



Missouri
Department of
Natural Resources

**MINUTES OF THE
STATE OIL AND GAS COUNCIL
Missouri Geological Survey
Mozarkite Conference Room
111 Fairgrounds Road
Rolla, Mo
April 16, 2014**

MEMBERS PRESENT: Mr. John Madras, Clean Water Commission and Chairman; Dr. Shari Dunn-Norman, Missouri University of Science and Technology and Vice Chairwoman; Mr. David Bleakley, Missouri Independent Oil and Gas Association; Mr. Bill Ransdall, Missouri Department of Economic Development; Mr. William Luebbert, Public Member; Mr. Joe Gillman, Missouri Geological Survey; Ms. Jennifer Heintz, Missouri Public Service Commission as proxy for Mr. Robert Kenney.

MEMBERS ABSENT: None.

LEGAL COUNSEL: Mr. Travis Clements, Assistant Attorney General

STAFF PRESENT: Ms. Carey Bridges, Geological Survey Program Director; Mr. Larry Pierce, Geologic Resources Section Chief; Mr. Jeff Crews, Energy Resources Unit Geologist; Mr. Kyle Rollins, Wellhead Protection Section Chief; Ms. Sheri Fry, Wellhead Protection Section Environmental Specialist; Mr. Scott Kaden, Water Resources Center's Groundwater Section Chief; Ms. Connie Edwards, Geological Survey Program Executive and State Oil and Gas Council Secretary; Ms. Julia Katich, Missouri Department of Natural Resources' General Counsel

GUESTS PRESENT: Mr. Joe Taglieri, Running Foxes Petroleum; Ms. Joan Levick and Mr. Logan Wiese, Laclede Gas Co.; Mr. Doug Kinnett, Kinnett & Associates; Mr. Jim Price and Mr. Joe Bednar, Spencer Fane; Mr. Jack Rankin and Ms. Dena DeNooyer Stroh, Murchison Oil & Gas Inc.

With a quorum being present, the open session was brought to order by Mr. Madras at 10:02 a.m. Mr. Madras introduced State Oil and Gas Council members and asked for guest introductions.

MINUTES OF THE OCTOBER 23, 2013, MEETING

Mr. Ransdall offered a motion to accept the minutes of the meeting held on October 23, 2013. Dr. Dunn-Norman seconded the motion. A roll call vote was taken as follows: Mr. Bleakley, yes; Dr. Dunn-Norman, yes; Mr. Gillman, yes; Ms. Heintz, yes; Mr. Luebbert, yes; Mr. Ransdall, yes; Mr. Madras, yes. Motion carried.

DIRECTOR'S REPORT

Ms. Carey Bridges, Director, Geological Survey Program, informed the Council that Mr. Don Willoh is no longer with the Attorney General's Office and Mr. Travis Clements will now serve as be the Council's legal representative. Ms. Bridges updated the Council on 1st Quarter oil and gas activities, current rulemaking, current legislation, and gave a demonstration on the GeoSciences Technical Resource Assessment Tool (GeoSTRAT).

RULEMAKING PROCESS

Ms. Julia Katich, Department of Natural Resources' General Counsel, gave a presentation on the rulemaking process.

OIL AND GAS UPDATE

Mr. Larry Pierce gave a presentation on the 2013 Oil and Gas activities. The Council, staff and guests made discussion on report statistics.

IGWT INC.

Mr. Pierce updated the Council on the current status of the IGWT Inc.'s well plugging extension. The issue has been resolved and these wells have been plugged.

LAQUINTA GAS PIPELINE COMPANY INC

Mr. Pierce updated the Council on the current status of the LaQuinta Gas Pipeline Company Inc.'s 90-day extension to plug or complete wells. The issue has been resolved and the wells have been plugged.

OSBORN ENERGY LLC

Mr. Pierce informed the Council of an issue with Osborn Energy LLC. The company is responsible for 23 improperly abandoned wells. Staff contacted Mr. Jim Osborn in regard to the wells. Mr. Osborn stated the company had been sold and would not provide further information. Osborn Energy LLC is currently filing bankruptcy. Mr. Osborn is the current owner of the bond and does not plan to plug the wells. Staff do not have information on the company who purchased Osborn Energy LLC. After discussion among board, staff and public members, Mr. Ransdall moved to order Osborn Energy LLC to plug the wells. Dr. Dunn-Norman seconded the motion. A roll call vote was taken as follows: Mr. Bleakley, yes; Dr. Dunn-Norman, yes; Mr. Gillman, yes; Ms. Heintz, yes; Mr. Luebbert, yes; Mr. Ransdall, yes; Mr. Madras, yes. Motion carried.

STATE OIL AND GAS COUNCIL ADVISORY COMMITTEE

Mr. David Bleakley, Committee Chairman, briefed the Council on the current status of the Industry's efforts in draft rulemaking.

OTHER BUSINESS

Mr. Madras asked if anyone had anything they would like to bring before the Council. No other business.

SCHEDULING AND LOCATION OF NEXT MEETING IN JULY 2014

After discussion, the Council tentatively scheduled the next meeting to be held on July 16, 2014, in Jefferson City, Mo.

ROLL CALL VOTE FOR NEXT CLOSED SESSION AND ADJOURNMENT OF MEETING

Mr. Ransdall made a motion to adjourn. Mr. Bleakley seconded the motion. Motion carried. The meeting was adjourned at 11:14 a.m.