

**OSAGE MINERALS COUNCIL
REGULAR MEETING MINUTES
JUNE 19, 2019**

1. Call to order- Chairman Waller

Chairman Waller calls the meeting to order at 10:11 AM.

2. Opening Prayer and Reading of deceased Osages

Councilman Redeagle gave the opening prayer.

3. Roll Call

Lacey Reynolds called roll. Council members present were: Susan Forman, Margo Gray, Myron RedEagle, Talee Redcorn, Paul Revard, Everett Waller, and Andrew Yates.

Guests present were: Jenny Buttram, Stephanie Davis, Lenzy Burton, Robin Phillips, Richard Winlock, Ronni Bishop, Wylie Davidson, Nicole Payne, Janel Perry, Pam Jester, Scott Ducharme, Beverly Brownfield, Teresa Rutherford, Rhonda Wallace.

4. Accountant Report

Pam Jester reported that there is \$42,924.16 in the S510 account, \$2,921.92 in the Oil Summit account. There is \$736,709.34 left in the Minerals account.

5. Superintendent Report

Superintendent Phillips reports that for the month of May the Branch of Field Operations reported 33 trucking permits prepared, 4 restricted landowner letters, 22 leases checked for production, 15 plugging's witnessed, 89 lease inspections, 38 follow ups, 2 lact unit provings witnessed, 13 gas meter proving's, 1 damage appraisal. 6 tank trucks checked, 3 tank strappings witnessed, 114 landowner/ lessee meetings, 6 complaints, 18 spills and leaks, 19 inspection follow ups, 2 OERB assessment's, 65 tanks gauged, 3 tank bottom removals witnessed. The branch of lease management reported there were 24 assignments approved, 152 pending, 18 division orders approved, 1 lease termination. May production was 18,087 less 3,232 for saltwater disposal wells totaling 14,855. Under 25 CFR part 214 the 3 leases that sold the most were APAC- \$27,646.97, Candy Creek Crusher- \$11,119.68, Burbank Materials-\$6,786.26. There were 3 requests for information, all were not FOIA. The Branch of Subsurface Minerals reported 5 drilling permits were completed, 10 approved workover permits, 33 approved plugging permits. There are 190 pending permits. The Branch of Accounting reported the top 3 producers for 226 were Perdure Petroleum- 121,529.71, Ceja- 22,620.08, Performance Energy Resources-17,410.22. The Branch of accounting has found out that a company was making deductions that were not approved, something like 40% was deducted before the royalty was paid. They are working on going back and getting it corrected. The Branch of Enforcement and Lease Compliance reported there were 4 EA's received covering 21 wells. There were 21 noncompliance letters. The Superintendent stresses that if a producer submits an EA and identify that there is not a need for an ABB study, that the site needs to be maintained because an inspection will be made before the permit is approved.

6. New Business

a. Orphan Well update- Talee Redcorn

William Lynn reports that the work for the grant is about 50% completed. There were 559 total leases on the list, 367 have been evaluated. There were 1,602 wells on the list, 556 have been evaluated. So far there have been 33 leases to produce, 88 wells to plug. 236 leases have been identified to plug and abandon, 395 wells to plug.

Motion by Councilman Yates to go into executive, seconded by Councilwoman Gray.

MOTION PASSED: Councilwoman Forman- Yes, Councilwoman Gray- Yes, Councilman RedEagle- Yes, Councilman Redcorn- Yes, Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes. (7 yes, 0 no)

TIME: 11:37 AM

7. EXECUTIVE

a. ABB Comment period

8. Old Business

Motion by Councilwoman Gray to exit executive, seconded by Councilman Redcorn.

MOTION PASSED: Councilwoman Gray- Yes, Councilman RedEagle- Yes, Councilman Redcorn- Yes, Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes. (7 yes, 0 no)

Time: 1:01 pm

Motion by Councilwoman Gray to send an invitation to Osage Congress to meet over TERA on Friday July 12 at 10:00 am in the OMC Chambers.

MOTION PASSED: Councilman RedEagle- Yes, Councilman Redcorn- Yes, Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes, Councilwoman Gray- Yes. (7 yes, 0 no)

Motion by Councilwoman Gray to approve the Resolution as written to review and analyze the draft proposed TERA, seconded by Councilman Yates.

MOTION PASSED: Councilman RedEagle- Yes, Councilman Redcorn- Yes, Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes, Councilwoman Gray- Yes, Councilman RedEagle- Yes. (7 yes, 0 no)

Motion by Councilwoman Gray that the council review the ABB comments, and make suggestions before it is submitted on July 2nd, 2019, seconded by Councilman Redcorn.

MOTION PASSED: Councilman Redcorn- Yes, Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes, Councilwoman Gray- Yes, Councilman RedEagle- Yes, Councilman RedEagle- Yes. (7 yes, 0 no)

Motion by Councilman Yates to approve travel for the TERA consultation at the Hard Rock on July 11th, and for an overnight stay the night before, seconded by Councilwoman Gray.

MOTION PASSED: Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes, Councilwoman Gray- Yes, Councilman RedEagle- Yes, Councilman RedEagle- Yes, Councilman Redcorn- Yes. (7 yes, 0 no)

a. vehicle

9. Meeting minutes

Motion by Councilwoman Gray to approve the June 3rd meeting minutes, seconded by Councilman Redcorn.

MOTION PASSED: Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes, Councilwoman Gray- Yes, Councilman RedEagle- Yes, Councilman RedEagle- Yes, Councilman Redcorn- Yes, Councilman Revard- Yes. (7 yes, 0 no)

10. Adjournment

Motion by Councilman Redcorn to adjourn, seconded by Councilman RedEagle.

MOTION PASSED: Councilwoman Gray- Yes, Councilwoman Harlan- Yes, Councilman RedEagle- Yes, Councilman Revard- Yes, Chairman Waller- Yes, Councilman Yates-Yes, Councilwoman Forman- Yes. (7 yes, 0 no)

Time: 1:11 pm

Approved by the 4th Osage Minerals Council on the _ day of August, 2019.

Chairman

Administrative Assistant