Oklahoma Senate Committee on Appropriations

2013-14 Performance Report

Interstate Oil Compact Commission

AGENCY MISSION STATEMENT:

The purpose of the Interstate Oil Compact Commission, "to conserve oil and gas by the prevention of physical waste thereof from any cause," was originally set forth in the Interstate Compact to Conserve Oil and Gas, signed by Governor E.W. Marland on February 16, 1935 and ratified pursuant to 52 O.S. 203 effective March 6, 1935. Over the years, the mission of the Commission has expanded to include advancing objects and goals such as encouraging and strengthening state programs on conservation, educating state and federal policy makers, advocating for state's rights relative to environmental issues, encouraging efficiency, among others.

Pursuant to Executive Order 2011-06, signed February 17th 2011, the Energy Secretary is the Governor's liaison with responsibility for the following executive entities or their successors:

- Oklahoma Corporation Commission
- Oklahoma Energy Resources Board
- Grand River Dam Authority Board of Directors and Grand River Dam Authority
- Oklahoma Liquefied Petroleum Gas Board
- Oklahoma LPG Research, Marketing and Safety Commission
- Commission on Marginally Producing Oil and Gas Wells
- Oklahoma Miner Training Institute
- Interstate Mining Commission
- Oklahoma Mining Commission and Department of Mines
- Interstate Oil and Gas Compact Commission
- Southern States Energy Compact and Southern States Energy Board

LEAD ADMINISTRATOR:

C. Michael Ming

Secretary of Energy/Administrator, Interstate Oil Compact Commission

100 N. Broadway, Suite 1880 Oklahoma City, OK 73102

Phone: 405-285-9211 Fax: 405-285-9212

Email: michael.ming@doe.ok.gov

GOVERNANCE:

Governance Structure: Secretary/Administrator, Deputy Secretary/Administrator, and Administrative & Legislative Liaison

Appointment: Governor Appointee

Board: N/A

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Does the Board have any committees or subgroups? If so, please provide a detailed listing of the subgroups and their areas of focus.

N/A

GOVERNANCE ACCOUNTABILITY:

Is there an attendance policy for board members/commissioners? If so, is it being followed?

Pursuant to 74 O.S. 10.3(C), the Energy Secretary serves at the pleasure of the Governor and is accountable accordingly.

MODERNIZATION EFFORTS:

Please provide a listing of all government modernization efforts undertaken by the agency since July 1, 2010. Additionally, please provide any authorizing statutory changes that prompted the modernization efforts and whether those efforts have led to cost savings or additional cost burden.

IT Consolidation (HB1304) 62 OS 35.1 et seq. Because IOCC was in prior compliance there are no cost savings or additional burdens to report.

What steps has the agency taken to cut costs and/or eliminate waste? Are there efforts that have been successful which you believe could serve as a model for other state agencies seeking to keep costs minimal?

Salary expenses were reduced by 3% compared to the prior Administration.

CORE MISSION:

What services are you required to provide which are outside of your core mission? Are any services you provide duplicated or replicated by another agency? Are there services which are core to your mission which you are unable to perform because of requirements to perform non-core services elsewhere?

Additional Required Services:

- Serving on the Advisory Committee for Sustaining Oklahoma's Energy Resources
- Serving on the Oklahoma Energy Initiative Board
- Hearing permitting and environmental review appeals subject to the Oklahoma Refinery Revitalization Act.
- Serving as the Governor's appointee to various state and national organizations and entities, including:
 - o Interstate Oil and Gas Compact Commission
 - o Southern States Energy Board
 - o Governor's Wind Energy Coalition
 - o Chair, Oklahoma Bioenergy Center Board

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Duplicative Services: No

Obstacles Created by Non-core Services: No

PRIVATE ALTERNATIVES:

Are any of the services which are performed by the agency also performed in the private sector in Oklahoma? In other states? Has the agency been approached by any foundation, for-profit or not-for-profit corporation with efforts to privatize some of the functions of the agency?

With the exception of private individuals, who do not represent the Governor but serve as members on the same entities and organizations, similar services are not provided in the private sector. Other states also have representatives on the Interstate Oil and Gas Compact Commission, but they serve a different constituency. The agency has not been approached by any foundation, for-profit, or not-for-profit corporation with efforts to privatize agency functions.