

OIL & GAS CONSERVATION COMMISSION
Meeting: May 15, 1981
Mr. W. E. Allen, Exec. Secy.



OFFICE OF
Oil and Gas Conservation Commission
STATE OF ARIZONA
1645 WEST JEFFERSON, SUITE 420
PHOENIX, ARIZONA 85007
PHONE: (602) 255-5161

A G E N D A

Meeting
May 15, 1981
1645 West Jefferson, Room 420
Phoenix, Arizona

10:00 a.m. Call to Order

1. Approval of Minutes of Meeting of March 20, 1981
2. Report of Executive Secretary
3. Old Business
4. New Business
5. Adjourn

IF YOU ARE UNABLE TO ATTEND THIS MEETING, PLEASE NOTIFY THIS OFFICE AS SOON AS POSSIBLE.

OIL AND GAS CONSERVATION COMMISSION
1645 West Jefferson Street
Suite 420
Phoenix, Arizona 85007

Minutes of Meeting
March 21, 1981

Present:

Mr. Ralph W. Bilby, Chairman
Mr. Hal Butler, Vice Chairman
Mr. Johnny Gregovich, Member
Mr. L. A. Palmer, Member
Dr. J. Dale Nations, Member

The regular Commission meeting of March 20, 1981 was called to order by Chairman Ralph Bilby at 10:00 a.m.

Minutes of the meeting of January 16, 1981 were approved as written.

Report of the Executive Secretary was accepted.

The Executive Secretary advised that since the last meeting, when approval was granted for Don Whittaker, Director of the Enforcement Section, to attend a workshop in Kansas City, Missouri on underground injection control, Mr. Whittaker has resigned and accepted a position elsewhere. However, Mr. Whittaker made a complete report on the workshop and the material is being used. Rules have been prepared and are being reviewed by the Environmental Protection Agency at this time.

The Executive Secretary further advised that rules on gas pricing determination have been sent to the Federal Energy Regulatory Office for their review and approval.

At such time as these rules are approved by the federal agencies, it will be necessary to hold a hearing on the Commission's motion to adopt them and then obtain the approval of the Attorney General before they become effective.

The Commission went into executive session to consider two applicants for the position of Executive Secretary, which will become vacant with the resignation of Mr. William E. Allen. Mr. John Groom and Mr. A. K. Doss were interviewed for the position and Mr. Doss was chosen unanimously by the Commission as their choice to fill the position. Chairman Bilby advised that he would seek the Governor's approval of the selection forthwith.

Minutes of Meeting
March 21, 1981
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The meeting adjourned at 11:15 a.m.

APPROVED

Ralph W. Bilby, Chairman



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PHONE: (602) 255-5161

ACTIVITY REPORT

May 6, 1981

W. E. Allen
Executive Secretary

For eleven years I have been submitting periodic activity reports to members of the Commission. All during this time, I have thought, hoped, that one of my reports would announce the discovery of oil or gas or both off the Reservation. Since this will be my last activity report, the privilege of making such an announcement will be left with my successor.

I believe it was mentioned at the March meeting that Kerr-McGee Corporation would probably request a hearing in July. The purpose of this request will be for permission to inject produced gas into the formation in the producing Dinebi-Keyah field. This request should be approved without reservation. The gas produced from this field should have been injected almost from the date of discovery.

Phillips Petroleum Company has set 20" surface casing at 2116' on its Tombstone State A-1. It is drilling below 4000' at this time. The grapevine has reported several small shows below 2300' in the Cretaceous. These reports have not been confirmed and we would be very surprised if there were any shows of a commercial nature.

Pyramid Oil Company has reached a total depth of 3553' on its Rock Creek No. 2 in Mohave County. This hole bottomed in the Bright Angel formation. The BLM took this over as a water well.

Pyramid will plug the Federal No. 1 that it drilled in 1977 and that will end its activities in Arizona for now.

Activity Report
Executive Secretary
May 6, 1981
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A drilling permit has been issued for a 2100' test to Gemini Oil and Mineral Company. This test is located in the SW/SW/4 Sec. 27, T2N, R7W, Maricopa County. This location is about 3 miles southwest of Tonopah. At the last report, Gemini was drilling at 410'.

Ralph Whitmore has resumed drilling operations on his test located in the NE/NE/4 Sec. 12, T20S, R17E, Santa Cruz County. This well is about 6 miles east of Sonoita.

It was necessary to force Copaquen Associates, Inc., to plug their Pipe Valley No. 1. They failed to follow the approved well plan. After plugging this hole, they skidded the rig 30' and started a second hole. Surface casing has been set and cemented on this hole. I don't believe that they will change plans in the future without permission.

MONTHLY FINANCIAL REPORT

1 RECEIPTS MONTH OF <i>APRIL 1981</i>	2 CLASSIFICATION	3 APPROPRIATED RECEIPTS	4 UNAPPROPRIATED RECEIPTS	5 TOTAL ALL RECEIPTS YEAR TO DATE
<i>25 00</i>	1 Permits to Drill		<i>25 00</i>	<i>450 00</i>
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<i>25 00</i>	TOTAL CURRENT MONTH RECEIPTS		<i>25 00</i>	XXXXXXXX
	TRANSFERS IN			
XXXXXXXX	BALANCES BROUGHT FORWARD		<i>425 00</i>	XXXXXXXX
<i>25 00</i>	TOTALS - MONTH AND YEAR TO DATE		<i>450 00</i>	<i>450 00</i>

6 CLAIMS PAID MONTH OF <i>APRIL 1981</i>	7 FUND TITLES	8 TOTAL AMOUNT AVAILABLE YEAR TO DATE	9 CLAIMS PAID YEAR TO DATE	10 OUTSTANDING ENCUMBRANCES	11 UNENCUMBERED BALANCE
<i>4,643 60</i>	1 Personal Services	<i>113,160 00</i>	<i>80,864 90</i>		<i>32,235 10</i>
<i>906 25</i>	2 Emp. Related Exp.	<i>22,300 00</i>	<i>14,696 43</i>		<i>7,603 57</i>
	3 Professional Services	<i>1,650 00</i>	<i>34 65</i>		<i>1,615 35</i>
<i>525 56</i>	4 Travel - State	<i>8,400 00</i>	<i>5,482 00</i>	<i>1,870 00</i>	<i>1,048 00</i>
	5 Travel - Out of State	<i>2,600 00</i>	<i>1,737 53</i>		<i>862 47</i>
<i>577 24</i>	6 Other Operating Exp.	<i>19,007 01</i>	<i>14,414 40</i>	<i>1,206 35</i>	<i>3,386 26</i>
	7 Capital Outlay-Equipment	<i>500 00</i>	<i>157 50</i>		<i>342 50</i>
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<i>6,652 65</i>	TOTALS	<i>167,557 01</i>	<i>117,387 41</i>	<i>3,076 35</i>	<i>47,093 25</i>

AGENCY Oil & Gas Conservation Commission

DIVISION _____

IDENTIFICATION () DE NO. _____

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CLAIMS PAID YEAR TO DATE	OBJECT CODE NO.	DISTRIBUTION OF EXPENDITURES			CLAIMS PAID MONTH OF	
		CLASSIFICATION			APRIL 1981	
25,208.12	71130	1	Salary: Appointed Official	1	2,412.26	
900.00	71140	2	Per Diem: Commission Members	2		
54,756.78	71150	3	Salaries: Staff	3	2,231.34	
818.01	71510	4	Emp. Related: Workmens Comp	4	40.42	
235.30	71520	5	Unemployment Insurance	5	13.92	
4,758.94	71530	6	F.I.C.A.	6	308.81	
5,597.60	71542	7	Retirement	7	325.06	
1,517.40	71551	8	Health Insurance	8	109.04	
540.00	71552	9	D&L Insurance	9	36.00	
872.99	71570	10	Personnel Comm. Pro Rata Charges	10	51.08	
356.19		11	Dental Insurance	11	21.92	
34.65	72122	12	Professional Serv: Court Reporter	12		
	72169	13	Cartographic Symbols	13		
	72199	14	Cartographer	14		
832.04	72511	15	Travel-State: Mileage - Private Vehicles	15	56.80	
3,955.81	72512	16	Mileage - State Vehicles	16	358.76	
679.15	72520	17	Subsistence	17	110.00	
	72531	18	Air Fare	18		
10.00	72543	19	Parking	19		
5.00	72549	20	Misc.	20		
436.38	72560	21	Travel-Out of State: Subsistence	21		
1,090.00	72571	22	Air Fare	22		
38.00	72574	23	Taxis	23		
50.00	72581	24	Registration Fees	24		
123.15	72589	25	Other-Telephone, etc.	25		
8,900.00	72711	26	Occupancy: Office Rent	26		
	72821	27	Mtn & Repairs: Furniture	27		
	72823	28	Adders & Calculators	28		
70.00	72824	29	Typewriters	29		
300.00	72826	30	Copy Machine, Other	30		
	72827	31	Reader-Printer	31		
	73111	32	Office Supplies: Printed Stationery & Envelopes	32		
	73113	33	Carbon & Ribbons	33		
	73117	34	Reproduction Supplies	34		
493.16	73119	35	Misc. & Blue Prints	35	54.81	
	73514	36	Printing: Large Maps, etc.	36		
246.81	73519	37	Misc.	37		
	73524	38	Legal Advertising	38		
49.39	73531	39	Subscriptions: Newspaper	39	49.39	
16.00	73533	40	Technical Journals	40	16.00	
260.00	73541	41	Postage Stamps	41	15.00	
161.95	73551	42	Telephone Serv: Central System	42	39.10	
817.23	73552	43	Equipment Rental	43	239.35	
216.97	73553	44	Long Distance	44	72.17	
242.43	73554	45	ATS Service Charge	45	61.92	
100.61	73559	46	Tax & Directory Assistance	46	29.49	
1,500.00	73720	47	Organization Dues	47		
147.50	73730	48	Technical or Reference Books	48		
600.00	73741	49	Insurance	49		
	73770	50	Registration Fees	50		
250.00	79220	51	Revolving Fund	51		
22.35	73555	52	Telephone Serv: Installation Serv. Ch.	52		
20.00	73760	53	Education & Training	53		
157.50	74358	54	Capital Outlay: Microfiche Equip.	54		
		55		55		
117,387.41			TOTAL		6,652.65	

OFFICE

(DO NOT WRITE BELOW THIS LINE)

FIELD