COMMONWEALTH OF VIRGINIA VIRGINIA GAS AND OIL BOARD HEARING MINUTES FEBRUARY 16, 2016

Pursuant to Sections 45.1-361.9B and 45.1361.22.B of the Code of Virginia, the Virginia Gas and Oil Board held its scheduled monthly hearing commencing at 9 a.m. on Tuesday, February 16, 2016 at the Russell County Government Conference Center, 139 Highland Drive, Lebanon, Virginia.

Board members present were Bradley C. Lambert (Chairman), Bill Harris (Public Representative), Bruce A. Prather (Oil and Gas Industry Representative), Donnie W. Rife (Public Representative) and Mary Addington Quillen (Public Representative).

Also present were Rick Cooper (Principal Executive to the Board), Sally Ketron (Division of Gas and Oil) and Sarah Gilmer (Division of Gas and Oil).

1. The Board will receive public comments.

There were no public comments.

 A petition from Range Resources-Pine Mountain, to disburse funds from the escrow account for well VC-536602, to all known owners in Tract 4. Docket Number VGOB 07-0717-1970-01.

The docket item was approved. The account will close. Authorization for direct payment of royalties.

 A petition from Range Resources-Pine Mountain, to disburse funds from the escrow account for well VC-537867, to all known owners in Tract 1. Docket Number VGOB 08-0415-2202-01.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

4. A petition from Range Resources-Pine Mountain, to disburse funds from the escrow account for well VC-536630, to all known owners in Tracts 3, 4, 5 & 6. Docket Number VGOB 09-1117-2633-03.

The docket item was approved. The account will close. Authorization for direct payment of royalties. EnerVest Operating, LLC, will refund the account for a previous disbursement that was incorrectly paid to make the account whole before this disbursement is made.

5. A petition from Range Resources-Pine Mountain, to disburse funds from the escrow account for well VC-537305, to all known owners in Tracts 4 & 5. Docket Number VGOB 09-1117-2636-01.

The docket item was approved. The account will close. Authorization for direct payment of royalties. EnerVest Operating, LLC, will refund the account for a previous disbursement that was incorrectly paid to make the account whole before this disbursement is made.

6. A petition from EnerVest Operating, LLC, requesting the Virginia Gas and Oil Board to enter an order transferring the right to operate all units listed in this application that were established by Board Order, from Range Resources - Pine Mountain, Inc., Pine Mountain Oil and Gas and Columbia Natural Resources, LLC to EnerVest Operating, LLC. Docket Number VGOB 16-0216-4086.

The docket item was approved.

 A petition from CNX Gas Company, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tracts 1 & 12A, as depicted upon the annexed Table 1; and (2) authorization to begin paying royalties directly to Ruby G. Mutter, Marcus E. Mutter, Brenda M. Skidmore, Bruce V. Mutter, & William Tickle. Unit SLW5. Docket Number VGOB 92-0218-0183-03.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

8. A petition from CNX Gas Company, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tract 3B, as depicted upon the annexed Exhibit A; and (2) authorization to begin paying royalties directly to the parties to the royalty split between Hurt McGuire Land Trust and Virginia Stilwell. Unit U37. Docket Number VGOB 98-0421-0651-01.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

 A petition from CNX Gas Company, LLC, for 1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tracts 2A & 2B, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to Buckhorn Coal Company, CNX Gas Company LLC and HC Bostic Coal Co., Inc. Unit AY112. Docket Number VGOB 01-0320-0877-03.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

 A petition from CNX Gas Company, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tracts 1A & 1B, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to CNX Gas Company, LLC. Unit AX107. Docket Number VGOB 01-0821-0910-01. Continued from January 2016.

The docket item was approved. The account will close. Authorization for direct payment of royalties.

11. A petition from CNX Gas Company, LLC, for 1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tracts 1D, 1E, 1I, 2A, & 2B, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to Amanda Gail Horton, Viola Meadows, Arnold J. Keene, Anna R. Lambert, Linda Matney, Brenda Weddle, Billy Ray Hale, Brenda Carol Banks, Judith Fuller, Lillian Joyce Baldwin, Wilma Jean Honaker, Eunice Keen Vance, Brandon Keene, Misti Keene Northrup, Jerry Lee Stilwell, Commonwealth of Virginia, Stuart Land & Cattle Company of Virginia, Paul E. Richardson, Shelby Ruth Richardson, Robert W. Blake, III, Loretta Mae Richardson, Judy Vance Boyd, Marvin B. Shortt, Pauline Muse, Tammy Hardman, Melissa Lynn Alley, Wanda Salyers and Claude Junior Newberry. Unit AV124. Docket Number VGOB 02-0820-1050-02.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

12. A petition from CNX Gas Company, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tract 2D, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to Stuart Land & Cattle Co. of VA, Inc., Paul E. Richardson, Shelby Ruth Richardson, Robert Blake, Jr., Ralph Yahne, Patricia Tucker, Robert Blake, III, Loretta Mae Richardson, Linda McGlothlin Short, Marvin Shortt, Pauline Muse, Claude Junior Newberry, Ricky Edward Vanover, Tammy Hardman, Angela Leonard, Melissa Alley, Harold Westly Newberry and Wanda Salyers. Unit AV125. Docket Number VGOB 02-0820-1051-03.

The docket item was approved. The account will continue. Authorization for direct payment of royalties. CNX to revise the petition to remove Robert Blake, Jr. His notification through the USPS still shows the status as "In Transit."

13. A petition from CNX Gas Company, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tract 1D, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to the parties to the royalty split between Swords Creek Land Partnership and Raymond P. Slate, Shelia Slate Lofton and Virginia Resources, LLC. Unit BE121. Docket Number VGOB 05-0419-1427-01. Continued from January 2016.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

14. A petition from CNX Gas Company, LLC, for 1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tracts 1F, 1G, 3A, 3C, 3E, 3G, 3H, & 4B, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to Swords Creek Land Partnership, Danny & Mary Ellen Dye, Free Pentecostal Holiness Church of Pine Creek, Lillian R. Miller, Fred Richardson, Jimmy Richardson, LWM Leasing and Edward Richardson. Unit BA122. Docket Number VGOB 05-0517-1447-01.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

15. A petition from CNX Gas Company, LLC, for 1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tracts 2A & 2C, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to Swords Creek Land Partnership, Virginia Resources, LLC, Raymond P. Slate, Larry Wayne Plaster. Unit BC122. Docket Number VGOB 07-0320-1894-01.

The docket item was approved. The account will continue. Authorization for direct payment of royalties.

16. The Board will receive an update of Board and Division activities from the staff.

Mr. Cooper spoke to the Board about Docket 94-0816-0467-04 that was approved in June 2014. The Board recommended that EnerVest bring this back before the Board to withdraw.

Mr. Cooper reported to the Board that the Division of Gas and Oil has sent letters out to the parties listed on the escrow agent's escheatment list by USPS certified return receipt as requested by the Board at the January 2016 VGOB Hearing.

Mr. Cooper updated the Board on the disbursements to date.

17. The Board will review the January 2016 minutes for approval.

The docket item was approved.

The hearing adjourned at 11:26 a.m.