WELCOME

• States First Initiative and its purpose
• Phase I: State Regulatory Exchange and its programs
• Plan of Action
• We need YOU!
ABOUT THE EFFORT

• Partnership between IOGCC and GWPC
• Announced by 2013 IOGCC Chairman and Alabama Governor Bentley at the 2012 IOGCC Annual Meeting
• Launch at 2013 IOGCC Midyear Meeting in Point Clear
• Discussed & supported by GWPC Board
PURPOSES OF THE INITIATIVE

1. In Recognition of Excellence in State Regulatory Development
PURPOSES OF THE INITIATIVE

1. State Recognition

2. Nation’s Economic Growth
PURPOSES OF THE INITIATIVE

1. State Recognition
2. Nation’s Economic Growth
PURPOSES OF THE INITIATIVE

1. State Recognition
2. Nation’s Economic Growth

4. Efficiency of State Regulatory Structures
States First Initiative

- Phase I of the States First Initiative
- Open communications
- Share best practices
- Focus on field operations
- Continuous improvement
## PHASE I: STATE OIL AND GAS REGULATORY EXCHANGE

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<tr>
<th>Underground Injection Control</th>
<th>Hydraulic Fracturing</th>
<th>Inspector Training &amp; Certification</th>
<th>Effective Regulation through Continuous Improvement</th>
<th>Science and Technology Transfer</th>
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<tr>
<td>- Establish UIC program guidelines</td>
<td>FracFocus 2.0</td>
<td>- State oil &amp; gas inspector certification course</td>
<td>- Continuous improvement of field practices</td>
<td>- Review emerging technology and applied research</td>
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<td>- Class II UIC well peer reviews (States &amp; US EPA)</td>
<td>- Expand search capabilities</td>
<td>- Affiliated with major universities</td>
<td>- Water management</td>
<td>- Coordination with US DOE</td>
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<td>- Class VI Carbon Capture and Storage and Enhanced Oil Recovery (EOR)</td>
<td>- Enhance public value</td>
<td>- Technology-based webinar training</td>
<td>- Well construction</td>
<td>- Universities and NGOs</td>
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<td>- Adopted by 12 states, 7 states in rule making to adopt</td>
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<td>- Enhance state capabilities</td>
<td>- Others</td>
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<td></td>
<td>- 525 participating companies</td>
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<td>- Magnitude of field staff, inspections</td>
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<td></td>
<td>- RBDMS interface</td>
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<td>- Risk Based Data Management System (RBDMS) expansion</td>
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<td>- Hydraulic fracturing</td>
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<td>- Field inspection</td>
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Hydraulic Fracturing Chemical Disclosure

State-by-State 4/2/2013
### Hydraulic Fracturing

**FracFocus 2.0 Interest**

- 590 participating companies
- 47,185 registered wells  
  *(As of June 12, 2013)*
- 468,985 website visits
- 319,417 unique visitors  
  *(As of April 25, 2013)*
PLAN OF ACTION

Governors’ letter of support
STATES FIRST INITIATIVE

GOALS

• Enlist governors’ support
• Inform industry
• Open communications for states and Federal agencies
• Continuously improve state oil and gas regulations
• Empower states
• Educate Congress
• Build public confidence
QUESTIONS