



IDAHO OIL AND GAS CONSERVATION COMMISSION

Chris Beck, Chairman
Margaret Chipman, Vice Chairman
Sid Cellan, Commissioner
Jim Classen, Commissioner
Ken Smith, Commissioner

Tom Schultz, Secretary to the Commission

Final Minutes
Idaho Oil and Gas Conservation Commission Regular Meeting
April 15, 2014

The regular meeting of the Idaho Oil and Gas Conservation Commission was held on Tuesday, April 15, 2014 in the State Capitol, Lincoln Auditorium (WW02), 700 W Jefferson, Boise, Idaho. The meeting began at 1:01 p.m. Chairman Chris Beck presided. The following members were present:

Vice Chairman Margaret Chipman
Commissioner Sid Cellan
Commissioner Jim Classen
Commissioner Ken Smith

For the record, Chairman Beck recognized the presence of all Commission members.

1. Director's Report

A. Financial Update
DISCUSSION: None

B. Summary of Current Well Permits
DISCUSSION: Vice Chairman Chipman asked if Trendwell West well, Smith #1-10, is the well that may become a gas well. Director Schultz replied, yes, it is shown on the map in Attachment 2, in Canyon County. That well is being evaluated more for gas production rather than oil production.

C. Summary of Compliance Reporting
DISCUSSION: Commissioner Smith asked what is the start date used for calculating the year duration that well logs are kept confidential. Director Schultz responded the start date would be the date well logs are received by the Department. Commissioner Smith inquired if there is a 30 day requirement for well logs. Director Schultz replied, yes, well logs are due to the Department within 30 days after completion of a well drilled for oil or gas.

- **CONSENT**

2. Approval of Minutes – October 4, 2013 Regular Meeting (Boise)

CONSENT AGENDA COMMISSION ACTION: A motion was made by Vice Chairman Chipman that the Commission approve the Consent Agenda. Commissioner Cellan seconded the motion. The motion carried on a vote of 5-0.

- **REGULAR**

3. Negotiated Rulemaking, IDAPA 20.07.02, Conservation of Crude Oil and Natural Gas – Presented by Bobby Johnson, Program Manager-Oil and Gas

DEPARTMENT RECOMMENDATION: Direct the Department to initiate negotiated rulemaking to update Oil and Gas Rules.

DISCUSSION: None.

COMMISSION ACTION: A motion was made by Commissioner Classen that the Commission approve the Department recommendation. Commissioner Smith seconded the motion. The motion carried on a vote of 5-0.

Background information was provided by the presenter indicated below. No Commission action is required on the Information Agenda.

- **INFORMATION**

4. Risk Based Data Management System (RBDMS) – Presented by Jay McCoid, Project Manager-IT

DISCUSSION: Commissioner Classen asked if the system will be operational so monthly production data can be input. Mr. McCoid responded the system will be fully implemented by the middle of 2015. A date to begin entering active production data has not been identified, but the Department intends to start as soon as it is able. Commissioner Classen asked if the oil and gas module will be operational. Mr. McCoid stated it will be. Commissioner Classen inquired if the public will have access. Mr. McCoid replied that the public will have limited access according to Idaho statutes and rules. Chairman Beck noted his understanding that this system at the Department of Lands will integrate with Department of Water Resources system. Mr. McCoid clarified that the systems will share information, but the integration is mostly with internal Department systems. Chairman Beck commented that Department of Water Resources uses section/township/range for mapping water well locations and asked if the Department is using that same type of mapping system. Mr. McCoid indicated to his knowledge it is the same system.

5. Status of Complaints – Presented by Bobby Johnson, Program Manager-Oil and Gas

DISCUSSION: Commissioner Classen inquired who is making the complaints. Mr. Johnson responded four of the five in the memo were from individual landowners and the fifth was from a local group by the name of ICARE (Idaho Concerned Area Residents for the Environment). Commissioner Classen asked if there were reports of damage. Mr. Johnson stated there have been no reports of property loss. Commissioner Cellan asked if the Department received pictures substantiating the complaints. Mr. Johnson replied the Department does have pictures. The investigation may reveal that operators had a written authorization from the landowner to produce vibroseis points within 200' of a structure, as allowed in IDAPA 20.07.02, Section 360.02.b. Chairman Beck inquired what is the expected time frame for completion of the last three reports. Mr. Johnson anticipated completion within 15 to 21 days.

6. Training – Presented by Bobby Johnson, Program Manager-Oil and Gas

DISCUSSION: Chairman Beck asked how many field inspectors went through the program. Mr. Johnson replied that the Department trained multiple inspectors for broader area coverage. There were eight individuals representing four area offices: Eastern, Jerome, Southwest and Payette Lakes. Vice Chairman Chipman asked for clarification on training that will be completed by July 2015. Mr. Johnson responded the Interstate Oil and Gas Compact Commission (IOGCC) is creating an online trained inspector investigator module. The Department intends to have its inspectors complete the online IOGCC training. Upon completion of all the modules, Department staff will be certified inspectors through the IOGCC.

At 1:42 p.m. a motion was made by Vice Chairman Chipman to resolve into Executive Session pursuant to Idaho Code § 67-2345(1)(d) to consider records that are exempt from disclosure as provided in Chapter 3, Title 9, Idaho Code. Commissioner Classen seconded the motion. Chairman Beck took a roll call vote. Roll Call Vote: *Aye:* Chipman, Cellan, Classen, Smith, Beck; *Nay:* None; *Absent:* None.

• **EXECUTIVE SESSION**

- A. Idaho Code 67-2345(1)(d) - to consider records that are exempt from disclosure as provided in Chapter 3, Title 9, Idaho Code. [TOPIC: Production]

At 1:56 p.m. the Commission resolved out of Executive Session by unanimous consent. No action was taken by the Commission during the Executive Session.

There being no further business before the Commission, at 1:57 p.m. a motion to adjourn was made by Commissioner Cellan. Vice Chairman Chipman seconded the motion. The motion carried on a vote of 5-0. Meeting adjourned.

