1) **Call to Order:** (Larry Givens, Board Chair)
Chair Givens called the meeting to order at 8:30 am. The Board then went into Executive Session to consult with Legal Counsel.

2) **Executive Session:**
   a. Legal Counsel:
      ORS 192.660(2)(h) Board consultation with counsel.
Chair Larry Givens called the meeting back into open session at 9:54 am.

3) **Introductions:** (Larry Givens, Board Chair and staff)
Board Chair Larry Givens, Vice Chair Douglas MacDougal and Board Members Lisa Phipps, and Dennis Luke were present. Charles Vars is no longer attending meetings, though he has not yet been replaced by the Governor’s Office.

   DOGAMI Staff in attendance:
   Vicki McConnell, State Geologist
   Gary Lynch, Assistant Director, MLRR
   Seay Johnson, Chief Fiscal Officer
   Ali Ryan, Earth Science Information Officer
   Rachel Smith, Project Operations Manager
   Carol DuVernois, Executive Assistant

   Others:
   Larry Knudsen, Assistant Attorney General, DOJ
   John Terpening, Legislative Fiscal Office
   Travis Miller, Chief Financial Office
   Dick Pedersen, DEQ

4) **Approval of Minutes of March 10, 2014 Portland Meeting:** (Board) **Action Item**
   **Motion:** Luke moved to approve minutes as distributed. Phipps seconded. Motion passed.

5) **Public Comment for Agenda Action Item 6b:** (Three minutes limit per person unless otherwise specified at the meeting by the Chair)
There was no public comment.

6) **Board Business:** (Board)
   a. **Update on Board vacancies:** Information Item
We now have two positions on the Board that need to be filled. The next opportunity for Senate confirmation will be at the September Legislative Days. McConnell will discuss options with the Governor’s Natural Resource Policy Advisor.

b. **2013 – 2014 Governance Key Performance Measure 11 discussion and adoption: Information and Action Item**

There was a question about protocol for the Director Recruitment. Since it is so infrequent, there is not a set protocol, but we will work on one.

**Motion:** Luke moved and MacDougal seconded to adopt the Best Practices and Key Performance Measure for inclusion in the Annual Key Performance Measure report. **Motion carried.**

**7) State of the Agency:** (Vicki S. McConnell, State Geologist)

a. **Update of Agency activity by State Geologist: Update Item**

McConnell briefed the Board on the agency’s recent activities including new and completed projects, staffing changes, meetings and conferences attended by staff. She also discussed the hospital in Gold Beach which is in need of replacement. The site for the new hospital would be outside the SB379 tsunami inundation line, but inside the proposed line that would represent the inundation line created by a large event. Staff have met with local government and hospital representatives to discuss ramifications and possible solutions.

b. **Update on progress of draft 2015 - 2017 Agency Request Budget:**

Information Item

McConnell and Johnson outlined the budget numbers up to this point, including the Policy Option Packages and where we are in the process. We will schedule a teleconference for mid-July for the Board to approve the Agency Request Budget, which is due on August 1.

**8) Break**

**9) Regulatory Issues:** (Gary Lynch, Mineral Lands Regulation and Reclamation Program)

a. **Discussion of rule writing to amend Requirements for an Operating Permit and Reclamation OAR 632-030-0025(1)(bb)(A)&(B), Procedures for placement of imported fill and the protection of fill quality: Information Item**

AAG Knudsen gave the Board details about the possible rule amendment. The agency may ask the Board for approval to move into rulemaking at the September meeting, and possibly temporary rulemaking as well.

b. **Summary of operational and enforcement activities for surface mining and oil and gas and geothermal regulatory programs:** Update Item
MLRR staff continues to work on controversial site applications at the Saginaw Quarry near Cottage Grove; Parvin Butte in Lane County; and the Harrington site in Sodaville, which was issued a Notice of Violation in February 2014 for blasting.

Permit numbers are holding just below the 900 mark; production is up 5% from this time last biennium and 8% from last year; and, we are right on target for reaching 100% on KPM8 for the biennium.

MLRR Award selection committee met in May. Seven awards will be presented on Friday, June 27 at Eagle Crest Resort at the OCAPA annual meeting.

SageCon is taking an “all lands, all threats” approach – expectation date for a state plan is fall 2014, with a goal of uniformity across state and federal lands to “avoid, minimize, mitigate.”

Geothermal or Oil & Gas Enforcement:
There are no enforcement actions related to the Oil and Gas or Geothermal Programs at this time.

Geothermal Update:
The current number of geothermal permits is 29; there are 6 Geothermal Prospect permits. To date, 25 Geothermal Well applications and 3 Geothermal Prospect Well applications remain under review.

Over the previous three years, Surprise Valley Electric (SVE) has drilled three production wells near the town of Paisley in central Oregon. DOGAMI has issued a permit modification to convert one of their geothermal production wells into a reinjection well. This action allows produced geothermal waters to be circulated back to the production zone, replenishing the source to balance the geothermal hydrologic. SVE is in the infrastructure planning and construction phase of the project.

Oil & Gas Program Update:
The total number of active Oil and Gas permits remains 105, with one Oil and Gas Seismic program permit. Currently, 4 Oil and Gas well (Mist Gas Field) applications, and one Seismic Program application remain under review.

c. Update on Division 37 Chemical Process Mine permitting activities:
Update Item
Calico Resources Inc. appears to have gotten some funding, so we expect there to be some action to speed up permit application process and the work load will increase significantly. Baseline data is starting to roll in. We will be scheduling a Project Coordinating Committee meeting and a Technical Review Team meeting, most likely in August in eastern Oregon.
10) Meet with DEQ Director Dick Pedersen: (Board & Director Pedersen)
   a. Informal conversation with Director Pedersen about coordination and cooperation between DEQ and DOGAMI: Information Item
   Mr. Pedersen outlined the state of DEQ and his efforts to restructure the agency to focus on outcomes rather than regulations. He also discussed cooperative programs such as the Storm Water Permit program, and resilience planning. He would like DEQ to be able to plan forward rather than merely respond to problems. His efforts include cross-border cooperation, regional response and recovery, and use of lidar to support informed decision-making.

11) Set Time and Date for next meeting: (Board)
   The next meeting will be a teleconference on Tuesday, July 15th at 8:00 am
   The following meeting will be held on Friday September 5th at 8:30 am in Portland.

12) Public Comment: (Three minutes limit per person unless otherwise specified at the meeting by the Chair)
   There was no public comment.

13) Adjourn
   The meeting was adjourned at 12:23 pm
   Action Items:
   1. McConnell will work with the Governor’s office to identify two new Board candidates.

APPROVED:

_________________________________ ________________________________
Larry Givens, Chair Douglas MacDougal, Vice Chair

_________________________________ ________________________________
Lisa Phipps Dennis Luke