Oil and Gas Advisory Board Meeting

November 2nd, 2016

Board Members in Attendance: Bryan Dicus, J Nelson Wood, Stephanie Storckman, Kyle Kingston, Steve Persinger, Casey Lampley and Larry Miller.

Non-Voting Board Members in Attendance: Director Mike Mankowski (DNR), Craig Hedin (IOGA)

DNR Representatives in Attendance: Doug Shutt

Guests: Brad Richards

Mr. Dicus called the meeting to order @ 10:35am.

Minutes from the October 14th meeting were unanimously approved. Mr. Persinger motioned to approve. Mr. Miller seconded.

Round Table Discussion

Section 240.340(e) Update

The Director informed the group that the rule is going through JCAR and should be in effect on January 27th.

Subpart N Transfers and 240.1700 Fee Liability

- Added certification statements
- Add language that mandates the Operator purchasing the wells, not be able to operate until the transfer form is received by the Department
- The effective date of the transfer will be the date on the transfer form, not the date the Department receives and approves the transfer.

The Department will work on language for the next meeting.

Horizontal Coal Bed Methane Well Spacing

The Department proposed changes that would allow for the stacking of drilling units without having a hearing.

Will revisit at a future meeting.

Spacing Rule Changes

Mr. Shut proposed language that would omit wells be drilled in the center of qtr/qtr/qtr's as long as the well is 10' off the unit boundary.

Mr. Hedin proposed modified drilling units be attainable without a hearing.

The Department is going to work on language that would adopt both options.

Feasibility of Replacing Cast Iron Bridge Plugs with Composite Bridge Plugs

The Director is still looking into the possibility of composite bridge plugs.

Gas Storage Update

The Director informed the Board that changes will be forthcoming.

Ethics Training is due November 4th.

Next meeting is scheduled for 10:30 am on Thursday, January 12th at the IOGA building.

Mr. Kingston motioned to adjourn the meeting at 12:30pm. Mr. Miller seconded.