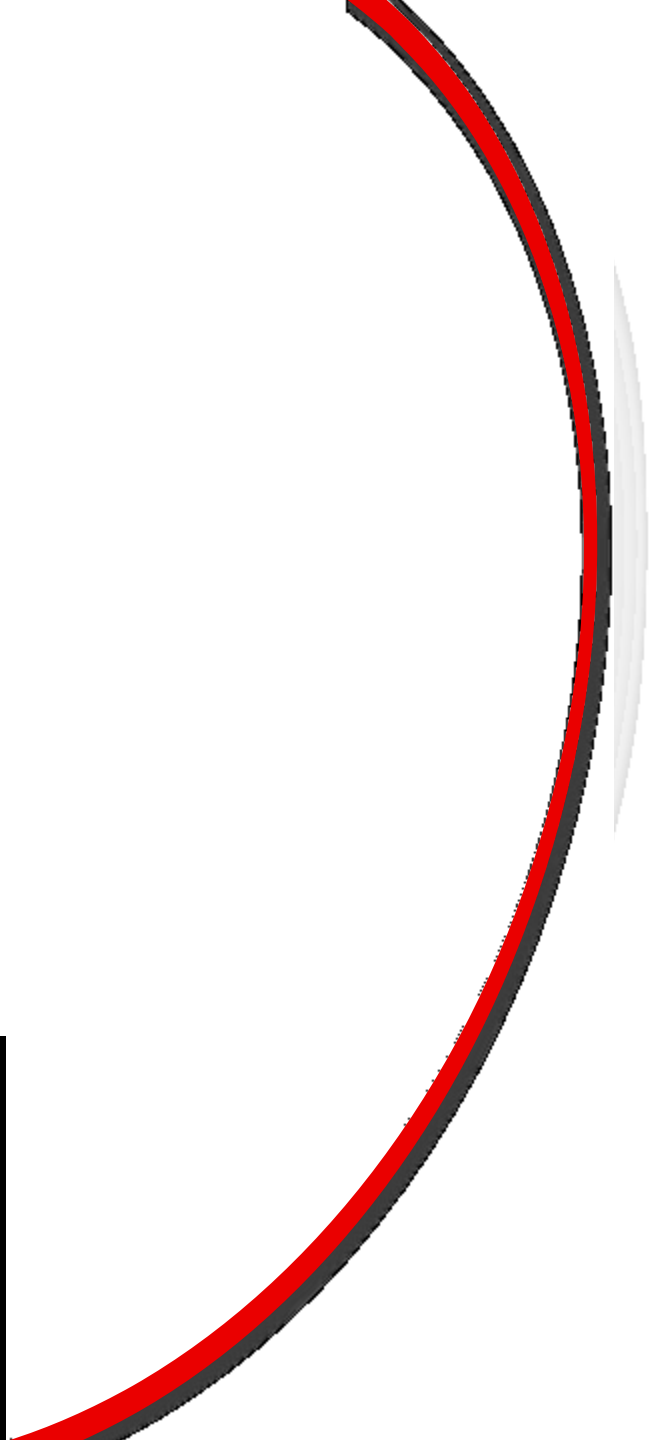


Michel Paque, GWPC





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



STATES FIRST INITIATIVE

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



STATES FIRST INITIATIVE

PURPOSES OF THE INITIATIVE

1. State Recognition
2. Nation's Economic Growth
- 3. National Security/ Energy Independence**



PURPOSES OF THE INITIATIVE

1. State Recognition
2. Nation's Economic Growth
3. National Security/ Energy Independence
- 4. Efficiency of State Regulatory Structures**



STATES FIRST INITIATIVE

STATE OIL AND GAS REGULATORY EXCHANGE

- Phase I of the States First Initiative
- Open communications
- Share best practices
- Focus on field operations
- Continuous improvement



STATES FIRST INITIATIVE



STATES FIRST INITIATIVE

A Partnership of IOGCC and GWPC

PHASE I: STATE OIL AND GAS REGULATORY EXCHANGE

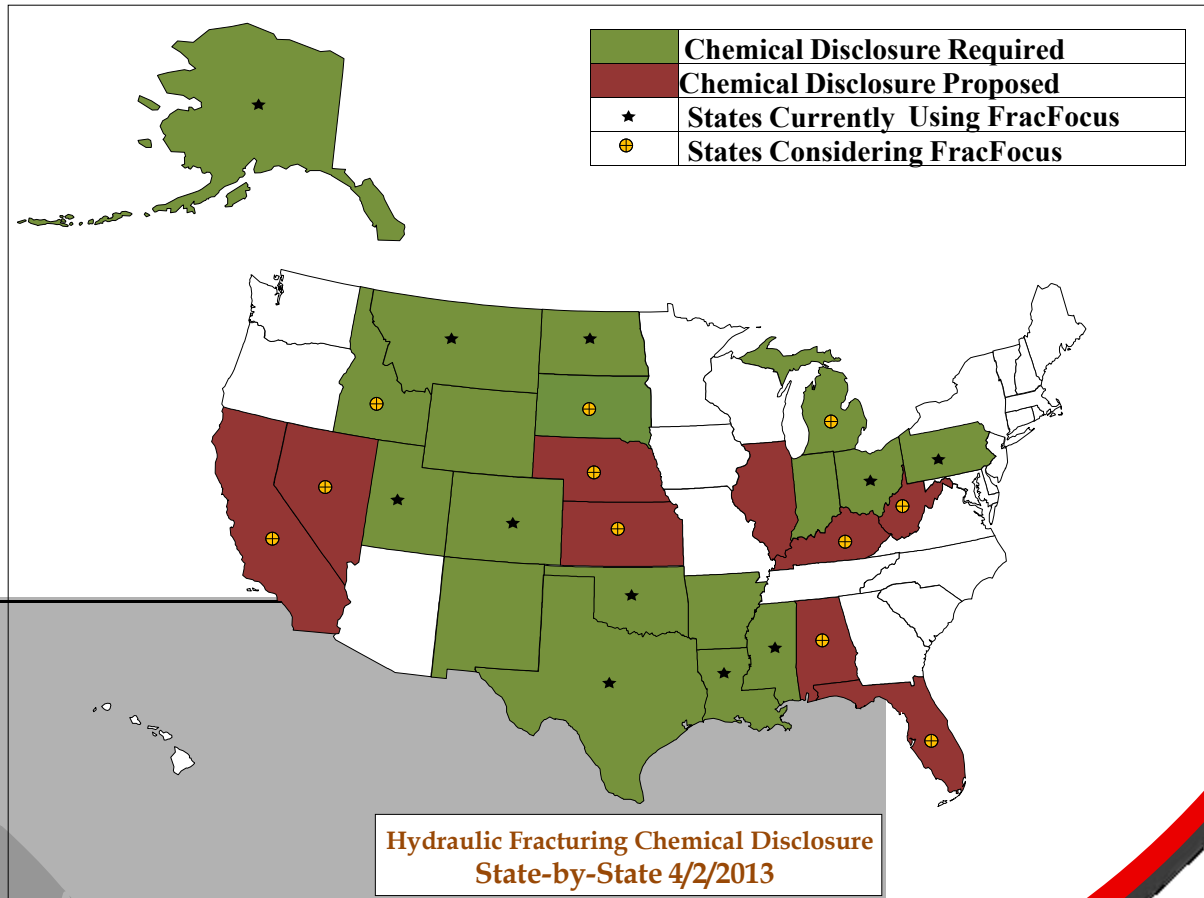
Underground Injection Control	Hydraulic Fracturing	Inspector Training & Certification	Effective Regulation through Continuous Improvement	Science and Technology Transfer
<ul style="list-style-type: none">• Establish UIC program guidelines• Class II UIC well peer reviews (States & US EPA)• Class VI Carbon Capture and Storage and Enhanced Oil Recovery (EOR)	<p>FracFocus 2.0</p> <ul style="list-style-type: none">• Expand search capabilities• Enhance public value• Adopted by 12 states, 7 states in rule making to adopt• 525 participating companies• RBDMS interface	<ul style="list-style-type: none">• State oil & gas inspector certification course• Affiliated with major universities• Technology-based webinar training	<ul style="list-style-type: none">• Continuous improvement of field practices<ul style="list-style-type: none">- Water management- Well construction• Enhance state capabilities<ul style="list-style-type: none">- Magnitude of field staff, inspections• Risk Based Data Management System (RBDMS) expansion<ul style="list-style-type: none">- Hydraulic fracturing- Field inspection	<ul style="list-style-type: none">• Review emerging technology and applied research<ul style="list-style-type: none">- Coordination with US DOE- Universities and NGOs- Others



STATES FIRST INITIATIVE

STATE OIL AND GAS REGULATORY EXCHANGE

Hydraulic Fracturing





STATES FIRST INITIATIVE

STATE OIL AND GAS REGULATORY EXCHANGE

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**

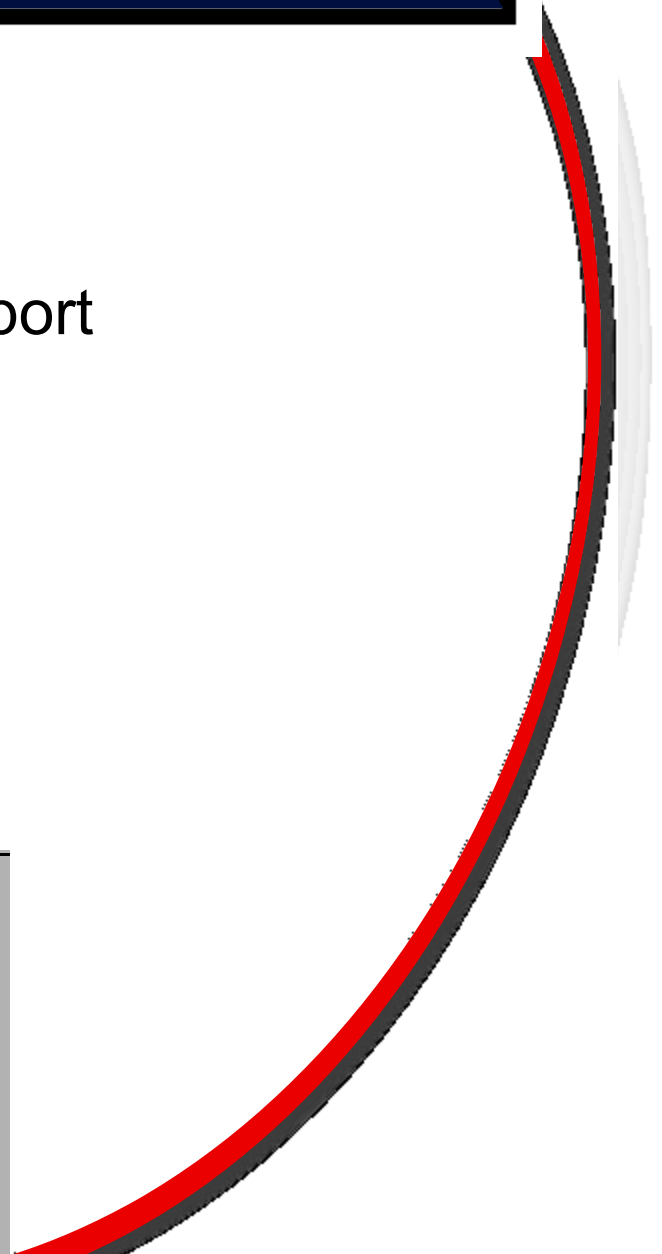
(As of April 25, 2013)



STATES FIRST INITIATIVE

PLAN OF ACTION

Governors' letter of support





STATES FIRST INITIATIVE

GOALS

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



STATES FIRST INITIATIVE

QUESTIONS

