

Osage Minerals Council

Regular Meeting

May 15, 2015

MINUTES

Call to Order

Councilman Waller calls the meeting to order at 10:02 A.M.

Opening Prayer and Reading of Deceased

Myron Redeagle gives the opening prayer. Councilman Redcorn reads deceased Osages.

Roll Call

Lacey Reynolds calls roll. Osage Minerals Council members present Councilwoman Boone, Councilman Cheshewalla, Councilman Crum, Councilwoman Erwin, Councilwoman Red Corn, Councilman Redcorn, Chairman Waller, Councilwoman Yates

Guests in attendance:

Jinx Geurin, Joy Ledbetter (OST-Osage), C E Hessert, Sharon Long, Linda Heskett, Julie Guy (Guy Engng.), Henry Rennick, Mike Mackey, Shane Matson, Jill Jones, John Bulmer, Tom Thralls, Lincoln Sallee, George Sallee, Myron Redeagle, Jami Sicking, Lonnie Hudgins, Bob Looper, Shannon Duty, Nona Roach

New Business

George Shannon – Two angels

George Shannon gave the idea of creating a business entity that would partner with several smaller minerals lease owners in an effort to help the lease owners survive the current difficulties of obtaining drilling and work-over permits, while also looking at possible additional restrictive regulations being “negotiated” that may increase the cost of drilling and operating mineral properties in the Osage. George Shannon also gave a draft of the Business Plan that describes the idea mentioned to the Council. Chairman Waller will bring this up Wednesday on the agenda.

Sallee Oil Corporation – Discussion of reinstatement

Lincoln Sallee talked about the Kennedy (producing) and David A (not producing). He would like to know what he needs to do to reinstate his David A lease. Chairman Waller said Sallee Oil could come back after their lease is terminated. Sallee Oil Corporation can come back Wednesday agenda.

ONES, LLC

Jill Jones (ONES) introduced Chuck Hessert, Eddie Redeagle, Jr., and Anthony Webb. Jill Jones showed a power point and gave a presentation about annual plan and proposed projects . ONES is trying to build business.

ORPHAN WELL PROJECT

Homer Holding discusses a proposal about the Osage Orphan Well Project . This project is to find solutions that are both economically and environmentally sound to address problems associated with orphan wells in Osage County. An Orphan well is defined as a well on a tract not currently under lease, which has been abandoned by the former operator without having been plugged. They would be reworking orphan wells. Even if the well is not productive , the pipes are still worth something. Councilman Redcorn asked Henry Rennick and Myron Redagle to help with this orphan well project. Tom Thralls will be providing technical assistance to Homer Holding, Henry Rennick and Myron Redeagle. Council would like them to come back Wednesday with more information.

Motion was made to go into Executive by **Councilman Yates** and seconded by **Councilman Crum**.

VOTING: CHESHEWALLA-**YES**, CRUM-**YES**, ERWIN-**YES**, K.RED CORN-**YES**, T.REDCORN-**YES**, WALLER-**YES**, YATES-**YES**, BOONE-**YES**

MOTION PASSES: **8** –YES **0** –NO

(Entered Executive at 12:08 p.m.)

Motion was made to come out of Executive by **Councilwoman Erwin** and seconded by **Councilwoman Boone**.

VOTING: CHESHEWALLA-**YES** , CRUM – **YES**, ERWIN- **YES**, K.RED CORN-**YES**, T.REDCORN-**YES**, WALLER-**YES**, YATES-**YES**, BOONE-**YES**

MOTION PASSES: **8** –YES **0** – NO

(Came out of Executive at 1:21 p.m.)

Old Business

Meeting Minutes Review March and April

Meeting minutes will be reviewed and voted on Wednesday.

Penta- Sandstone and Sandy soil permit

Moved to next month agenda on the 12th of June.

Shane Matson-American Beetle

Shane is here on behalf of the Osage Producers Association. Osage Producers Association is seeking partnership with the Minerals Council and producers in sponsoring a white paper on the American Beetle. The intent is to fully capture the historical aspects of the status of it being an endangered species. Its enforcement in the habitat specifically in Oklahoma and how it has changed over the years. They are seeking relief from the surveys. Chairman Waller said we will take care of this on Wednesday.

EIS/MOU – Councilman Crum

Councilman Crum would like to reconsider the EIS. Councilman Crum would like on Wednesday to reintroduce a resolution to go ahead and be a cooperative agency and he would like for it to also have all eight of us not just two on the MOU. Chairman Waller said it will be on the agenda Wednesday.

Budget Committee

Councilwoman Red Corn has the 2016 Budget is ready to go. Chairman Waller said, “the budget modification will be on Wednesday’s meeting.”

Other Discussion

Councilman Yates talks about plugging a well on Hulah. P & P Cementing have yet to be paid. Councilman Yates suggests that he or Chairman Waller should have them be here at the Wednesday meeting. Councilwoman Red Corn said, “this was not our bill, we inherited this bill, and do not have money in the budget to pay for it.” Councilman Yates said, “there is a fund that the BIA has granted us.” Councilman Yates said, “that maybe we will have to make an amendment to this fund.” Robin Phillips said they will not be able to approve permit after the fact.” Chairman Waller will have P & P Cementing to be at Wednesday meeting.

Motion was made to adjourn by ***Councilman Cheshewalla*** and seconded by ***Councilwoman Boone***.

VOTING: CRUM -YES, ERWIN -YES, K.RED CORN -YES, T. REDCORN -YES, WALLER -YES, YATES -YES, BOONE -YES, CHESHEWALLA -YES

MOTION PASSES: 8 – YES 0 – NO

(Adjourned at 1:37 p.m.)

Minutes by: cr

