STATE OF MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION BOARD OF OIL AND GAS CONSERVATION

Telephonic Business Meeting Agenda June 24, 2020 2:00 p.m.

Physical location of Meeting: Board of Oil and Gas Conservation Hearing room, 2535 St. Johns Avenue, Billings, Montana

As required by Governor Bullock's directive, everyone on the premises must maintain at least six feet of separation from any other person. If necessary, individuals will be allowed to enter on a rotating basis, as needed, to comply with social distancing.

Due to COVID-19 considerations, please call into the meeting using the following directions

Conference Call Access:

Call-in Number: **1-646-558-8656 (toll-free)**Meeting ID: 955 3594 2049 and then press #

Zoom Meeting URL: https://mt-gov.zoom.us/j/95535942049

Meeting Participation Instructions:

Many participants are anticipated. To enable this meeting to run smoothly:

- Place your phone on mute
- Do not place your phone on hold.
- The board chair will manage the meeting. Do not speak until called upon by the chair. Opportunity for input will be provided.

The agenda for that meeting is as follows:

- 1. Call to order
- 2. Roll Call & Instructions
 - Steven Durrett, Chairman
 - Paul Gatzemeier, Vice-Chairman
 - Mac McDermott, Board Member
 - Linda Nelson, Board Member
 - Dennis Trudell, Board Member
 - Joseph Michael Weber, Board Member
 - Corey Welter, Board Member
- 3. Approval of minutes of April 29, 2020, business meeting
- 4. Public comment on agenda and non-agenda items
- 5. Financial report
- 6. Privilege and License Tax Rate update
- 7. TOI Operating enforcement
- 8. Review of Empire North Dakota LLC reduction in plugging liability
- 9. Review of Western Meadowlark Resources, LLC reduction in plugging liability
- 10. Grassy Butte LLC
- 11. Damage mitigation account authority
- 12. Bond summary & incident report
- 13. Docket summary
- 14. Gas flaring exceptions
- 15. Other business
- 16. Adjourn

STATE OF MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION BOARD OF OIL AND GAS CONSERVATION

Telephonic Public Hearing Agenda June 25, 2020 9:00 a.m.

Physical location of Meeting: Board of Oil and Gas Conservation Hearing room, 2535 St. Johns Avenue, Billings, Montana

As required by Governor Bullock's directive, everyone on the premises must maintain at least six feet of separation from any other person. If necessary, individuals will be allowed to enter on a rotating basis, as needed, to comply with social distancing.

Due to COVID-19 considerations, please call into the meeting using the following directions

Conference Call Access:

Call-in Number: **1-646-558-8656 (toll-free)**Meeting ID: 946 8052 0878 and then press #

Zoom Meeting URL: https://mt-gov.zoom.us/j/94680520878

Meeting Participation Instructions:

Many participants are anticipated. To enable this meeting to run smoothly:

- Place your phone on mute
- Do not place your phone on hold.
- The board chair will manage the meeting. Do not speak until called upon by the chair. Opportunity for input will be provided.

The Board will conduct public hearings pursuant to Chapter 11 of Title 82 of the Montana Code Annotated on the matters described below. Interested persons have the opportunity to be heard for each docket. For more information or to request accommodation for a disability, please contact Erin Ricci at (406) 444-6731 or Jennifer Breton at (406) 656-0040, as soon as possible before the scheduled hearing.

Docket 32-2020 Continued from April 2020

APPLICANT: <u>CRAZY MOUNTAIN OIL & GAS LLC – MUSSELSHELL, ROSEBUD, STILLWATER, AND SWEETGRASS COUNTIES, MONTANA</u>

Request for a change of operator, and as required by Board policy, the Board will hold a hearing to consider approval of the transfer of plugging and reclamation responsibilities for certain wells identified in the application from **Bayswater Exploration & Production**, **LLC to Crazy Mountain Oil & Gas LLC** and to determine if the proposed plugging and reclamation bond coverage is adequate under § 82-11-123(5), MCA.

Docket 36-2020 SHOW-CAUSE HEARING

RESPONDENT: HESLA OIL, LLC - TOOLE COUNTY, MONTANA

Upon the Board's own motion to require **Hesla Oil, LLC** to appear and show cause, if any it has, why additional penalties should not be imposed failure to file production reports and to pay the administrative penalty assessed for delinquent reporting. In accordance with Board policy the amount due now is \$240.00. This docket will be dismissed if payment and reports are received prior to the hearing. Failure to appear at the Show Cause hearing or to make suitable arrangements prior to said hearing subjects Hesla Oil, LLC to further penalties as prescribed by Board Policy.

Docket 113-2019 SHOW-CAUSE HEARING

Continued from October 2019

RESPONDENT: BENSUN ENERGY, LLC - RICHLAND AND SHERIDAN COUNTIES, MONTANA

Upon the Board's own motion to require **Bensun Energy**, **LLC** to appear and show cause, if any it has, why it should not begin to plug and abandon or transfer its wells. The failure to do so, as required by Board Order 77-2019, may result in forfeiture of the plugging and reclamation bond in its entirety, as permitted by § 82-11-123(5), MCA.

Docket 128-2019 SHOW-CAUSE HEARING Continued from December 2019

Continued from December 2019

RESPONDENT: CARRELL OIL COMPANY DBA COCO – GARFIELD AND PETROLEUM COUNTIES, MONTANA

Upon the Board's own motion to require **Carrell Oil Company DBA COCO** to appear and show cause, if any it has, why penalties should not be imposed for failure to maintain mechanical integrity for the Fifer 3 (API # 25-069-05141) and the Govt. 4 (API # 25-033-05028) enhanced oil recovery wells.

Docket 33-2020 SHOW-CAUSE HEARING

RESPONDENT: PARMT LLC - SHERIDAN COUNTY, MONTANA

Upon the Board's own motion to require **PARMT LLC** to appear and show-cause, if any it has, for why its plugging and reclamation bond should not be forfeited for failure to plug and abandon its Guenther 2-8 well, API # 25-091-21565, located in the SW¼NE¼ of Section 8, T33N-R58E, Sheridan County, Montana as required by Board Order 120-2019, in accordance with § 82-11-123(5), MCA.

BOARD OF OIL AND GA	S CONSERVATION
Erin Ricci	
Administrative Assistant	