

**OSAGE MINERALS COUNCIL
REGULAR MEETING MINUTES
MARCH 15, 2018**

1. Call to Order

Councilwoman Red Corn called the meeting to order at 10:00 AM.

2. Opening Prayer and Reading of Deceased Osages

Councilman Redcorn gave the opening prayer and read the names of the deceased Osages.

3. Roll Call

Lacee Reynolds called roll. The Osage Minerals Council members present were: Cynthia Boone, Joseph Cheshewalla, Galen Crum, Stephanie Erwin, Kathryn Red Corn, Talee Redcorn, Andrew Yates. A quorum was declared.

Guests present were: Joy Ledbetter, Nona Roach, Billie Ponca, Kandy Jump, Kevin Paslay, Teresa Rutherford, Beverly Brownfield, Rhonda C Wallace, and Linda Heskett.

Councilman Cheshewalla announces that there are isn't any representation from the Bureau.

4. New Business

a. Biannual meeting- report and new date

Councilwoman Erwin would like to confirm on how the report is supposed to be finished. Councilman Crum asks that the report be resent, and that he believes that there are to be two reports. Councilman Yates discusses the need for exploring dates for the meeting, and pros and cons of May or early July dates.

b. Federal Register, Categorical exclusion- Fred Storer

Mr. Storer says that the BIA is accepting comments on the Natural Environmental Policy Act. He says that the list of categorical exclusions for NEPA throughout the years is a short list, but the current administration sees this as a way to release the burden of NEPA. Mr. Storer would recommend that the Council respond to the BIA, and the comments are due on May 7th. Mr. Storer offers to draft a response, and be in communication with the Fredericks Law Firm, and that they should be in the loop when it comes to creating this response. Councilman Redcorn says that on the first minerals council, CATEX drove the whole process, and they were signing 300 to 400 leases a year. He states that he thinks this is a new opportunity to try to turn the clock back, and come up with a stance on this. Councilwoman Boone says she agrees with Councilman Redcorn, to have Mr. Storer work with the OMC attorney, and submit the comment to the BIA. Councilwoman Erwin asks how long they have to respond to the federal register notice. Mr. Storer says that they

have about 60 days, due on May the 7th. Councilwoman Redcorn thanks Mr. Storer for coming.

c. Request BIA to separate tertiary oil- William Lynn

Director Lynn says that the Burbank unit is producing secondary oil through the waterflood, and now tertiary oil through carbon dioxide gas injection. He thinks it would be in the OMC's best interests to separate those two types of production, the producers do this already. This would give a better idea on the estimated ultimate recovery in the field. The resolution is in the books for Wednesday. Councilman Yates says that he agrees that the North Burbank should be monitored closely, as it is the largest producing field in the Osage. Councilwoman Erwin would like to add "to be reported to the OMC " at the end of the resolution. Councilwoman Boone would like to know what oil producer produces the most, and will be asking the Superintendent at the next meeting. Councilman Crum would like to have the Director contact the Bureau regarding this so that they can have an informed conversation in Wednesday.

Councilwoman Redcorn would like to write the area director, and request them to be at the next meeting.

5. EXECUTIVE

Council did not go into executive session

6. Old Business

a. Destroy 2014 Ballots- William Lynn

Councilwoman Redcorn says that she had been in contact with the AG's office, and they suggested to have a resolution done authorizing someone to take care of it, and the resolution is in the books. Police Chief, Nick Williams has agreed to help. Mrs. Ponca says that it is also 2010 ballots as well. She reports that True Ballot is offering to do the election for \$14,000, and MK election is offering \$14,570. The third company bowed out, because they were looking at more of an electronic system. Councilman Crum asks if anyone has been into the ballots. Mrs. Ponca says that the boxes had been opened, but the ballots were still sealed inside of the boxes. Director Lynn says that he would like to have the policy updated, it just says that the ballots are to be destroyed after December. Councilwoman Boone says that the election office has an issue with their computer, and cannot print labels. The Council came to a consensus that she will not need to make labels.

b. Softball Field Well- William Lynn

Director Lynn says that there is no volume to this leak, and it will not light. He has had a conference call, and they are looking into a venting system. Councilwoman Erwin would like Mr. Lynn to explain a report that was sent out regarding the softball field.

c. Breene lease resolution- Stephanie Erwin

Councilwoman Erwin asks if Mr. Fletcher has sent them a list of the equipment on the lease. Director Lynn says that he emailed him a list, and that he hadn't responded to the email yet because he thought the more important thing was for them to have actually paid for the equipment. Councilwoman Erwin would like for the equipment list to be attached with the resolution. Councilman Crum confirms that this resolution is not changing anything. Councilwoman Erwin says that the Superintendent just wants the term blanket oil lease in the resolution. Director Lynn says that PE Osage went to the agency and requested that additional information be placed in the lease, to allow them to put other quarter sections in with this lease.

7. Committee Reports

a. Newsletter- Stephanie Erwin

Councilwoman Erwin asks if anyone would like to put anything, and some of the articles need to be moved around, and that she is waiting on an article from Mr. Waller. Councilman Redcorn said he was hoping to hear about the grants before it was sent, but now he would like to just send it. Councilwoman Erwin says that she still needs to talk to Mr. Waller, and make some changes.

b. Policy and Procedures

Councilwoman Erwin said that she asked Lacey to type up the small paragraph about the staff regarding the election. The policy in summary states that staff cannot talk about the election at the office during office hours.

c. Meeting Minutes

Moved to Wednesday.

Councilwoman Yates makes a motion to suspend the rules, seconded by Councilman Redcorn.

MOTION PASSED: Councilwoman Boone- Yes, Councilman Cheshewalla- Yes, Councilman Crum-Yes, Councilwoman Erwin-Yes, Councilwoman Red Corn- Yes, Councilman Redcorn- Yes, Councilman Yates- Yes. (7-yes, 0-no)

Councilman Yates makes a motion to destroy the 2010 and the 2014 ballots as described in the resolution, seconded by Councilman Cheshewalla.

MOTION PASSED: Councilman Cheshewalla- Yes, Councilman Crum-Yes, Councilwoman Erwin-Yes, Councilwoman Red Corn- Yes, Councilman Redcorn- Yes, Councilman Yates- Yes, Councilwoman Boone- Yes. (7-yes, 0-no)

8. Adjournment

Councilman Cheshewalla makes a motion to adjourn, seconded by Councilwoman Boone.

MOTION PASSED: Councilman Crum-Yes, Councilwoman Erwin-Yes, Councilwoman Red Corn- Yes, Councilman Redcorn- Yes, Councilman Yates- Yes, Councilwoman Boone- Yes, Councilman Cheshewalla- Yes. (7-yes, 0-no)

Adjournment- 11:03 AM

Approved by:

Chairman

Executive Administrative Assistant