

JULY 27, 2016, MEETING MINUTES
BEFORE THE BOARD OF OIL, GAS AND MINING
DEPARTMENT OF NATURAL RESOURCES
IN AND FOR THE STATE OF UTAH



A public meeting will be held on Wednesday, July 27, 2016, in the auditorium of the Department of Natural Resources, 1594 West North Temple, Salt Lake City, Utah. The meeting will be streamed live on the Department of Natural Resources YouTube channel. The link for the Briefing Session is <https://youtu.be/FMQaIAg9XfU>, and the link for the Board Hearing is <https://youtu.be/C-5JVINyuX4>.

ATTENDEES:

Board of Oil, Gas, and Mining:

Ruland J. Gill, Jr, Chairman, *Excused*

Richard K. Borden, *Excused*

Michael R. Brown, *Excused*

Susan S. Davis, *Excused*

Chris D. Hansen, *Excused*

Carl F. Kendell, *Excused*

Gordon L. Moon, *Excused*

Utah Attorney General's Office, Natural Resources Division:

Michael S. Johnson, AAG, representing the Board

Steven F. Alder, AAG, representing the Division, *Excused*

Melissa L. Reynolds, AAG, O'Hara Scholar, representing the Division, *Excused*

Division of Oil, Gas and Mining:

John R. Baza, Division Director

Dana Dean, Assoc. Director, Mining Program, *Excused*

John Rogers, Assoc. Director, Oil and Gas Program

Steve L. Schneider, Admin. Policy Coordinator, *Excused*

Hollie Brown, Public Information Officer, *Excused*

Julie Ann Carter, Board Secretary

Michael S. Johnson, AAG, representing the Board of Oil, Gas and Mining, called the meeting to order at 9:00 a.m. Mr. Johnson announced that the briefing session of the Board of Oil Gas and Mining scheduled to take place today, Wednesday, July 27, is cancelled.

Additionally, all of the matters on the agenda for the formal session of the Board of Oil, Gas and Mining scheduled to take place today, Wednesday, July 27, have been continued to the next regularly scheduled meeting of the Board on Wednesday, August 24, 2015. Mr. Johnson read the continuances for the record. The meeting adjourned at 9:08 a.m.

BRIEFING SESSION:

1. Minerals Program Enforcement Update
 2. Status of Informal Rulemaking for Oil & Gas Program:
 - R649-3-32 Reporting of Undesirable Events
 3. Other
 4. Next Month's Agenda and Division Calendar
 5. Opportunity for Public Comment
-

FORMAL SESSION:

Please note: Transcripts of the formal items will be available for review at the Division offices approximately fifteen business days after the hearing date. Copies of individual transcripts may be purchased from Alpine Court Reporting, 243 East 400 South, Suite 101B, Salt Lake City, Utah 84111, ph.: 801-691-1000.

1. Docket No. 2016-007 Cause No. 131-143 – In the matter of the Request for Agency Action of SUN-WEST OIL & GAS, INC. for an Investigation and Negotiation Conference regarding allegations of non-payment of proceeds of production from the Nielson 1-20B1 Well in Section 20, Township 2 South, Range 1 West, USM, Duchesne County, Utah, Craig Phillips dba Uinta Oil & Gas, Mountain Oil, Inc. and Homeland Gas and Oil, Inc.; and

Docket No. 2016-008 Cause No. 131-144 – In the matter of the Request for Agency Action of SUN-WEST OIL & GAS, INC. for an Investigation and Negotiation Conference regarding allegations of breach of operating agreement for the Nielson 1-20B1 Well in Section 20, Township 2 South, Range 1 West, USM, Duchesne County, Utah, by Respondent, Craig Phillips dba Uinta Oil & Gas, Mountain Oil, Inc. and Homeland Gas and Oil, Inc.

(Continued from the June 22, 2016, Board hearing. The Division will report to the Board on the results of the investigation and negotiation of this matter.)

This matter has been continued to the August 24, 2016, regularly scheduled Board hearing.

2. Docket No. 2016-015 Cause No. 131-147 – In the matter of the Request for Agency Action of CRESCENT POINT ENERGY U.S. CORPORATION for approval of enhanced and secondary recovery operations in the Lower Green River and Green River-Wasatch Formations in Section 17, Township 3 South, Range 1, East, U.S.M., Uintah County, Utah, for authority for underground injection of water, and certification as an enhanced recovery project.

This matter has been continued to the August 24, 2016, regularly scheduled Board hearing.

3. Docket No. 2016-016 Cause No. 222-17 – In the matter of the Notice of Agency Action for an Order forfeiting a surety bond provided by PATMOS ENERGY, LLC and authorizing the Division to plug and reclaim three wells located in Sections 7 and 17, Township 14 South, Range 14 East and in Section 14, Township 15 South, Range 14 East, in Carbon County, Utah.

This matter has been continued to the August 24, 2016, regularly scheduled Board hearing.