

## Energy Resources Board, Oklahoma - 359

Lead Administrator: Mindy Stitt, Executive Director

FY'17 Projected Division/Program Funding By Source						
	Appropriations	Federal	Revolving	Local	Other*	Total
Administration			\$2,907,456			\$2,907,456
Public Education			\$6,000,000			\$6,000,000
Environmental Restoration			\$6,000,000			\$6,000,000
SOER Admin			\$299,257			\$299,257
SOER Expos & Conf.			\$375,000			\$375,000
SOER Workshops			\$55,000			\$55,000
SOER Research & Tech			\$75,000			\$75,000
SOER Misc. Education			\$25,000			\$25,000
<b>Total</b>		<b>\$0</b>	<b>\$15,736,713</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,736,713</b>

\*Source of "Other" and % of "Other" total for each.

FY'16 Carryover and Refund by Funding Source						
	Appropriations	Federal	Revolving	Local	Other*	Total
FY'16 Carryover			\$13,020,957			
FY'16 GR Refund**						\$0

\*Source of "Other" and % of "Other" total for each.  
 \*\*Indicate how the FY'16 General Revenue refund was budgeted  
 N/A

What Changes did the Agency Make between FY'16 and FY'17?	
1.) Are there any services no longer provided because of budget cuts?	No
2.) What services are provided at a higher cost to the user?	N/A
3.) What services are still provided but with a slower response rate?	N/A
4.) Did the agency provide any pay raises that were not legislatively/statutorily required? If so, please provide a detailed description in a separate document	N/A

FY'18 Expected Division/Program Funding By Source						
	Appropriations	Federal	Revolving	Other	Total	% Change
Administration			\$3,238,000		\$3,238,000	11.37%
Public Education			\$5,500,000		\$5,500,000	-8.33%
Environmental Restoration			\$5,500,000		\$5,500,000	-8.33%
SOER Admin			\$304,000		\$304,000	1.58%
SOER Expos & Conf.			\$400,000		\$400,000	6.67%
SOER Workshops			\$60,000		\$60,000	9.09%
SOER Research & Tech			\$100,000		\$100,000	33.33%
SOER Misc. Education			\$40,000		\$40,000	60.00%
<b>Total</b>		<b>\$0</b>	<b>\$15,142,000</b>	<b>\$0</b>	<b>\$15,142,000</b>	<b>-3.78%</b>

\*Source of "Other" and % of "Other" total for each.

FY'18 Top Five Budget Adjustments	
	\$ Amount
N/A	
<b>Total</b>	<b>0</b>

How would the agency handle a 5% appropriation reduction in FY'18?

How would the agency handle a 7.5% appropriation reduction in FY'18?

How would the agency handle a 10% appropriation reduction in FY'18?

Is the agency seeking any fee increases for FY'18?	
	\$ Amount
N/A	\$0

What are the agency's top 2-3 capital or technology (one-time) requests, if applicable?

N/A

### Federal Government Impact

1.) How much federal money received by the agency is tied to a mandate by the Federal Government?

N/A

2.) Are any of those funds inadequate to pay for the federal mandate?

N/A

3.) What would the consequences be of ending all of the federal funded programs for your agency?

N/A

4.) How will your agency be affected by federal budget cuts in the coming fiscal year?

N/A

5.) Has the agency requested any additional federal earmarks or increases?

N/A

### Division and Program Descriptions

#### Administrative

The OERB staff are not state employees. Personnel performing the work for the OERB are employees of the administrative services contractor and are assigned on a full-time or part-time basis. The administrative contractor provides office space, personnel, materials and equipment to carry out the policies, programs and objectives as adopted by the OERB board. The most essential duty is to provide key personnel to manage OERB programs on a day-to-day basis. The OERB is voluntarily funded by Oklahoma's oil and natural gas producers and royalty owners. Refunds to those producers and royalty owner who do not wish to fund the OERB's programs are issued through the administrative budget and verified and processed by the administrative services contractor.

#### Public Education

The OERB provides public education about oil and natural gas through public outreach and student education programs. The OERB provides nine different energy curricula for Oklahoma educators along with the all the equipment and materials needed to teach the hands on units. All curricula meet Oklahoma's education standards. The OERB also provides well site safety programs to schools as well as scholarships to students pursuing careers in Oklahoma's oil and natural gas industry.

#### Environmental Restoration

By statute, the OERB is required to expend at least 50% of the funds collected and not refunded, including a prorated share of administrative costs, on environmental cleanup and remediation of orphaned and abandoned oil and natural gas exploration and production sites. Typical restoration activities include addressing abandoned surface equipment, concrete, trash, debris, lease roads, location pads, pits and saltwater erosion.

#### SOER Administrative

The passage of Senate Bill 767 transferred the duties of the Commission of Marginally Producing Oil and Gas Wells (MWC) to the Committee for Sustaining Oklahoma's Energy Resources (SOER) under the authority of the OERB. This was effective July 1, 2013. The administrative services for this committee are provided by the same administrative contractor that manages the other OERB programs.

#### SOER Expos & Conferences

Through the SOER committee, the OERB hosts two large events that showcase new innovations and evolving technology within the oil and natural gas industry. The Oklahoma Oil and Gas Expo is held every October in Oklahoma City and the Mid-Continent Digital Oilfield Conference is held every winter (Jan-Feb) in Tulsa. The main goal of these events is to educate the producers of marginally producing oil and natural gas wells about ways they can increase efficiencies and save money; therefore, sustaining marginal well production.

#### SOER Workshops

SOER hosts valuable workshops and roundtables for industry professionals. Workshops are held in various locations around the state on a variety of industry related topics. Workshop topics include, but are not limited to, federal regulations, gas contracts, bioremediation, OCC and OTC state forms and water management.

#### SOER Research & Technology

In an effort to advance SOER's mission of encouraging new processes and technological advancements to sustain the oil and natural gas industry, a Research and Development Subcommittee was formed. This committee's mission is to investigate, encourage and fund research projects and development of new technologies in the oil and natural gas industry.

**SOER Misc. Education**

Through this division, SOER educates its constituents about its mission and programs. Constituents are reached through SOER's website and various outreach efforts such as attendance at industry conferences and events, emails and mailers.

FY'17 Budgeted FTE						
N/A Administration	Supervisors	Classified	Unclassified	\$0 - \$35 K	\$35 K - \$70 K	\$70 K - \$\$\$
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

FTE History					
N/A Administration	2017 Budgeted	2016	2013	2010	2006
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

Performance Measure Review					
	FY'16	FY'15	FY'14	FY'13	FY'12
Environmental Restoration - number of sites re	664	670	920	750	783
Student Education - number of teachers trained	1532	1402	1900	1189	1281
Student Education - number of students reached	120415	105000	106000	120500	111415
Public Education - number of positive media articles	127	132	308	350	263
SOER Workshops - number of workshops	28	28	25	N/A	N/A
SOER Expos & Conferences - number of expos	2	2	2	N/A	N/A

Revolving Funds			
	FY'14-16 Avg. Revenues	FY'14-16 Avg. Expenditures	June '16 Balance
<b>Energy Resources Board - 200</b> Statutory Authority? SS 52-288.7 Source of Funds: Voluntary oil and gas assessments  What is the fund spent on? OERB Projects & Programs  Is there a cap on the fund? No	\$18,267,287	\$17,910,050	\$13,819,445
<b>Sustaining OK Energy Resources - 205</b> Statutory Authority? SS 52-288.5B Source of Funds: Voluntary oil and gas assessments  What is the fund spent on? SOER Projects & Programs  Is there a cap on the fund? No	\$866,767	\$703,940	\$2,646,071