Minutes of the Oklahoma Corporation Commission State of Oklahoma

September 24, 2024 – 1:30 p.m.

These are the minutes for the Corporation Commission's ("Commission") regular meeting conducted in accordance with the Open Meeting Act on September 24, 2024, in the Concourse Theater, Suite C50, Will Rogers Memorial Office Building, 2401 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105. Archived Commission meeting recordings may be accessed on the Commission's website.

The notice and agenda for the meeting were publicly posted at the principal office of the Commission at the Will Rogers Memorial Office Building, 2401 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105 at 1:15 p.m., September 20, 2024, by Commission employees acting under the direction of Chairman Kim David. The notice and agenda are also made available to the public on the Commission's website, oklahoma.gov/occ. A copy of the notice and agenda is attached to these minutes as Appendix A.

Chairman David called the meeting to order at 1:31 p.m.

Members present were Chairman Kim David, Vice Chairman Bob Anthony, and Commissioner J. Todd Hiett. A quorum of the Commission was present. Interested persons participated in the meeting in person or by teleconference/videoconference when and as authorized.

<u>Recognition of Employee Service</u> The Commissioners gave recognition to employees for years of service in the employ of the State of Oklahoma.

<u>Approval of minutes of prior meeting(s)</u> Commissioner David CALLED FOR APPROVAL of the following minutes of prior meetings read for consideration: September 11, 2024, at 1:30 p.m.; September 12, 2024, at 1:30 p.m. The Commissioners unanimously approved the minutes.

Consideration of proposed or potential orders in cases on daily signing agenda docket. The Commission may discuss and consider alterations, revisions, or amendments to the proposed or potential orders. (Votes may be taken on individual cases, on the daily signing agenda docket as a whole, or both by individual cases and the remaining docket. The vote on daily signing agenda cases may be combined with the vote on 24-hour signing agenda cases.) Commissioner David announced the agenda item and recognized Garey Wortham, commission secretary, to present the items for approval. Discussion was held. The Commissioners unanimously approved the proposed orders, with the exceptions of SF2024-000155, SF2024-000156, EN2022-000320, and EN2022-000321, in which Commissioner Hiett did not participate.

Consideration of proposed or potential orders in cases on attached 24-hour signing agenda docket. The Commission may discuss and consider alterations, revisions, or amendments to the proposed or potential orders. (Votes may be taken on individual cases on the 24-hour signing agenda docket as a whole, or both by individual cases and the remaining docket.) Commissioner David announced the agenda item and recognized Garey Wortham, commission secretary, to announce all items on the 24-hr agenda. Discussion was held. The Commissioners unanimously approved the proposed orders.

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<u>Proposed Rulemaking that would be numbered Case No. RM2024-000001, In the Matter of a Permanent Rulemaking of the Oklahoma Corporation Commission Amending OAC 165:5, Rules of Practice</u> Commissioner David announced the agenda item and recognized Darren Ferguson, deputy general counsel, to present this agenda item. Mr. Ferguson provided an update and next steps, and recommended a motion be made to issue the notice of proposed rulemaking for Chapter 5. Commissioner David adopted the motion and CALLED FOR A VOTE.

VOTE: Commissioner David Aye
Commissioner Anthony Aye
Commissioner Hiett Aye

The motion passed.

<u>Proposed Rulemaking that would be numbered Case No. RM2024-000002, In the Matter of a Permanent Rulemaking of the Oklahoma Corporation Commission Amending OAC 165:10 Oil & Gas Conservation</u> Commissioner David announced the agenda item and recognized Darren Ferguson, deputy general counsel, to present this agenda item. Mr. Ferguson provided an update and next steps, and recommended a motion be made to issue the notice of proposed rulemaking for Chapter 10. Commissioner David adopted the motion and CALLED FOR A VOTE.

VOTE: Commissioner David Aye
Commissioner Anthony Aye
Commissioner Hiett Aye

The motion passed.

Briefing on recent Transportation Division activity for motor carrier enforcement, ports of entry, and weigh stations, including the number of vehicles processed and screen, the dollar amounts, numbers, and types of citations issued recently and comparisons to prior periods, and the base jurisdictions involved as listed by state, to be presented by Deputy General Counsel Darren Ferguson or Deputy General Counsel Michael Copeland Commissioner David announced the agenda item, and recognized Darren Ferguson, deputy general counsel, to provide an update on recent transportation activity. Discussion was held.

Discussion on summary of agency financial activity, including review of June and July 2024 financials and possible discussion of FY 2024, FY 2025, and /or FY 2026 budgets to be presented by Chief Financial Officer Holly George or Comptroller Jason Harjo Commissioner David recognized Holly George, chief financial officer, to provide a summary of recent financial activity as well as present and upcoming fiscal year budgets. Discussion was held.

Briefing on administrative issues, which may include human resources; budget; information technology; OCC building renovation updates; and/or legislative matters, to be presented by Director of Administration Brandy Wreath Commissioner David recognized Brandy Wreath,

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director of administration, to provide an update on recent administrative activities. Discussion was held.

<u>Discussion and possible vote(s) regarding direction to Commission staff on VIII (A)-(C)</u> No votes were taken and no directions were given to staff.

New Business There was no new business.

Adjournment The meeting adjourned at 2:52 p.m.

Kim David, Chairman

ATTESTED this 23rd day of October 2024.

Garey L. Wortham, Commission Secretary

APPENDIX A

OKLAHOMA CORPORATION COMMISSION Notice of Public Meeting Regular Meeting

Notice is hereby given to all persons that the Oklahoma Corporation Commission ("Commission") shall meet and conduct business, as follows:

Time, Day, and Date: 1:30 p.m. Tuesday, September 24, 2024

Place: Concourse Theater, Suite C50, Will Rogers Memorial Office

Building, 2401 North Lincoln Boulevard, Oklahoma City,

Oklahoma 73105

The Concourse Theater is in the tunnel between the Will Rogers Memorial Office Building and the Sequoyah Memorial Office

Building in the Capitol Complex

Purpose: Conducting of daily business enumerated in the items below

Posting Division: Chairman Kim David

AGENDA

| Item | Topic |
|------|---|
| I | A. Call to order B. Announcement concerning public notice C. Determination of quorum |
| II | Recognition of Employee Service |
| III | Approval of minutes of prior meeting(s) |
| IV | Consideration of and possible vote(s) on proposed or potential orders in cases on the daily signing agenda docket. The Commission may discuss and consider alterations, revisions, or amendments to the proposed or potential orders. (Votes may be taken on individual cases, on the daily signing agenda docket as a whole, or both by individual cases and the remaining docket. The vote on daily signing agenda cases may be combined with the vote on 24-hour signing agenda cases.) |
| V | Consideration of and possible vote(s) on proposed or potential orders in cases on attached 24-hour signing agenda docket. The Commission may discuss and consider alterations, revisions, or amendments to the proposed or potential orders. (Votes may be taken on individual cases on the 24-hour signing agenda docket as a whole, or both by individual cases and the remaining docket.) |
| VI | Discussion of and possible vote(s) on a Commission staff recommendation to issue a Notice of Proposed Rulemaking that would be numbered Case No. RM2024-000001, <i>In</i> |

| | the Matter of a Permanent Rulemaking of the Oklahoma Corporation Commission Amending OAC 165:5, Rules of Practice |
|------|---|
| VII | Discussion of and possible vote(s) on an Oil and Gas Conservation Division recommendation to issue a Notice of Proposed Rulemaking that would be numbered Case No. RM2024-000002, In the Matter of a Permanent Rulemaking of the Oklahoma Corporation Commission Amending OAC 165:10, Oil & Gas Conservation |
| VIII | A. Briefing on recent Transportation Division activity for motor carrier enforcement, ports of entry, and weigh stations, including the number of vehicles processed and screened, the dollar amounts, numbers, and types of citations issued recently and comparisons to prior periods, and the base jurisdictions involved as listed by state, to be presented by Deputy General Counsel Darren Ferguson or Deputy General Counsel Michael Copeland B. Discussion on summary of agency financial activity, including review of the June and July 2024 financials and possible discussion of FY 2024, FY 2025, and/or FY 2026 budgets to be presented by Chief Financial Officer Holly George or Comptroller Jason Harjo C. Briefing on administrative issues, which may include human resources; budget; information technology; OCC building renovation updates; and/or legislative matters, to be presented by Director of Administration Brandy Wreath D. Discussion and possible vote(s) regarding direction to Commission staff on VIII (A)-(C) |
| IX | New business A. Any matter not known about and which could not have been reasonably foreseen 24 hours before the meeting B. Possible vote(s) on matters of new business |
| X | Adjournment |

The Commission may take up the above items of business in a different sequence than that listed.

The meeting is open to the public.

If public comment is listed on an agenda item, and authorized, each speaker will be allowed no more than five (5) minutes, and the subject must pertain to the agenda item.

This notice was posted prominently and publicly at the principal offices of the Oklahoma Corporation Commission at the Will Rogers Memorial Office Building, 2401 North Lincoln Boulevard, Oklahoma City, Oklahoma 73105 at 1:15 p.m., Friday, September 20, 2024.



BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA DAILY SIGNING AGENDA (PROPOSED ORDERS)

Date: Tuesday, September 24, 2024 Time: 1:30 PM Place: CONCOURSE THEATER - WILL ROGERS

BUILDING

Case Number CD2022-002026 Order Type Final RSO OKC

Parties CONTINENTAL RESOURCES INC (Applicant) Relief Type(s) Multi-unit horizontal well

1st Legal Loc./County S9 T2S R3W / Carter

Order Title FINAL ORDER Related Case(s) CD2022-005021 CONTINENTAL RESOURCES INC

Case Number CD2022-002075 Order Type Final RSO OKC

Parties DEVON ENERGY PRODUCTION COMPANY Relief Type(s) Multi-unit horizontal well LP (Applicant)

1st Legal Loc./County S13 T13N R9W / Canadian

Order Title ORDER OF THE COMMISSION

Case Number CD2022-002082 Order Type Final RSO OKC

Parties DEVON ENERGY PRODUCTION COMPANY Relief Type(s) Location Exception LP (Applicant)

1st Legal Loc./County S13 T13N R9W / Canadian

Order Title ORDER OF THE COMMISSION

Case Number CD2022-003199 Order Type Final RSO OKC

Parties CONTINENTAL RESOURCES INC (Applicant) Relief Type(s) Multi-unit horizontal well

1st Legal Loc./County S25 T3N R5W / Grady

Order Title ORDER OF THE COMMISSION

Case Number CD2022-003200 Order Type Final RSO OKC

Parties CONTINENTAL RESOURCES INC (Applicant) Relief Type(s) Location Exception

1st Legal Loc./County S25 T3N R5W / Grady

Order Title ORDER OF THE COMMISSION

Case Number CD2023-002526 Order Type Motion RSO OKC

Parties CAMINO NATURAL RESOURCES LLC

(Applicant)

Relief Type(s) Multi-unit horizontal well

1st Legal Loc./County S7 T10N R7W / Grady

Order Title ORDER GRANTING MOTION TO

REOPEN THE RECORD

Case Number CD2023-002527 RSO OKC Order Type Motion Parties CAMINO NATURAL RESOURCES LLC Relief Type(s) Location Exception (Applicant) 1st Legal Loc./County S7 T10N R7W / Grady Order Title ORDER GRANTING MOTION TO REOPEN THE RECORD Case Number CD2023-002598 Order Type Final RSO OKC Parties CAMINO NATURAL RESOURCES LLC Relief Type(s) Location Exception (Applicant) 1st Legal Loc./County S12 T10N R8W / Grady Order Title FINAL ORDER OF THE COMMISSION FINDINGS AND ORDER Case Number CD2023-002905 Order Type Dismissal Order RSO OKC Parties FORMENTERA OPERATIONS LLC Relief Type(s) Location Exception (Applicant) | FP MERAMEC LLC (Applicant) 1st Legal Loc./County S10 T11N R6W / Canadian Order Title ORDER DISMISSING CAUSE Case Number CD2024-001386 Order Type Interim RSO TUL Parties SANGUINE GAS EXPLORATION LLC Relief Type(s) Multi-unit horizontal well (Applicant) 1st Legal Loc./County S4 T6N R4W / McClain Order Title INTERIM ORDER Case Number CD2024-001390 Order Type Interim RSO TUL Parties SANGUINE GAS EXPLORATION LLC Relief Type(s) Location Exception (Applicant) 1st Legal Loc./County S4 T6N R4W / McClain Order Title INTERIM ORDER Case Number CD2024-001736 Order Type Interim RSO OKC Parties OVINTIV USA INC (Applicant) Relief Type(s) Multi-unit horizontal well 1st Legal Loc./County S24 T14N R7W / Canadian Order Title INTERIM ORDER Case Number CD2024-002036 Order Type Motion RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Increased well density 1st Legal Loc./County S17 T14N R21W / Roger Mills Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET

Case Number CD2024-002037 RSO OKC **Order Type** Motion Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Change of operator 1st Legal Loc./County S8 T14N R21W / Roger Mills Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET Case Number CD2024-002097 Order Type Interim RSO OKC Parties BNK PETROLEUM (US) INC (Applicant) Relief Type(s) Multi-unit horizontal well 1st Legal Loc./County S2 T4S R3E / Carter Order Title INTERIM ORDER OF THE COMMISSION MULTIUNIT HORIZONTAL WELL Case Number CD2024-002100 RSO OKC Order Type Interim Parties BNK PETROLEUM (US) INC (Applicant) Relief Type(s) Multi-unit horizontal well 1st Legal Loc./County S2 T4S R3E / Carter Order Title INTERIM ORDER OF THE COMMISSION MULTIUNIT HORIZONTAL WELL Case Number CD2024-002102 Order Type Interim RSO OKC Parties BNK PETROLEUM (US) INC (Applicant) Relief Type(s) Multi-unit horizontal well 1st Legal Loc./County S2 T4S R3E / Carter Order Title INTERIM ORDER OF THE COMMISSION MULTIUNIT HORIZONTAL WELL Case Number CD2024-002159 Order Type Motion RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Change of operator 1st Legal Loc./County S17 T14N R21W / Roger Mills Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET **Case Number** CD2024-002172 Order Type Interim RSO TUL Parties STAGHORN PETROLEUM II LLC (Applicant) Relief Type(s) Location Exception 1st Legal Loc./County S12 T7N R5W / Grady Order Title INTERIM ORDER RSO TUL Case Number CD2024-002174 Order Type Interim Parties STAGHORN PETROLEUM II LLC (Applicant) Relief Type(s) Location Exception 1st Legal Loc./County S13 T7N R5W / Grady

Order Title INTERIM ORDER

Case Number CD2024-002177 Order Type Final RSO TUL Parties STAGHORN PETROLEUM II LLC (Applicant) Relief Type(s) Allowables 1st Legal Loc./County S13 T7N R5W / Grady Order Title FINAL ORDER Case Number CD2024-002243 Order Type DMOA RSO TUL Parties STAGHORN PETROLEUM II LLC (Applicant) Relief Type(s) Pooling 1st Legal Loc./County S1 T7N R5W / Logan Order Title ORDER DISMISSING CAUSE Case Number CD2024-002267 Order Type Interim RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Multi-unit horizontal well 1st Legal Loc./County S6 T16N R24W / Ellis Order Title INTERIM ORDER Case Number CD2024-002274 Order Type Motion RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Multi-unit horizontal well 1st Legal Loc./County S6 T14N R21W / Roger Mills Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET Case Number CD2024-002275 Order Type Motion RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Location Exception 1st Legal Loc./County S6 T14N R21W / Roger Mills Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET Case Number CD2024-002276 **Order Type** Motion RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Increased well density 1st Legal Loc./County S6 T14N R21W / Roger Mills Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET **Case Number** CD2024-002277 **Order Type** Motion RSO OKC

Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Increased well density

1st Legal Loc./County S31 T15N R21W / Roger Mills

Order Title ORDER OF THE COMMISSION GRANTING MOTION TO SET ON PROTEST DOCKET

Case Number CD2024-002283 RSO OKC Order Type Emergency Parties CANVAS ENERGY LLC (Applicant) Relief Type(s) Location Exception 1st Legal Loc./County S25 T22N R14W / Major Order Title EMERGENCY ORDER Case Number CD2024-002300 Order Type Final RSO OKC Parties CITATION OIL&GAS CORP (Applicant) Relief Type(s) Increased well density 1st Legal Loc./County S33 T1S R3W / Carter Order Title FINAL ORDER OF THE COMMISSION **INCREASED DENSITY** Case Number CD2024-002422 Order Type Final RSO OKC Parties MEWBOURNE OIL COMPANY (Applicant) Relief Type(s) Increased well density 1st Legal Loc./County S4 T15N R17W / Custer Order Title FINAL ORDER OF THE COMMISSION **INCREASED DENSITY** Case Number CD2024-002430 Order Type Interim RSO OKC Parties CAMINO NATURAL RESOURCES LLC Relief Type(s) Increased well density (Applicant) 1st Legal Loc./County S27 T10N R7W / Grady Order Title INTERIM ORDER OF THE COMMISSION FINDINGS AND ORDER Case Number CD2024-002431 Order Type Final RSO OKC Parties CAMINO NATURAL RESOURCES LLC Relief Type(s) Increased well density (Applicant) 1st Legal Loc./County S22 T10N R7W / Grady Order Title ORDER OF THE COMMISSION FINDINGS AND ORDER Case Number CD2024-002453 RSO OKC Order Type Final Parties BLAKE PRODUCTION COMPANY INC Relief Type(s) Drilling and Spacing Unit (Applicant) 1st Legal Loc./County S27 T19N R7W / Kingfisher Order Title ORDER OF THE COMMISSION **Case Number** CD2024-002462 Order Type Final **RSO** OKC Parties CAMINO NATURAL RESOURCES LLC Relief Type(s) Increased well density (Applicant) 1st Legal Loc./County S28 T9N R6W / Grady Order Title ORDER OF THE COMMISSION FINDINGS AND ORDER

Case Number CD2024-002463 Order Type Interim RSO OKC

Parties CAMINO NATURAL RESOURCES LLC

Relief Type(s) Increased well density

(Applicant)

1st Legal Loc./County S28 T9N R6W / Grady

Order Title INTERIM ORDER OF THE COMMISSION

FINDINGS AND ORDER

Case Number CD2024-002636 Order Type Emergency RSO OKC

Parties ARROW ENERGY INC (Applicant)

Relief Type(s) Increased well density

1st Legal Loc./County S21 T2N R7E / Pontotoc

Order Title EMERGENCY ORDER

Case Number EN2022-000320 Order Type Interim RSO OKC

Parties STRICKLAND, ROBYN (Applicant) | T BAR M Relief Type(s) Contempt, Surety - Forfeit, Surety - Increase ENERGY RESOURCES LLC (Respondent)

1st Legal Loc./County S22 T13N R14E / Okmulgee

Order Title THIRD AGREED INTERIM ORDER

Case Number EN2022-000321 Order Type Interim RSO OKC

Parties STRICKLAND, ROBYN (Applicant) | T BAR M Relief Type(s) Contempt, Assess Fine(s), Surety - Forfeit, Surety - Increase

1st Legal Loc./County S22 T13N R14E / Okmulgee

Order Title THIRD AGREED INTERIM ORDER

Case Number PD2024-000126 Order Type Final RSO OKC

Parties HEARTLAND ENVIRONMENTAL RESOURCES LLC (Applicant)

Relief Type(s) Variance from Chapter 10 Rule (Non UIC Rule)

1st Legal Loc./County Statewide

Order Title ORDER OF THE COMMISSION

Case Number SF2024-000155 Order Type Final RSO OKC

Parties STRICKLAND, ROBYN (Applicant) Relief Type(s) Plug Abandoned Well(s)

1st Legal Loc./County S6 T22N R18E / Mayes

Order Title FINAL ORDER

Case Number SF2024-000156 Order Type Final RSO OKC

Parties STRICKLAND, ROBYN (Applicant) Relief Type(s) Plug Abandoned Well(s)

1st Legal Loc./County S6 T22N R18E / Mayes

Order Title FINAL ORDER

Case Number SF2024-000157 Order Type Final RSO OKC

Parties STRICKLAND, ROBYN (Applicant) Relief Type(s) Plug Abandoned Well(s)

1st Legal Loc./County S19 T22N R18E / Mayes

Order Title FINAL ORDER

Case Number SF2024-000216 Order Type Final RSO OKC

Parties STRICKLAND, ROBYN (Applicant) Relief Type(s) Plug Abandoned Well(s)

1st Legal Loc./County S6 T23N R18E / Mayes

Order Title FINAL ORDER

Case Number SF2024-000217 Order Type Final RSO OKC

Parties STRICKLAND, ROBYN (Applicant) Relief Type(s) Plug Abandoned Well(s)

1st Legal Loc./County S6 T23N R18E / Mayes

Order Title FINAL ORDER



BEFORE THE CORPORATION COMMISSION OF THE STATE OF **OKLAHOMA 24 HR SIGNING AGENDA (PROPOSED ORDERS)**

Date: Tuesday, September 24, 2024 Time: 1:30 PM Place: CONCOURSE THEATER - WILL ROGERS

BUILDING

Case Number PUD2024-000056

Order Type Motion

RSO OKC

Parties ARGENBRIGHT, MARK (Applicant)

Order Title ORDER GRANTING MOTION FOR

ORDER PRESCRIBING NOTICE

Relief In Caption APPLICATION OF MARK ARGENBRIGHT, DIRECTOR OF THE PUBLIC UTILITY DIVISION, OKLAHOMA CORPORATION COMMISSION, SEEKING TO ESTABLISH THE ANNUAL PERCENTAGE BASIS EQUIVALENT PURSUANT TO OAC 165:14-2-2 FOR CALENDAR YEAR 2024

Case Number PUD2024-000056

Order Type Motion

RSO OKC

Parties ARGENBRIGHT, MARK (Applicant)

Order Title ORDER GRANTING MOTION TO ESTABLISH PROCEDURAL SCHEDULE

Relief In Caption APPLICATION OF MARK ARGENBRIGHT, DIRECTOR OF THE PUBLIC UTILITY DIVISION, OKLAHOMA CORPORATION COMMISSION, SEEKING TO ESTABLISH THE ANNUAL PERCENTAGE BASIS EQUIVALENT PURSUANT TO OAC 165:14-2-2 FOR CALENDAR YEAR 2024