discussion could be in Executive Session. **Council Gray** asked for OMC to have a special meeting in the future to strategize about the biannual meeting. **Council Redcorn** asked whether BIA received the biannual agenda. He thought, since BIA had the agenda, there was no need to discuss further.
- VI. Superintendent Report—**Superintendent Robin Phillips gave the BIA's monthly report. Aggregates—APAC: Produced 18,626.60 tons, Royalty \$20,638.27; Burbank: Produced 11,882.84 tons, Royalty \$11,948.89; Schmidt Brothers: Produced 624 cubic yards, Royalty \$468; Sherwood Construction: Produced 100,000 cubic yards, Royalty \$12,500. Producing Wells: 14,852 less 3,230 for SWD wells; Approved Permits—Workover Permits 2; Plugging Permits 6; Emergency Working Permits 2; Emergency Workover Permits 0; Drilling Permits 0. New Drilling Completions: 3—Marco Oil and two for Double G Oil. **Discussion:** Council Forman asked whether the total barrels produced was only January or whether other months were included. **COS Reynolds indicated** it was for more months, at that time. **Council Forman** asked how many pending drilling permits were pending. **Superintendent Phillips** indicated there were seven pending drilling permits.
- VII. Audit Report—**OMC Chief of Staff Lacey Reynolds presented the monthly audit report. Osage Oil and Gas Calculated Receipts for January 2022—Production: Gross Barrels 360,868; Royalty Barrels 52,920; Gross Barrels v Royalty Barrels 14.66%; Daily Barrels Produced 11,640.91; Average Price per Barrel \$88.24; Collections: Total Oil Royalty \$4,387,235; Total Gas Royalty \$145,040; Tank Bottom Royalty \$807; Actual Receipts \$4,533,082. Osage Information Sheet as of February 28, 2022—Total Collections \$4,623,991.87; Quarterly Annuity Payment \$5,665; Gross Production Tax Paid \$649,807.68; electronic Fund Transfers \$4,369,503.57; Over-the-Counter \$254,488.30; Total Oil and Gas Monthly Collections \$4,623,991.87. **Discussion:** Council Forman asked what the total barrels per day for January only or multiple months. **COS Reynolds** said it was for multiple months, and, to get the number for January, she would have to look it up. **Council Forman** said it's important to track what we actually do on a month-to-month basis because the number is skewed since it includes multiples months.
- VIII. New Business**
- a. Resolution:** Send choices [for Producer of the Year] to Chairman, let Chairman make selection and, further, communicate with BIA, UIC, and EPA to make sure no blemishes are on their record
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| Motion by Councilmember Redcorn | Second by Second Chairman Red Eagle |
| Motion PASSED YES: 5 NO: 0 | ABSTAIN: 2 ABSENT: 0 |
| Councilmember Gray—y | Councilmember Harlan—y |
| Councilmember Redcorn—y | Second Chairman Red Eagle—y |
| Councilmember Revard—abstain | Chairman Waller—y |
| Councilmember Forman—abstain | |
- Discussion:** Ms. Reynolds asked OMC to select a person so a plaque could be ordered and engraved [in time for the Osage Oil and Gas Summit.] **Chairman Waller** said he would contact the BIA, UIC, and EPA to assess the producer's background to make sure they are in good standing. Both **Councils Forman Revard** stated they could not hear people in the chambers on their Zoom calls.
- IX. Motion:** Move forward with the rest of the agenda

Motion by **Councilmember Redcorn**Motion **PASSED** YES: 7 NO: 0

Councilmember Harlan—y

Second Chairman Red Eagle—y

Chairman Waller—y

Councilmember Gray—y

Second by **Second Chairman Red Eagle**

ABSTAIN: 0 ABSENT: 0

Councilmember Redcorn—y

Councilmember Revard—y

Councilmember Forman—y

X. Old Business**a. Table: Iron Hawk Oil and Gas Lease update**Motion by **Councilmember Redcorn**Motion **PASSED** YES: 7 NO: 0

Councilmember Redcorn—y

Councilmember Revard—y

Councilmember Forman—y

Councilmember Harlan—y

Second by **Councilmember Forman**

ABSTAIN: 0 ABSENT: 0

Second Chairman Red Eagle—y

Chairman Waller—y

Councilmember Gray—y

Discussion: Chairman Waller updated Iron Hawk's deep well project. Iron Hawk requested to upgrade their lease to an oil and gas lease. Mr. Hiner will have to request an oil and gas lease. OMC will need a resolution with standard lease terms with 20% royalty.

XI. Further Biannual Meeting Planning—Councilmember Gray indicated preparation time for the biannual meeting was needed. Times OMC was available was discussed.**XII. Motion: Approve minutes**Motion by **Councilmember Redcorn**Motion **PASSED** YES: 7 NO: 0

Second Chairman Red Eagle—y

Chairman Waller—y

Councilmember Gray—y

Councilmember Redcorn—y

Second by **Councilmember Gray**

ABSTAIN: 0 ABSENT: 0

Councilmember Revard—y

Councilmember Forman—y

Councilmember Harlan—y

XIII. Motion: AdjournMotion by **Councilmember Redcorn**Motion **PASSED** YES: 7 NO: 0

Councilmember Revard—y

Councilmember Forman—y

Councilmember Harlan—y

Second Chairman Red Eagle—y

Time 10:59 a.m.Second by **Second Chairman Red Eagle**

ABSTAIN: 0 ABSENT: 0

Chairman Waller—y

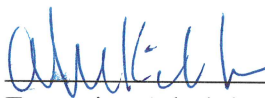
Councilmember Gray—y

Councilmember Redcorn—y

Approved by the Fourth Osage Minerals Council on April 1, 2022.



Everett Waller, Chairman



Executive Administrative Assistant