BEFORE THE OIL AND GAS BOARD OF REVIEW DEPARTMENT OF NATURAL RESOURCES STATE OF OHIO

REDMAN OIL CO., INC.	}
Debtor-In-Possession,	
Appellant,	
v .) APPEAL NO. 450
DONALD L. MASON, Chief, Division of Oil and Gas) REVIEW OF CHIEF'S ORDER) NO. 91-109
Appellee.	'

ENTRY

The Oil and Gas Board of Review has received and reviewed the Joint Motion for Consent Decision filed by the parties and finds it well taken. Accordingly, the Board hereby adopts the Consent Decision. There being no issue of law or fact that needs to be heard, the Board hereby DISMISSES Appeal No. 450.

JAMES CAMERON BENITA KAHN

WILLIAM TAYLOR, Chairman

GAIL IGNATZ HOOVER

CERTIFICATE OF SERVICE

entry was forwarded by ordinary U.S. mail, postage prepaid, this day of _______, 1993 to A. Brian Dengler, Arter & Hadden, One Columbus, 10 West Broad Street, Columbus, Ohio, 43215-3422, and Raymond J. Studer, Assistant Attorney General, Division of Oil and Gas, 4435 Fountain Square, Bldg. A, Columbus, OH 43224.

BENITA KAHN, Secretary

BEFORE THE OIL AND GAS BOARD OF REVIEW DEPARTMENT OF NATURAL RESOURCES

STATE OF OHIO

MAY 0 7 1993

REDMAN OIL CO., INC.) DEBTOR-IN-POSSESSION)		
Appellant,)	Control of the contro	
v.)	APPEAL NO. 450	
DONALD L. MASON, CHIEF) Division of Oil and Gas)	REVIEW OF CHIEF'S ORDER NO. 91-109	
Appellee.)		

JOINT MOTION FOR CONSENT DECISION

Now come the parties to the above action with their Joint Motion for Consent Decision and respectfully request this Board to adopt the attached Consent Decision and dismiss the instant appeal with prejudice.

Respectfully submitted,

LEE FISHER ATTORNEY GENERAL OF OHIO

REDMAN OIL COMPANY, INC. (I have the authority to sign and do so in my capacity as President)

BA:

HÖWARD ATHA, PRESIDENT Redman Oil Company, Inc. 6685 Doubletree Avenue Columbus, OH 43229 Appellant By:

RAYMOND J. STUDER
Assistant Attorney General
Environmental Enforcement Sec.
Division of Oil and Gas
Bldg. A., 4435 Fountain Square

Columbus, OH 43224 (614) 265-6939

Counsel for Appellee

COSHOCTON PIPE

(I have the authority to sign and do so in my capacity as President)

D17 4

HOWARD ATHA, PRESIDENT Coshocton Pipe Co. 6685 Doubletree Avenue Columbus, OH 43229 Appellant

CONSENT DECISION

With Chief's Order No. 91-109 having been issued to Coshocton Pipe Co., Inc. (Coshocton) on March 12, 1991, and that Order having been appealed by Redman Oil Co., Coshocton's parent company, and docketed as Appeal No. 450, the parties agree to the following facts:

- 1. Attached to Chief's Order No. 91-109 was a list of wells of which Coshocton was the statutory owner. That list is attached to this Consent Decision as Exhibit A.
- 2. Coshocton has no bond and is not in compliance with R.C. 1509.07.
- 3. On July 22, 1988 certain creditors filed an involuntary bankruptcy petition against Coshocton in Case No. 2-88-03704, United States Bankruptcy Court, Southern District of Ohio, Eastern Division. Grouped within that bankruptcy case were the affiliated companies of Redman Oil Company, Inc. (Redman) and Worthington Oil Company (Worthington). Both Redman and Worthington are under Chief's Orders to plug due to lack of surety and these orders are currently before this Board as Appeal Nos. 462 and 461, respectively. Similar Consent Decisions have been filed in those appeals.
- 4. As part of that bankruptcy proceeding, Coshocton's interests in some of the wells that had been listed in Exhibit A were sold to Mission Gas, an entity registered with the Appellee with Bond No. 4339. A list of the wells acquired by Mission Gas is attached hereto as Exhibit B.

- 5. Attached hereto as Exhibit C is a list of wells subject to Order 91-109 that Coshocton will plug.
- 6. The remaining wells subject to Order 91-109 that have not been sold to Mission Gas or that Coshocton will not plug are listed on Exhibit D.
- 7. Prior to hearing of any issue of law or fact in this appeal, an agreement was reached between the parties to this action which disposed of the need of hearing on this matter.

NOW, THEREFORE, in settlement of this matter, the parties hereby agree to the following:

- A. Appellant Redman Oil, Inc., consents to the entry of this Consent Decision and waives any objection or further right to appeal it may have with respect to this appeal for the purpose of settling the claims alleged in the appeal.
- B. The provisions of this Consent Decision shall apply to and be binding upon the parties to this action, their agents, officers, employees, assignees, heirs, and successors in interest.
- C. Coshocton Pipe agrees to transfer the wells on Exhibit D, and any other wells that it owns which were not listed in Chief's Order 91-109, to entities that are properly bonded under R.C. 1509.07 on or before January 1, 1993. No such transfers will be recognized by the Division until a Form 7 has been filed and approved.
- D. If Coshocton Pipe does not comply with Paragraph C of this Consent Decision by January 1, 1993, it shall properly plug and restore the wells on Exhibit D or any other wells that it owns which were not listed on Chief's Order 91-109 on or before April 1,

- 1993. Coshocton shall complete all work on the wellsites in a prudent and workmanlike manner, and in compliance with the requirements of R.C. Chapter 1509. and associated administrative rules.
- E. Of all the wells that are listed on the Exhibits labeled as "C" to the Consent Decisions of either Coshocton Pipe, Redman or Worthington, at least one well must be properly plugged and abandoned by either Coshocton Pipe, Redman or Worthington every thirty days, with the first well to be plugged by April 30, 1993. All of Coshocton's wells must be plugged by May 31, 1994. Requests for weather-related extensions must be made in writing to the Division.
- F. Nothing in this Consent Decision shall be construed so as to prejudice the right of the Division of Oil and Gas to issue other decisions and orders to enforce the provisions of R.C. Chapter 1509. and associated administrative rules.
- G. All parties to this action state that they have read this Consent Decision, understand its terms, have the ability to comply with its terms, and agree to comply fully.

H. Appeal No. 450 is dismissed with prejudice.

DONALD I MASON, CHIEF

Division of Oil and Gas

Ohio Dept. of Natural Resources

Appellee

RAYMOND J. STUDER
Assistant Attorney General
Environmental Enforcement Sec.
Division of Oil and Gas
Bldg. A, 4435 Fountain Sq.

Columbus, OH 43224 (614) 265-6939

Counsel for Appellee

REDMAN OIL COMPANY, INC.
(I have authority to sign and do so in my capacity as President)

Bv.

HOWARD ATHA, PRESIDENT REDMAN OIL COMPANY, INC. 6685 Doubletree Avenue Columbus, OH 43229 Appellant

COSHOCTON PIPE (I have the authority to sign and do so in my capacity as President)

By:

HOWARD ATHA, PRESIDENT COSHOCTON PIPE 6685 Doubletree Avenue Columbus, OH 43229 Appellant

WELLS OWNED BY COSHOCTON PIPE CO.

County	Township	Permit No.	Lease Name	Well No.
Morgan	Center	3148	Roger Schaad	2
Morgan	Center	3168	Paul Dietz	1
Morgan	Center	3215	Albert Duskey, Jr.	1
Morgan	Bristol	3091	Hope W. Ray, et al	3
Morgan	Center	3334	Miller B. Keith	2
Morgan	Center	3335	Miller E. Clark	4
Coshocton		5127	R. & D. Garber	1
	Tuscarawas	5971	William R. Jones	3
Coshocton	Tuscarawas	5972	William R. Jones	4
Morrow	Franklin	3776	E. & E. Mast	
Morrow	Perry	3737	R. & W. Brewer	1 1 2 2 3
Coshocton	Tuscarawas	5810	D. & L. Beck	2
Morgan	Center	3351	Paul Dietz	2
Morrow	Perry	3811	J. & L. Wright	3
Morrow	Perry	3812	J. Fry	2
Morrow	Perry	3830	R. & W. Brewer	1-A
Morrow	Perry	3833	J. Krabill	2
Morrow	Franklin	3838	Mast-Houseberg Unit	1
Morrow	Perry	3839	Wright-Smith Unit	ī
Morrow	Perry	3868	Fry-Brewer Unit	ī
Morrow	Perry	3869	J. Fry	3
Richland	Perry	609	J.F. Haring	1
Richland	Troy	615	Russell, et al. Unit	ī
Richland	Perry	602	R. & S. Carter	ī

WELLS TRANSFERRED TO MISSION GAS

		Permit		
County	Township	No.	Lease Name	Well No.
Morgan	Center	3148	Roger Schaad	2
Morgan	Center	3168	Paul Dietz	
Morgan	Center	3215	Albert Duskey, Sr.	1
Coshocton	Tuscarawas	5971	William Jones	3
Coshocton	Tuscarawas	5972	William Jones	4
Richland	Perry	609	J.F. Haring	1

WELLS TO BE PLUGGED

County	Township	Permit No.	Lease Name	Well No.
Morrow	Perry	3812	J. Fry, et al	2
Morrow	Franklin	3838	Mast-Houseberg	ī
Richland	Perry	602	R. & S. Carter	<u></u>
Morrow	Franklin	3776	Elmer & Edna Mast	1

REMAINING WELLS

County	Township	Permit No.	Lease Name	Well No.
Morgan	Bristol	3091	Hope Ray, et al.	3
Morgan	Center	3335	Miller Clark	4
Morgan	Center	2251	Paul Dietz	2
Morgan	Center	3334	Millie Keith	2
Morgan	Perry	3737	R. & W. Brewer	1
Morrow	Perry	3811	J. & L. Wright	3
Morrow	Perry	3830	R. & W. Brewer	1-A
Morrow	Perry	3833	John Krabill	2
Morrow	Perry	3868	Fry-Brewer	1
Morrow	Perry	3869	J. Fry, et al	3
Morrow	Perry	3839	Wright-Smith	1
Richland	Troy	615	Russell, et.al. U	