

**OSAGE MINERALS COUNCIL
REGULAR MEETING MINUTES
JULY 14, 2017**

1. CALL TO ORDER

Chairman Waller called the meeting to order at 10:00 AM.

2. OPENING PRAYER AND READING OF DECEASED OSAGES- Cynthia Boone

Councilwoman Boone gave the opening prayer and read the names of deceased Osages.

3. ROLL CALL

Lacey Reynolds called roll. The Osage Minerals Council present were: Cynthia Boone, Joseph Cheshewalla, Galen Crum, Stephanie Erwin, Kathryn Redcorn, Everett Waller, Andrew Yates. A quorum was declared. Councilman Redcorn was absent.

Guests present were Lanny Woods, Jinx Geurin, Janel Perry, Joy Ledbetter, Mike Wachtman, Donnie Wachtman, David House, Tracy Phillips, Kevin Paslay, Horace Paslay, Gregory Woodell, Nona Roach, Myron Redeagle, Henry Rennick, Bill Park, Lou Phillips.

4. NEW BUSINESS

Councilwoman Red Corn states that she had talked to the Superintendent and she informed her she would not be present today. She then called the area office, and no one qualified to be sent today. Therefore, we don't have a BIA representative.

a) Larry Lester- Leases

Chairman Waller called for Mr. Lester, with no response.

b) Letter to Zinke and President- Stephanie Erwin

Councilwoman Erwin states that the letters are in the binders, and asked for the council to review and make your suggestions to Mr. Lynn before Wednesday's meeting. Councilman Yates asks who has reviewed thus far, more specifically has our attorney. Councilwoman Erwin states that the attorney has not reviewed. Mr. Lynn states that multiple people have reviewed the letters. Councilman Yates asks to hear more about this letter. Mr. Lynn states that it is a letter that Councilwoman Erwin requested and outlined things that she felt were our issues, and that he put them together in a letter. Councilman Yates asks for the letter to be read into the minutes. Mr. Lynn then read the letter, with the subject being that we have no confidence in the BIA Superintendent, Robin Phillips. Councilman Cheshewalla requests that we should add the recent trouble with the FOIA requests. Councilwoman Boone requests that since Robin Phillips has been our Superintendent our oil production has been destroyed. Councilwoman Red Corn asks that we add that the reason for these problems are the over regulations.

c) Open position- Everett Waller

Mr. Lynn speaks about the need to have someone doing the newsletter, minutes, and be there to answer the phones. He feels that having three people in the office works best. Councilwoman Erwin states that she likes when people can always answer the phone, and to have someone there all the time. Councilman Yates states that he was under the impression that Mr. Brock would be doing the minutes on a contract basis, and if it was a vote he would vote yes. Councilwoman Red Corn states that, yes that is how it is on the next budget. Councilwoman Boone adds that for the budget she has seen we budgeted for two executive administrative assistants, and that we forget Lacey used to operate this whole office on her own. Councilwoman Boone asks Lacey if she has ever been offered a position to

work from home, Miss Reynolds states that no, she has not. Councilwoman Boone states that she believes that Mr. Brock resigned, and that that should mean he does not want to work for us, so why would we want him to work for us at home? Councilman Crum states that we finish the discussion in Executive.

d) WWW Oil Company log library- William Lynn

Mr. Lynn speaks about the Wachtman- Schroeder log library. The library began with field prints of electric logs, that were going to be destroyed in the 50's. There are around 40 file cabinets full of documents, and they are fire proof. Today it would cost around a \$1,000 a piece to get a fire proof cabinet. Mr. Lynn believes that this would be a great start for our library. Councilman Crum asks about the negotiation of the price, states that he doesn't know how much information like this is worth. Mr. Wachtman says that he has talked to the Oklahoma Geological survey in Norman, and got a value from them, he then talked to the Oklahoma City geological survey, and got a value from them, they then had a consultant look at it. This is how they came up with the \$50,000 value. Councilman Crum states that the Minerals Council does not currently have storage for 40 file cabinets. The Watchman's said that they would allow the files to stay put until they are ready.

e) Jireh- Lanny Woods

On July the 7th Mr. Woods received notice that he needed to plug 4 wells on his Jericho lease. Mr. Woods stated they had not been a paying minimum royalty, that he was not aware that he needed to be paying that. He stated that in December 2014 he wanted to terminate a lease, he then wrote the BIA a letter that he was shutting the lease in due to oil prices. Mr. Woods had been working on an agreement with Ladd Drummond, to take over the lease. Councilman Crum says that he believes that it is "not allowed" to plug leases that have value, and states that there was an instance with Devon where they told them they could not plug. Councilman Cheshewalla says that he is sure this lease still has a lot of life left. Councilman Yates asks if Mr. Lynn had reviewed these documents prior to the meeting. Mr. Lynn and the BIA are going to review the letters.

Motion to go into executive session by Councilman Yates, Seconded by Councilman Crum.

Motion Passed: Councilwoman Boone- No, Councilman Cheshewalla- Yes, Councilman Crum- Yes, Councilwoman Erwin-Yes, Councilwoman Red Corn- Yes, Chairman Waller- Yes, Councilman Yates- Yes. (6-yes, 1-no)

Enter Executive- 11:02 AM

EXECUTIVE

Motion to exit Executive by Councilman Cheshewalla, seconded by Councilwoman Red Corn

Motion Passed: Councilman Cheshewalla- Yes, Councilman Crum- Yes, Councilwoman Erwin-Yes, Councilwoman Red Corn- Yes, Chairman Waller- Yes, Councilman Yates- Yes, Councilwoman Boone- Yes. (7-yes, 0-no)

Exit Executive- 11:45 AM.

a) Personnel

OLD BUSINESS

a) Bill Park

Bill Park states that the well is 600-700 feet away from Tulsa Casino, he doesn't see the ability to keep drilling. He would like the Nation/casino to buy the lease from him. Mr. Park says he will send in some

prices for the lease. Councilman Yates recommends we have a representative from the casino meet with all parties. Councilman Crum recommends we have Tim Dowd look into action to solve this problem.

b) Biannual meeting agenda

Councilman Yates would like to make a motion to suspend the rules, to approve agenda. Seconded by Chairman Waller.

Motion passed: Councilman Crum- Yes, Councilwoman Erwin-No, Councilwoman Red Corn- Yes, Chairman Waller- Yes, Councilman Yates- Yes, Councilwoman Boone- Yes Councilman Cheshewalla- Yes. (6-yes, 1-no)

Chairman Waller opened the floor for the agenda for the Bi-annual meeting.

Motion to approve the Bi annual meeting agenda made by Councilman Yates, second by Chairman Waller.

Councilman Crum asked for the status of the drafts CFR changes be presented at the meeting, discussion on the emergency 638 plugging contract, and streamlining on the FOIA requests.

Motion Passed: Councilwoman Erwin-Yes, Councilwoman Red Corn- Yes, Chairman Waller- Yes, Councilman Yates- Yes, Councilwoman Boone- Yes, Councilman Cheshewalla- Yes, Councilman Crum- Yes. (7-yes, 0-no)

COMMITTEE REPORTS

a)Budget

Councilwoman Red Corn says the committee has gone over the draft budget and is submitting a copy for approval on Wednesday.

b)Scholarship

Councilman Yates states that he only has two scholarship recipients, and they are still being reviewed.

Councilman Crum reports that he has gotten interest for bidders on the data process. Councilman Crum states that he may need an opportunity for a special meeting.

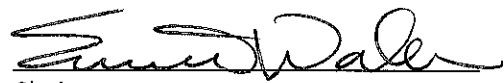
ADJOURNMENT

Councilman Crum made a motion to adjourn, seconded by Councilwoman Erwin.

Adjournment- 1:15 PM

Motion Passed: Councilwoman Red Corn- Yes, Chairman Waller- Yes, Councilman Yates- Yes, Councilwoman Boone- Yes, Councilman Cheshewalla- Yes, Councilman Crum- Yes, Councilwoman Erwin-Yes. (7-yes, 0-no)

Approved:


Chairman


Executive Administrative Assistant