

**OSAGE MINERALS COUNCIL REGULAR MEETING
OSAGE COUNCIL CHAMBERS PAWHUSKA, OKLAHOMA
JUNE 21, 2017
MINUTES**

CALL TO ORDER

Chairman Everett Waller called the meeting of the Osage Minerals Council to order at 10:16 a.m.

OPENING PRAYER

Councilman Talee Redcorn gave the opening prayer.

ROLL CALL

Minerals Council Executive Administrative Assistant Lacey Reynolds called the roll. Osage Minerals Council Members present were Cynthia Boone, Joseph Cheshewalla, Galen Crum, Stephanie Erwin, Kathryn Red Corn, Talee Redcorn, Everett Waller and Andrew Yates. A quorum was declared.

Visitors to the meeting were Joy Ledbetter – OST, Marcy Graham, Nona Roach, Leigh Kuykendall, Jim Kunard – BGI Res., Jamie Sicking, Florence Bigheart Trantum, Sharon Long, Mary Johnson, Myron RedEagle, Linda Heskett, Rosemary Wood, Julie Wilson, Dept. Superintendent-Osage BIA, Richard Winlock and Deputy Regional Director-BIA, Eddie Streater.

Chairman Waller announced that Executive Administrative Assistant, Lou Brock, will be leaving at the end of the month and thanked him on behalf of the Council.

The Council has a new accountant that handles their C-395 and S-510 accounts, and is unable to come before the Council at this time.

Auditor Report: Jim Swan

Mr. Swan was unable to be at the meeting, but the information is in each Councilmember's packet for review.

Director's Report: Bill Lynn

Mr. Lynn gave a report on environmental problems regarding a review of Pawhuska's water source from North Bird Creek; Digital – goal should be to create a free open source public website with a map based web portal; Interactive maps with oil and gas wells, production data, regulatory and environmental links publications and historical data, all downloadable; Lease Sales – Becoming more open to the idea of another million dollar sale; Orphan Wells – A list is being compiled to evaluate each by lease for evaluation; Leased and Unleased Acreage – A list is being compiled and the plan is to keep it updated; Osage Production – Down to 11,000+BOPD and plans are in the works to keep digital production current and reconciled.

BIA Report: Deputy Superintendent Richard Winlock

Deputy Superintendent gave the Superintendent's Report for the month of May and sitting in with Deputy Supt. Winlock was Deputy Regional Director, Eddie Streater.

Branch of Field Operations: 1,874 purchaser run tickets reviewed and scanned; 10 purchase tank tables encoded into Osage Computer System; 5 well pluggings witnessed; 7 trucking permits prepared; 12 purchaser tank tables scanned into Osage Nation Report; 25 complaints scanned; 68 lease inspections; 85 lease inspections/follow-up; 1 lact units proving witnessed; 26 gas meter provings; 6 trucks stopped for permit check; 31 tank strappings witnessed; 124 landowner/lessee meetings; 16 complaints responded to; 24 spills/leaks inspected; 22 run tickets figured; 44 calculations; 3 tank bottom removals witnessed.

Branch of Lease Management: Oil and Gas leases approved – 3; assignments – 51; division orders – 6; lease terminations – 51; Producing wells for May – 18,097 less 3,266 for SWD and other wells = 14,831

Other Minerals (25 CFR Part 214 for April 2017 data): Leases sold under 214: 4; 3 leases that sold the most: APAC, Candy Creek Crusher and Casey Hindman; Sales reported per lease: APAC - 57,138.31 tons = \$31,426.07; Candy Creek Crusher – 16,420.30 tons = \$8,374.32; Casey Hindman – 8,985.25 tons = \$8,535.99; Schmidt Brothers – 208 cu. yds. = \$156.00.

Number of requests for lease information – 12; FOIA requests – 0; Non-FOIA requests – 12

Branch of Subsurface Minerals: Approved Drilling Permits – 4; Approved Workover Permits – 3; Approved Plugging Permits – 1

Branch of Enforcement and Lease Compliance: Non-compliance letters – 45; Non-production letters – 11; Extension letters – 14; Final notice letters – 18; Spill closure letters – 21; Spill Remediation and Reporting Acknowledgement letters – 1; Exemption approval letters – 1

NEW BUSINESS

Director Needs: William Lynn, Director Minerals

Mr. Lynn brought before the Council the list of needs (see June 16 minutes and recording). Councilwoman Boone asked that a budget meeting, as a whole, be scheduled so that these needs may be addressed.

Councilman Crum made the motion to go into Executive Session, Second by Councilman Redcorn.

MOTION PASSED: CYNTHIA BOONE-YES, JOSEPH CHESHEWALLA-YES, GALEN CRUM-YES,STEPHANIE ERWIN-YES, KATHRYN RED CORN-YES, TALEE REDCORN-YES, EVERETT WALLER- YES, ANDREW YATES-YES.

EXECUTIVE SESSION – 11:22 A.M.

11:32 A.M. – Councilman Crum made the motion to come out of Executive Session, Second by Councilwoman Erwin.

MOTION PASSED: JOSEPH CHESHEWALLA-YES, GALEN CRUM-YES, STEPHANIE ERWIN-YES, KATHRYN RED CORN-ABSENT, TALEE REDCORN-YES, EVERETT WALLER-YES, ANDREW YATES- YES, CYNTHIA BOONE-ABSENT.

No votes coming out of Executive Session.

OLD BUSINESS

Dr. Robeiro: Jamie Sicking

Mr. Sicking, who is representing Dr. Robeiro, reported to the Council, instead of a surety bond, he has two CDs that are in place; however, BIA is not accepting CDs or letters of credit, that a surety bond is needed. Deputy Supt Winlock said for him to contact Bureau of Lease Management to release that and he was sure that they would do that.

Reissue of Data Digitizing RFP: Councilman Crum

Councilman Crum reintroduced the red-lined and clean versions of the project, entitled, Osage Nation Digitization of Well Logs, Production Data and Lease Records.

Councilman Crum made the motion to release the RFP to Tammy Leeper and release it to the public, Second by Councilman Redcorn.

MOTION PASSED: GALEN CRUM-YES, STEPHANIE ERWIN-YES, KATHRYN RED CORN-YES, TALEE REDCORN-YES, EVERETT WALLER-YES, ANDREW YATES-YES, CYNTHIA BOONE-YES, JOSEPH CHESHEWALLA-YES.

Biannual Meeting Minutes:

Councilwoman Erwin made the motion to approve the 2016 Biannual Meeting Minutes, Second by Councilman Redcorn.

MOTION PASSED: STEPHANIE ERWIN-YES, KATHRYN RED CORN-YES, TALEE REDCORN-YES, EVERETT WALLER-YES, ANDREW YATES-YES, CYNTHIA BOONE-YES, JOSEPH CHESHEWALLA- YES, GALEN CRUM-YES.

Meeting Minutes:

Councilwoman Erwin made the motion to table the eleven sets of Meeting Minutes, Second by Councilwoman Boone.

MOTION PASSED: KATHRYN RED CORN-YES, TALEE REDCORN-YES, EVERETT WALLER-NO, ANDREW YATES-NO, CYNTHIA BOONE-YES, JOSEPH CHESHEWALLA-YES, GALEN CRUM-NO, STEPHANIE ERWIN-YES.

COMMITTEE REPORTS

Newsletter:

Councilman Redcorn made the motion to approve and send out the 2017 Summer Edition of the Osage Minerals Council Newsletter, Second by Councilman Crum.

MOTION PASSED: TALEE REDCORN-YES, EVERETT WALLER-YES, ANDREW YATES-YES, CYNTHIA BOONE-NO, JOSEPH CHESHEWALLA-YES, GALEN CRUM-YES, STEPHANIE ERWIN-YES, KATHRYN RED CORN-YES.

2018 Budget:

Budget Committee will set a date, time and location to meet as a whole regarding the FY 18 Budget.

Oil & Gas Summit:

Councilman Yates met with Christy RedEagle and hopefully have the new director set up a meeting.

ADJOURNMENT

Councilwoman Erwin made the motion to adjourn, Second by Councilman Redcorn.

MOTION PASSED: EVERETT WALLER-YES, ANDREW YATES-YES, CYNTHIA BOONE-YES, JOSEPH CHESHEWALLA-YES, GALEN CRUM-YES, STEPHANIE ERWIN-YES, KATHRYN RED CORN-YES, TALEE REDCORN-YES.

Adjournment – 12:15 P.M.

Chairman



Executive Administrative Assistant