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OKLAHOMA STRIPPER

A newsletter for the Oklahoma Commission on Marginally Producing Oil and Gas Wells

PDA for Pumpers/Well Tenders Software Program Completed

The Personal Digital Assistant (PDA) for Pumpers/Well Tenders software program has finally been completed. We want to thank everyone for their patience in awaiting the release of this program. Discussion of this program began over two years ago and the Marginal Well Commission (MWC) worked diligently to obtain the funding and create a program that would be simple to use. The funding was obtained from a grant the MWC received through the Stripper Well Consortium at Pennsylvania State University.

We would like to thank the five beta testers that were diligent in providing feedback on the functionality and design of the program. The beta testers included: Blake Production Company, Inc, Haack Petroleum, Perkins Energy Company, Tripledee Drilling Company, Inc., and Marsh Oil & Gas. After careful review of the feedback, we made multiple changes and acknowledged that there is a limit to what we can provide. We in no way compare to the larger data collection software programs that are on the market today. With the smaller independent operators in mind, we kept the focus on basic generic data that is collected in the field. We also believe that it is very important that the program allow the operator the ability to take this basic data and generate reports that will illustrate production decline/increase, and also to archive this information electronically to access for future reference. The most intricate part of this program is creating well and/or lease records.

We highly recommend that if you are interested in using this software program that you have a working knowledge of databases, Microsoft Access in particular, and Microsoft Excel. The Pumper/Well Tender is only required to know how the PDA functions

and how to manipulate the program on the PDA.

The sample screen below shows how the calculations are done for tank volume. The background record has been properly set to contain the number 1.16 (API 210 barrel standard welded tank), which is the number multiplied by total inches (with feet being converted to inches within the program) in order for the calculation to work in the screen provided. This screen is the screen the Pumper will see when they open up that particular record to enter tank gauges. As the feet and inches are entered for each tank, the total accumulates in the bottom left hand of the PDA screen.

Microsoft Access - [PC Data Entry R: Form]

Tanks 55 200055

ft. Tank 1 5 ft. Tank 3 0

in. Tank 1 2 in. Tank 3 0

ft. Tank 2 4

in. Tank 2 0

Site Condition

10 BOL All Tanks 128.26 0

4/30/2007 3:45:39 PM

Update PDA

Tank battery is located on the location of well 55. The entire site should be inspected for oil or water spills and other concerns.

Note any problems on location.

Visit the Marginal Well Commission website (www.marginalwells.com) and click on Pumpers Program link on the left side of the page to go to the PDA Pumpers/Well Tenders Information page. There you will have access to the instruction manual, a link to download the software program, and a Query Expressions Guide to help you create reports in Access as you need them. You will also be directed to a technical support website with a question form and a frequently asked question document.



OKLAHOMA STRIPPER

is produced by the

Oklahoma Marginal Well Commission

3535 N.W. 58th Street, Suite 870

Oklahoma City, OK 73112

Phone: (405) 604-0460

Fax: (405) 604-0461

Toll-free: 1-800-390-0460

Internet: <http://www.marginalwells.com>

Chairman, David K. Moore

Vice-Chairman, David Guest

Secretary, A. Hearne Williford, III

Commissioner, James Beyl

Commissioner, Paul Bruce

Commissioner, Charles "Chuck" Davis

Commissioner, Thomas F. Dunlap

Commissioner, Bill Gifford

Executive Director
Roy V. Edwards, Jr.

Director of Operations
Toni Kitchell

Technology Transfer Coordinator
Regina Finney

Deputy Administrator
Brian Lindley

Administrative Assistant
Carolyn Goodwin

In this issue:

Trade Expo Update	4
Operator Roundtable	
Overview	6
Legislative Update	9
MWC Studies Released.....	10

Director's Comments

By Roy V. Edwards, Jr., Executive Director



I hope you are enjoying the springtime as much as I am with all the beauty it brings as the grass, trees and plants put on their warm-weather colors.

I want to make you aware of where we stand on our fee increase legislation that I mentioned in the last newsletter. Our House Bill, HB1360, passed its House Floor vote, but did not make it to the appropriate Senate committee and is dead for this session. As I write this, our Senate Bill,

SB136, after passing its Senate and House Floor votes continues to progress through the Conference Committee process. I'd like to express special thanks to Senator Johnnie Crutchfield, Representative Marion Cooksey, Representative Danny Morgan, Representative Terry Hyman, Representative Dennis Adkins and Secretary of Energy David Fleischaker for all their help on the bills. I'd also like to thank Bruce Stallworth, OIPA's Sr. V.P. for Governmental Affairs, for his encouragement.

At a time when domestic oil and gas production is more important than ever to providing stable supplies of needed energy for our country I find it disappointing that funding for the Department of Energy's Petroleum Technology Transfer Council (PTTC) program has ceased. The objective of the PTTC ran parallel to one of the objectives of the Commission - to help provide information to operators of low volume wells. Since the country's dependence on oil from parts of the world that don't seem to care for Americans is more tenuous than ever, it seems like an inopportune time to drop a program designed to encourage on-shore domestic production. With worldwide demand for energy increasing, especially in China and India, the importance of keeping our marginal wells producing is even more evident. While new alternative fuels technologies are developed in the hope that they might someday take some pressure off our need to rely on imported oil, domestic oil and gas producers will need to continue doing things the "old fashioned" way and produce their low-volume, unglamorous wells with as much ingenuity and efficiency as possible.

The Commission is pleased to have an on-going role in helping facilitate the introduction of new technologies and ideas that will prolong the lives of our low volume wells as we continue the mission of helping "Save Our Strippers".

**Are you receiving duplicate mailings from MWC?
Do you want to receive your newsletter/flyers by e-mail?**

Please let us know:

E-mail: cgoodwin@marginalwells.com

Phone: (800) 390-0460 Toll Free

New MWC Officers Elected

The Commission consists of nine (9) members appointed by the Governor and confirmed by the Oklahoma State Senate.

The Membership of the Commission is as follows: (1) one independent oil or gas operator from each of the four Oklahoma Corporation regulatory districts. The appointee must be an operator in the district he or she represents; (2) one independent oil or gas operator from Osage County; (3) one Oklahoma independent oil or gas operator to be selected from a list of three operators supplied by the Oklahoma Independent Petroleum Association (OIPA); (4) one major oil or gas operator to be selected from a list of three operators supplied by the Mid-Continent Oil and Gas Association; (5) one Oklahoma oil or gas royalty owner to be selected from a list of three royalty owners supplied by the Oklahoma Mineral Owners Association; (6) one Oklahoma oil and gas royalty owner to be selected from a list of three royalty owners supplied by the National Association of Royalty Owners.

Commissioners are appointed for three-year terms, and there is no limit to the number of consecutive terms served.



At the February 20, 2007 Commission Meeting the Commissioners unanimously voted to elect as Chairman David K. Moore of Latigo Drilling Corporation in Duncan, Oklahoma. David is President and joint owner, and operates marginal wells out of six Southern Oklahoma counties. He is a graduate of University of Oklahoma with a Bachelor of Science degree in Geology. Mr. Moore represents Oklahoma Corporation Commission's District III.



Elected as Vice Chairman was David Guest of Guest Petroleum, Inc. Guest is a native Oklahoman and a member of NARO since 1986. He has served three years on the Board of Directors for NARO and the NARO Foundation. He has also served as OK-NARO treasurer for three years.

He attended the University of Oklahoma majoring in Petroleum Land Management. He has experience as both an independent oil and gas producer and as a Certified Minerals Manager. Mr. Guest is an operator in Oklahoma Corporation Commission's District I & II, and represents NARO.



Elected as Secretary was A. Hearne Williford, III of Williford Resources, LLC. Williford Resources is an independent oil and gas exploration and production company located in Tulsa, Oklahoma. He is a graduate of Texas A&M University with a Bachelor of Science degree in Petroleum Engineering. Mr. Williford represents the Oklahoma Independent Petroleum Association (OIPA).

What's New on MWC Website?
www.marginalwells.com

Trade Expo Section

- Updated Sponsors/Exhibitors
- Link to Pictures of past Trade Expos
- State Fair Grounds Map

Operator Resources Section *Regulations & Environment*

- Water Information Mapping System (WIMS)
- Pollution Abatement Environmental Guidance

Publications Section *Surveys & Reports*

- 2006 Demographic and Economic Profile of Oklahoma's Marginal Oil and Gas Well Operators
- 2006 The Economic and Local Impact of Oklahoma's Oil and Natural Gas Industry and the Local Impact of Oil and Gas Production and Drilling in Oklahoma
- Oklahoma Corporation Commission's 2005 Annual Report
- Oklahoma Corporation Commission's Orphan Well List

Do you Need a Speaker?

The Marginal Well Commission Speakers Bureau was founded in 2002 with the purpose of increasing public awareness about marginal wells and their importance to the State of Oklahoma and the nation, and to share the objectives and purpose of the Marginal Well Commission with civic organizations throughout the state free of charge.

The nineteen speakers who volunteer for this program are Commissioners and/or members of the Marginal Well Commission Advisory Council. They are very active with the Commission as well as experts in their field, and are knowledgeable about the industry. They will travel throughout the state with a presentation geared specifically toward your civic or community groups. The volunteer list includes:

Stuart Bell - Continental Land Resources, LLC
James Beyl - Perkins Energy Company
Tina Bonner - Certified Mineral Manager
Paul Brewer - DCP Midstream, LP
Chuck Davis - Attorney & Counselor of Law
Timothy Dowd - Elias, Books, Brown & Nelson
Larry Durham - Crude Marketing & Transportation
James Forgotson, Jr. - University of Oklahoma
David Guest - Guest Petroleum, Inc.
Bill Jackson - High Plains Technology Center
Mary Johnson - Amvest Osage, Inc.
Bill Maxey - Harbison-Fischer Mfg. Company
Jim Medico - Sunoco Logistics Partners, LP
Ken Murphy - Enviro Clean Products & Services
Ken Oglesby - Impact Technologies
Marceline Piper - Oklahoma Mineral Owners Assn.
Mark Sellers - Sellers Oil Company
Steve Slawson - Slawson Exploration Co., Inc.
Robin Stead - Attorney at Law

Presentations have been given to the following organizations: Ardmore Desk and Derrick Club, Pawhuska Rotary Club, Edmond Kiwanis, Council of Petroleum Accountants Societies (COPAS), Oklahoma City Association of Petroleum Landmen (OCAPL), Association of Executive Search Consultants (AESC), Capital Association of Division Order Analysts (CAPDOA), Tulsa Association of Lease and Title Analysts (TALTA).

If you would like to schedule a speaker for your club or organization contact Toni Kitchell at (800) 390-0460 or by e-mail to tkitchell@marginalwells.com.

Trade Expo Constantly Growing

The 2007 Oil and Gas Trade Expo is only months away. It will be held on October 18, 2007 at the Oklahoma State Fair Grounds Travel and Transportation Building in Oklahoma City, Oklahoma. Due to the immense success of the 2006 Trade Expo and previous Expo's, the 2007 event is filling rapidly. The 2007 show is already ahead of the pace set by last year's record-breaking sellout, which drew well over 1,800 employees and owners from 700 large and small oil and gas companies.

The Marginal Well Commission has been hosting this great event for the past eleven years and each year the Expo grows substantially. The Trade Expo has come a long way from its humble beginnings inside a dirt floor barn to now selling out the Travel and Transportation Building. The goal of the Trade Expo has remained constant throughout the years: to provide a forum for the entire oil and gas industry, large and small operators and service companies alike, to have the opportunity to meet face to face with potential new clients, and showcase their products and services. The Marginal Well Commission is dedicated to bringing new technology and other innovative solutions to enhance oil and gas operations.

Admission tickets are free of charge, but are used for the Grand Prize Drawing. This year's grand prize will include two roundtrip tickets to Las Vegas, Nevada including both airfare and hotel.

If you would like to view an ever changing up-to-date list of current sponsors and exhibitors, or want to be a sponsor, sponsorship forms and more information can be found online at our website www.marginalwells.com by clicking on the Trade Expo link. To be added to the Marginal Well Commission Trade Expo mailing list or if you have any questions, please contact Brian Lindley at (800) 390-0460, (405) 604-0460 in the OKC Metro Area, or by sending an email message to Brian at blindley@marginalwells.com.

Mark your Calendar Now!

**Space is First Come, First Serve,
and it is Filling Fast!**

2007 Oklahoma Oil and Gas Trade Expo

As of April 20, 2007

Sponsors

Gold

Pro-Seal Lift Systems, Inc.

Silver

4-Star Hose & Supply
ABB, Inc. - TotalFlow
Arrow Engine Company
Bachman Services, Inc.
Harbison-Fischer Manufacturing, Co.
High Sierra Crude Oil and Marketing
Key Energy Services, Inc.
Kimray, Inc.
Pense Brothers Drilling Company, Inc.
Multi-Chem Group, LLC

Bronze

Air Compressor Supply, Inc.
AKL Services, Inc.
Anadarko Petroleum Corporation
Arvine Pipe & Supply Co., Inc.
Baker Hughes
Bio-Tech, Inc.
Bituminous Insurance Company
Black Gold
Burlison Pump Company
Chemical Marketing Company, Inc.
Concho Valley Radiator
ConocoPhillips Company
Crude Marketing & Transportation, Inc.
Cyclonic Valve Company
DCP Midstream, LP
DHV Exprogroup
D.L. Harmer & Company
DrillingInfo, Inc.
Express Professional Staffing
Genie Well Service
IHS, Inc.
Innovative Oilfield Technology
JWD International
J-W Wireline
LuGreg Trucking, LLC
Mercer Valve Co., Inc.
Microbial Energy Services, LLC

Sponsors Continued

Bronze Continued

Network International
Norberg - IES
Oilfield Improvements, Inc.
PGS LaFor
Precision Driving Training Center
ScissorTail Energy, LLC
Seal Tite Lining Systems
Select Engineering, Inc.
Sooner Oil Tools
Spicer & Sandburg, Inc.
Sunoco Logistics Partners, LP
The Wellmark Company
Thurmond-McGlothlin / Energy Meter Systems
Warren Cat
Well Done Pump & Supply Company
Wellstream International
Western Falcon, Inc.
WoodGroup ESP, Inc.

Exhibitors

Advanced Industrial Devices, Inc.
Coastal Flow Measurement Companies
E.B. Archbald & Associates / SSI
Enviro Clean Products & Services
FloPlast Compression Fittings
Fluid Compression Partners
GloboLogix, Inc.
GrimmerSchmidt Compressions
Jack Pratt Signs
King Oil Tools / GEFCO
Muth Pump, LLC
Oklahoma Geological Survey
Owen Oil Tools
Rainmaker Sales
Red Man Pipe & Supply Company
Residence Inn
Southern Glove Manufacturing Company
S & R Equipment, Inc.
TAM International, Inc.
Thorco, Inc.
TRC Rod Services
Turbines, Inc.

Operator's Roundtable Overview



MWC Staff helps Robert Newcomb (attendee) get signed in.

The Oklahoma Marginal Well Commission held an Operator Roundtable in Velma, Oklahoma on March 8, 2007 with the focus on the Oklahoma Corporation Commission's District III (S.W. Oklahoma). The Roundtable was attended by eighty-three individuals related to the oil and gas industry in Oklahoma. A wide variety of topics were discussed and we would like to briefly tell you about each presentation.

The evening began with a presentation by Jim Medico, Sunoco Logistics Partners, LP, on the "Importance of Marginal Wells". Not only did the presentation point out the importance of marginal oil and gas production to the economy and supply of Oklahoma, but to the World as a whole. Jim pointed out the following elements that would be affected without marginal wells:

- 8% of total U.S. oil supply must be replaced
- 31% of domestic crude production disappears
- Oklahoma crude production falls to 60,000 bpd from 170,000 bpd
- Natural gas production goes down by 11%
- Oklahoma must replace \$255 million in GPT revenue
- 30,000 Oklahomans have to find a new job
- Over \$1.4 billion in earnings must be replaced
- Gasoline and diesel prices rise to ??
- Economy slows to ??
- National security is weakened
- Foreign dependence is accelerated

Patricia Billingsley with the Oklahoma Corporation Commission (OCC) was on hand to explain the OCC's Southern Oklahoma HEM Project, in which they are trying to track oilfield salinity sources using a helicopter-towed bird. If you are interested in finding out more on this OCC project go to, http://www.occeweb.com/_vti_script/default.htm0.idq. Once you reach the OCC's homepage go to the bottom of the page and type in HEM in the search box and click search. Once the document is displayed simply click on it and it will open up for you to view.



Jeremy Parker of JBL, LLC presented Automated Natural Gas Pumping Unit Engines and we are happy to say, this presentation has gained a lot of attention. We would like to thank Jeremy for making the trip from Arkansas and bringing along one of his pumping unit engines to give another interesting demonstration.

Larry Durham, President of Crude Marketing & Transportation, Inc. spoke to the audience about "Crude Oil: Understanding Marketing Trends". Larry gave the operators an overview of the Crude Oil Market from the producer to the refinery and the outlook in Oklahoma, it's surrounding areas, and on a national level.

Another hot topic of the evening was "Oilfield Theft", it was presented by Terry Cronkite of the Oklahoma State Bureau of Investigation (OSBI). He offered a very interesting insight on just how far thieves will go to make a buck. He did suggest that if you experience any type of theft of your property in the oilfield, not only should you contact your local sheriff's office, but you should also contact the OSBI and report the incident to their office as well. He explained when using a permanent identification stan-

Operator's Roundtable Overview Continued

standard numbering system, criminals are warned that property recovered by police anywhere in the nation can be traced to the rightful owner. To participate in the equipment I.D. System, contact your county sheriff to be assigned a property identification number. The number will be assigned to no one else, and only you and the local law enforcement personnel will have access to the number. The identification number consists of ten letters and numbers arranged to tell law enforcement officers the state, county, and person to whom the equipment belongs.

Ken Murphy with Enviro Clean Products and Services was available once again to give the SPCC Overview, Update and Annual Review Requirements. The new SPCC deadline for implementing new regulations has been pushed back to 2008.



Terry Hix, with Schlumberger, gave a very interesting presentation on Propellant Fracturing - "P4" technology. He started with an explanation of Fracture Regimes and then outlined the different factors of Propellant Stimulation.

Chuck Wagon Bar-B-Que of Velma, Oklahoma catered the event with sliced brisket, smoked ribs, chicken and all the fixings. Chuck Wagon Bar-B-Que has also catered several of our workshop lunches and we have been very pleased with their service.

We would like to thank the event sponsors that allowed us to enjoy such a great dinner that evening and they are: JBL, LLC, Kleen Oilfield Service Company, Sunoco Logistics Partners, LP, Thomas Acid & Tool Service, Inc., and Venture Pipe & Sup-

ply, Inc. We would also like to thank Oil-N-Gas Gifts, Schlumberger and Crude Marketing Transportation, Inc. for the door prizes they provided.

A special thanks is in order for the planning committee that worked so hard to make this event a success. They are: Carey Drake of Sunoco Logistics Partners, LP, James Beyl of Perkins Energy and an MWC Commissioner, and Terry Hix of Schlumberger and MWC Advisory Council member. A simple thank you is not enough for Ronnie Orr of Orr Enterprises, Inc. He provided the facility and amenities for that evening and in the past he has proven to be a very strong supporter of the Marginal Well Commission's workshop and roundtable programs.

The next Operator's Roundtable will be held in McAlester, Oklahoma in September 2007. W. L. "Bill" Maxey is the Chairman for this event and Committee members include Terry Hix with Schlumberger, Larry Durham with Crude Marketing and Transportation, James Beyl with Perkins Energy Company and Carey Drake with Sunoco Logistics Partners, LP. The Roundtable will focus on Oklahoma Corporation Commission's District IV (S.E. Oklahoma), but as mentioned earlier there are topics that were presented in District III that we feel are relevant in any district in the State of Oklahoma. Therefore, the plan is to repeat The Importance of Marginal Wells, Crude Oil: Understanding Marketing Trends, Oilfield Theft and the SPCC Overview, Update and Annual Training Requirement. We will have the final details for this Roundtable worked out by June 2007, so keep an eye out for the registration flier.

If you would like to be a sponsor, donate a door prize, please contact the Marginal Well Commission at (800) 390-0460 Toll Free or (405) 604-0460 if you live in Oklahoma City. You can also send an e-mail message to rfinney@marginalwells.com.

If you are not on the workshop/roundtable flyer mailing list and you would like to be, just use the same contact information as mentioned above.

Also if you have a suggestion for a topic or a new technology you want more information about that could be used at an upcoming Operator's Roundtable, let us know that too. We are here to help you.

New Officers and Members of the MWC Advisory Council



Left to Right: Mary Johnson, Jim Medico, Casey Musgrove

Jim Medico of Sunoco Logistics Partners, LP served on the Advisory Council as Chairman in 2006. We cannot begin to express the appreciation we have for all of the time and effort he dedicated to the Marginal Well Commission and the State of Oklahoma. Casey Musgrove of Casey Musgrove Oil presented Jim with a plaque to show our gratitude for his leadership during 2006.

The Advisory Council elected new officers for 2007. Casey Musgrove who served as Vice Chairman during 2006, was elected Chairman for 2007. Casey has worked in the oil industry since 1980, and has been a member of the Advisory Council for three and a half years and acted as Trade Expo Chairman in 2005. Casey's leadership skills during the 2005 Trade Expo helped make it a success and we expect nothing less while he is Chairman.

Mary Johnson of Amvest Osage, Inc. out of Skiatook, Oklahoma was elected Advisory Council Vice Chairman. Mary has been a member of the Advisory Council for three and a half years, and is currently the Public Education and Awareness Committee Chairman. Mary's twenty four years experience in the oil and gas industry has been very beneficial and has worked to help the public recognize the importance of the industry to our economy and the necessity for the Commission to identify issues, intervene, and act on behalf of independent producers, and service providers to promote marginal oil and gas wells in Oklahoma.

The Staff, Commissioners and the Advisory Council members are looking forward to a very productive 2007 with Casey and Mary as Chair and Vice Chair.

The membership of the Marginal Well Commission's Advisory Council is comprised of representa-

tives of producing companies, service companies, trade groups, land and mineral owners, educational institutions, governmental agencies or others who may be interested in marginally producing oil and gas wells. The number of active members is set at no less than twenty (20) and no more than

thirty (30).

The Advisory Council (AC) and/or its represented organizations make recommendations for membership on the AC and present the recommendations to the Commissioners. The Commissioners make the final selection of persons to serve on the AC.

AC active members serve three-year terms, with one-third of such member's terms commencing each year.

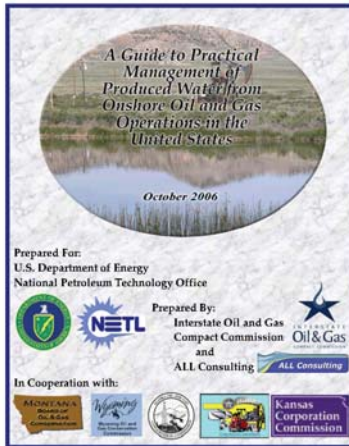
At the February 20, 2007 Commission Meeting the Commissioners voted unanimously to appoint Dan W. Hammond of L.E. Jones Operating in Duncan, Oklahoma and Godfrey Holasek of Southern Resources in Oklahoma City, Oklahoma as new Advisory Council members.

Dan Hammond has worked for L.E. Jones Operating, Inc. for twenty-two years. He is a production engineer handling completions, workovers, waterflood design and implementations. Mr. Hammond has a Bachelors of Petroleum Engineering Technology degree from Oklahoma State University.

Godfrey Holasek has over thirty years of experience in the oil and gas industry. Currently he is the Operations Manager for Southern Resources. In the past he was the Production Manager for Bon-Ray, Ensign Operating, Medicine Bow Energy, and El Paso Production. Mr. Holasek took early retirement from El Paso and went to work directly for Southern Resources.

If you ever have a suggestion for workshops or a question or comment in general, please e-mail rfinney@marginalwells.com or call us toll free at (800) 390-0460.

New IOGCC Report Released



A Guide to Practical Management of Produced Water from Onshore Oil and Gas Operations in the United States was funded by the National Energy Technology Laboratory (NETL) of the U.S. Department of Energy (DOE) program.

The Interstate Oil and Gas Compact Commission (IOGCC) and All Consulting (ALL) conducted this study as co-researchers in cooperation with the oil and gas agencies of Alaska (Alaska Oil and Gas Conservation Commission), Montana (Montana Board of Oil and Gas Conservation), Wyoming (Wyoming Oil and Gas Conservation Commission), Kansas (Kansas Corporation Commission), and Oklahoma (Oklahoma Corporation Commission).

Researchers evaluated oil and gas operations throughout the country to observe how the industry has dealt innovatively with water management challenges. They released their results in this Guidebook that catalogues produced water quality data and water processing techniques operators are utilizing across the country.

The Guidebook also discusses regulatory challenges associated with produced water. Currently, each of the oil and gas producing states remains responsible for regulating produced water in accordance with its specific geographic and geologic conditions.

The effort was overseen by NETL's, National Petroleum Technology Office in Tulsa, Oklahoma. The National Petroleum Technology Office project manager for this effort was Mr. John Ford, a active participant of the Marginal Well Commission's Operator's Roundtables.

IOGCC's website (www.iogcc.state.ok.us) has an in-depth presentation discussing the practical management of produced water, including a video presentation, the guidebook and watershed analysis tool.

Legislative Update

House Bill 1696 gives the Oklahoma Bureau of Investigation (OSBI) extra power to work theft of oil field equipment, which is a multi-million dollar problem in the State of Oklahoma. House Bill 1696 was authored by Danny Morgan of the House and Harry Coates of the Senate, and given to the governor for signature.

Power and duty has been given to the OSBI to stop any vehicle transporting or appearing to transport any oil, gas, salt water or oil field equipment, for the purpose of inspecting, measuring, and taking sample of the cargo and inspecting load tickets to ensure that such vehicle is not transporting unlawful gas, unlawful oil, or stolen oil field equipment.

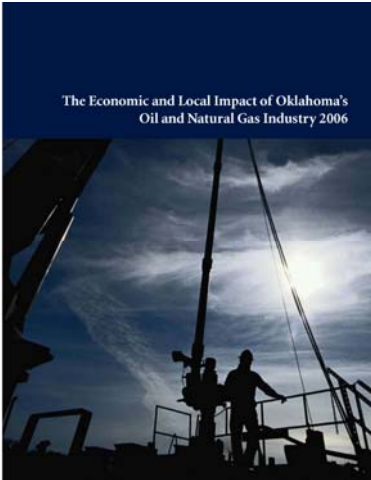
Also each agent of the OSBI, FBI, highway patrol, and sheriffs departments in the State of Oklahoma have been given authorization to stop any vehicle transporting or appearing to transport oil, gas, salt water or oil field equipment, for the purpose of inspecting, measuring, and taking samples of the cargo and inspecting the load ticket of such vehicle to ensure that the cargo conforms to such load ticket. Except in specific instances upon stopping any vehicle pursuant to this section, such patrolmen, agents, or sheriffs are not authorized to take any samples of the cargo of such vehicle until the vehicle arrives at its destination as indicated on its load ticket.

New language has been introduced in the bill giving definitions and explanations to the following terms: pipeline equipment; oil and gas equipment; used materials; dealers; broker, peddler terms.

This act shall become effective as of November 1, 2007, assuming approval of the governor.

Of course the complete text of the HB1696 could not be published in its entirety, but if you would like a copy of the bill you can visit http://webserver1.lsb.state.ok.us/2007-08bills/HB/HB1696_ENGR.RTF and print it out or you can also contact the Marginal Well Commission headquarters office at (800) 390-0460 and we will mail you a copy of the bill.

The Oklahoma Legislature Website is a great tool. Visit anytime at <http://www.lsb.state.ok.us/>.



The Economic Impact of Oil and Gas Production and Drilling on the Oklahoma Economy was prepared by Mark C. Snead, Ph.D., Director of Research Economist and Dolores A. Willett, Research Economist from the Center for Applied Economic Research, Spears School of Business, Oklahoma State University

for the Oklahoma Commission on Marginally Producing Oil and Gas Wells (MWC) and Oklahoma Energy Resources Board (OERB). This report evaluates the current economic impact of Oklahoma's oil and gas industry on the broader state economy. The report first evaluates current trends in employment, drilling, and production and evaluates the role of the state in the national energy complex. Next, the economic impact on the state economy is examined in terms of employment and income generated, output produced, purchases by the oil and gas industry from other state firms, and tax revenue generated. The final section discusses forecasts of future crude oil and natural gas production and employment in the industry through 2010.

The oil and gas sector continues to serve as the trademark industry of Oklahoma. Despite the contraction of the industry since the oil bust, oil and gas drilling and production remain vital components of the state economy. Oklahoma likewise remains an important component of the U.S. energy infrastructure ranking fifth among the states in crude oil production and second in natural gas production in 2005. Currently, the state produces an estimated 3.3 percent of the nation's crude output and 8.8 percent of natural gas output.

This report can be found on the Marginal Well Commission's website at www.marginalwells.com/Publications/Surveys_and_Reports.html. All surveys and reports are in a PDF format and can be viewed using the free Acrobat Reader plug-in. A link to the plug-in is available on our website where you can safely download the Reader.



A Demographic and Economic Profile of Oklahoma's Marginal Oil and Gas Well Operators was prepared by Mark C. Snead, Ph.D., Research Economist and Director and R. Dale Martinez, Research Associate at the Center for Applied Economic Research, Spears School of Business,

Oklahoma State University for the Oklahoma Commission on Marginally Producing Oil and Gas Wells (MWC). This report provides an overview of the status of Oklahoma's marginal oil and gas well operators and the operating environment they faced in Oklahoma in 2006. A marginal producer operates low-volume "stripper" wells, typically defined as producing less than 10 barrels of oil per day or 60 mcf or less of gas per day. The oil or gas extracted from these wells is referred to as "marginal" because the wells are only marginally productive and profitable and are at risk of being prematurely abandoned. The sustainability of production from marginal wells is important because these wells collectively serve as an important component of national energy production.

The core of the report is a summary of the results from a recent survey of the state's marginal well operators. The survey assesses a broad range of topics related to marginal operators including well production activity, the investment outlook of operators, labor force concerns, and perceived market risk factors. Another section of the survey evaluates the business resources available to well operators, the use of technology in their business operations, and an assessment of the types of educational programs desired by producers. In addition, the survey provides a demographic profile of the small independent operators who typify the marginal well industry in Oklahoma, and much more.

This report can also be found at www.marginalwells.com/Publications/Surveys_and_Reports.html in a PDF format.

HAZMAT Overview & Log Book Compliance for Upstream Oil and Gas

Registration Fee: \$60.00 - The fee covers your registration and lunch.

Advance registration required. Fee must be received five (5) days prior to the workshop.
To receive a full refund you must notify the MWC five (5) calendar days prior to the workshop.

Workshop Instructor:

Joey Meyers, Mid-Continent Oil and Gas Off-Road Operations Instructor

HAZMAT Overview for Upstream Oil and Gas

This one-day, eight hour course was created by the staff of the Mid-Continent Oil and Gas Training Center (MOGTC) at High Plains Technology Center in Woodward and Kiamichi Technology Center in Poteau, for companies that need DOT required HAZMAT Overview Training. Persons taking this course will have successfully completed the general awareness, function-specific, shipping papers and security awareness training requirements of 49 CFR 172, 177, 232 for DOT HAZMAT drivers. This course includes training in the use of the 2004 Guide to Hazardous Materials and is applicable to all upstream oil and gas companies that transport hazardous materials. Each student will receive a copy of the guide, an MOGTC course completion certificate and wallet size card as evidence of training. If there are specific questions regarding HAZMAT training that you would like the presenter to address during the workshop, feel free to submit the questions prior to or during the workshop and we will do our best to have them answered.

Log Book Compliance for Upstream Oil and Gas

This one-day, eight hour course was created by the staff of the Mid-Continent Oil and Gas Training Center (MOGTC) at High Plains Technology Center in Woodward and Kiamichi Technology Center in Poteau. The course addresses the special situations that employees of companies regulated by the U.S. Department of Transportation (DOT) face when: driving to a work site, conducting off-road oil and gas related operations, and then driving to a yard or other location. The course not only addresses specific DOT rules for the oil and gas industry but includes hands-on applications with work sheets. The course is applicable to companies that do the following: well servicing, rig moves, well logging, cementing, well stimulations, vacuum truck operations, crude oil transport, and oilfield related trucking in general. Each student who successfully completes this training receives an MOGTC certificate and wallet size card in the mail as evidence of the training. If there are specific questions regarding Log Book Compliance that you would like the presenter to address during the workshop, feel free to submit the questions prior to or during the workshop and we will do our best to have them answered.

HAZMAT Overview
Tulsa, OK - June 13, 2007
OSU / Tulsa Campus
North Hall - Room 150
700 N. Greenwood Avenue

Log Book Compliance
Tulsa, OK - June 14, 2007
OSU / Tulsa Campus
North Hall - Room 150
700 N. Greenwood Avenue

Name _____

Company _____

Company Address _____

City _____ State _____ Zip Code _____

Phone _____ Fax _____

E-mail Address _____

This workshop begins promptly at 8:30 AM and will end at 4:30 PM

Make Checks Payable to: Marginal Well Commission
Complete & Mail Form to:
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Or Fax Form to: (405) 604-0461
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Marginal well production is vital to the security of the nation, the economy and the State of Oklahoma. If you have any issues, technology or problems that you would like the Marginal Well Commission to review, do not hesitate to contact us at 1-800-390-0460. As always, we are here to serve you.

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Copies have been deposited with the Publications Clearinghouse of the Oklahoma Department of Libraries.