

OIL & GAS CONSERVATION COMMISSION
Meeting: September 25, 1981
Mr. A. K. Doss, Executive Secy.

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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
September 25, 1981
1645 West Jefferson, Room 420
Phoenix, Arizona

10:00 a.m. Hearing, Case No. 55

Immediately
Following
Hearing

Call to order

1. Approval of Minutes of Meeting of May 15, 1981
2. Report of Executive Secretary
3. Old Business
4. New Business
 - a. Approval of proposed budget for fiscal year 1982-1983
 - b. Change of title of Executive Secretary to Executive Director
 - c. Reclassing positions

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



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Oil and Gas Conservation Commission
STATE OF ARIZONA

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PHONE: (602) 255-5161

June 12, 1981

Memo: Commissioners

From: A. K. Doss, Executive Secretary *AKD*

I spoke with Mr. Bilby this date and discussed the regularly scheduled meeting set for July 17, 1981 and it was decided to cancel the July meeting for the following reasons:

1. I have been subpoenaed to appear in a court case set in Tucson from July 15-20, 1981.
2. There is no critical business for the agenda.

The next regularly scheduled meeting will be September 18, 1981.

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

Minutes of Meeting
May 15, 1981

Present:

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

Absent:

Mr. Johnny Gregovich, Member

The regular Commission meeting of May 15, 1981 was called to order by Chairman Ralph Bilby at 10:00 a.m.

Chairman Bilby welcomed Mr. A. K. Doss, who will replace Mr. William E. Allen as Executive Secretary on July 1, 1981.

Minutes of the meeting of March 20, 1981 were approved as written.

Report of the Executive Secretary was accepted.

Chairman Bilby advised that he was informed, by letter, that the Auditor General has planned an audit of the Commission's financial statements for the year ending June 30, 1981. This will occur at a propitious time, as it will coincide with the transfer of authority from William E. Allen to A. K. Doss as Executive Secretary.

After discussion, it was agreed to meet on the regular meeting date of July 17, 1981 in the event a hearing is requested by Kerr-McGee Corporation, as anticipated, or if there is any other important business.

Chairman Bilby extended his appreciation and that of the other Commissioners to Mr. Allen for his service as Executive Secretary and wished him well on his retirement.

The meeting adjourned at 11:25 a.m.

APPROVED September 25, 1981



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Oil and Gas Conservation Commission

STATE OF ARIZONA

1645 WEST JEFFERSON, SUITE 420

PHOENIX, ARIZONA 85007

PHONE: (602) 255-5161

ACTIVITY REPORT

September 16, 1981

A. K. Doss
Executive Secretary

As you are aware, the Commission meeting on September 25, 1981 will be preceded by a hearing on Case No. 55, called on the Commission's motion, to amend our rules and regulations. This will be our first hearing where a tape recorder will be used instead of a court reporter.

A copy of the proposed Commission budget for the 1982-1983 fiscal year is enclosed. As you are aware, the budget has been sent to the State Budget Office to meet its September 1, 1981 deadline, with a notation that the budget will not be official until its approval at the September 25th meeting. Please bring your copy with you to the meeting.

This office was notified on September 14, 1981 that Phillips Petroleum Company is going to plug and abandon its Tombstone wildcat. The reason given was that they had too much unrecoverable junk (two bits) in the hole that they were unable to get around. It was decided that whipstocking would be too risky. Talked to Charles Williams with Anschutz and he said it caught them by surprise, also, but Anschutz and Texoma felt if it was too risky for Phillips to whipstock, it would be for them, also. Williams did say, however, that if something changed he would keep us informed.

The Phillips ten intermediate depth wells are still on the program and scheduled to start right after the first of the year. Frank Lyte, Phillips engineer in Casper, said the next deep test near Mountain View is still on as far as he knows. The casing program for the hole has already been purchased.

Phillips has a new geothermal exploration program planned for southern Arizona, to begin before the end of September. Thirty shallow thermal gradient holes will be drilled in the Hyder-Agua Caliente area and seven in the Ajo area, for beginners. With encouraging results, deep tests are planned.

Activity Report
Executive Secretary
September 16, 1981
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Kerr-McGee has completed three new development wells in the Dineh-bi-Keyah field. The No. 138-3 was potentialized for 256 BOPD on pump. Also completed were the No. 27 and No. 88-6. The last two wells to be drilled and completed are the No. 25 and No. 26.

Kenai Oil and Gas has completed its wildcat - the Navajo No. 34-7. All the bugs haven't been worked out of this well yet, but will be soon. I called for a further breakdown on the gas analysis - perforated from 5562-67 feet, 66 BOPD on pump.

Kolob Petroleum No. 35-1 Federal - the rig still has not been repaired on this location. They were at 1432 feet when the rig broke down.

Gemini Oil has temporarily abandoned their wildcat southwest of Tonopah at 2110 feet.

Ralph Whitmore has plugged his wildcat six miles east of Sonoita at a T.D. of 2850 feet.

Gilbert Mathews is moving a rig on his wildcat location southwest of Kingman. The location is in Section 26, Township 18 North, Range 18 West and is scheduled for 5000 feet.

Salt River Valley Associates have staked a well southwest of Wittman in Maricopa County. They plan a 5000 foot test.

The Yuma lease play is still continuing. The three main companies are Inexco, May Petroleum and Utah-Texas.

A renewed lease play is taking place in the Winslow-Holbrook area. Companies involved are May Petroleum, High Plains Petroleum, etc.

CAL-GAS wants to move its loading facility to the storage cavity area. I met Allen Porter, CAL-GAS Sacramento, at location on September 1, 1981 and he explained the proposal. It has all the earmarks of a much safer operation than presently exists, so they plan to proceed.

Jay Shields filed an E news near Fredonia - will drill a 4000' test before end of year.
Buckeye Gas Products is going to drill 3 new storage wells
Bureau of Geology to file an thermal gradient holes in the Safford area.

AGENCY Oil & Gas Conservation Commission

DIVISION _____

IDENTIFICATION CODE NO. _____

CLAIMS PAID YEAR TO DATE	OBJECT CODE NO.	DISTRIBUTION OF EXPENDITURES			CLAIMS PAID MONTH OF Aug 1981
		CLASSIFICATION			
4,949.92	71130	1 Salary: Appointed Official	1	2,605.22	
	71140	2 Per Diem: Commission Members	2		
4,578.77	71150	3 Salaries: Staff	3	2,409.88	
57.31	71510	4 Emp. Related: Workmens Comp	4	30.16	
22.91	71520	5 Unemployment Insurance	5	12.06	
633.66	71530	6 F.I.C.A.	6	333.57	
504.53	71542	7 Retirement	7	351.06	
201.82	71551	8 Health Insurance	8	135.49	
120.00	71552	9 D&L Insurance	9	60.00	
114.35	71570	10 Personnel Comm. Pro Rata Charges	10	60.18	
31.05		11 Dental Insurance	11	20.70	
	72122	12 Professional Serv: Court Reporter	12		
	72169	13 Cartographic Symbols	13		
	72199	14 Cartographer	14		
	72511	15 Travel-State: Mileage - Private Vehicles	15		
393.00	72512	16 Mileage - State Vehicles	16	393.00	
50.00	72520	17 Subsistence	17	50.00	
	72531	18 Air Fare	18		
	72543	19 Parking	19		
	72549	20 Misc.	20		
	72560	21 Travel-Out of State: Subsistence	21		
	72571	22 Air Fare	22		
	72574	23 Taxis	23		
	72581	24 Registration Fees	24		
	72589	25 Other-Telephone, etc.	25		
	72711	26 Occupancy: Office Rent	26		
	72821	27 Mtn & Repairs: Furniture	27		
	72825	28 Adders & Calculators	28		
70.00	72824	29 Typewriters	29		
330.00	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		
157.81	73119	35 Misc. & Blue Prints	35	157.81	
	73514	36 Printing: Large Maps, etc.	36		
	73519	37 Misc.	37		
	73524	38 Legal Advertising	38		
	73531	39 Subscriptions: Newspaper	39		
	73533	40 Technical Journals	40		
	73541	41 Postage Stamps	41		
21.00	73551	42 Telephone Serv: Central System	42	21.00	
121.06	73552	43 Equipment Rental	43	121.06	
47.23	73553	44 Long Distance	44	47.23	
32.45	73554	45 ATS Service Charge	45	32.45	
16.12	73559	46 Tax & Directory Assistance	46	16.12	
2,000.00	73720	47 Organization Dues	47		
	73730	48 Technical or Reference Books	48		
375.63	73741	49 Insurance	49		
	73770	50 Registration Fees	50		
250.00	79220	51 Revolving Fund	51		
78.49	73259	52 Misc.	52	78.49	
		53	53		
		54	54		
		55	55		
15,157.11		TOTAL		6,935.42	

OFFICE

(DO NOT WRITE BELOW THIS LINE)

FIELD

MONTHLY FINANCIAL REPORT

1 RECEIPTS MONTH OF AUG 1981	2 RECEIPTS CLASSIFICATION	3 APPROPRIATED RECEIPTS	4 UNAPPROPRIATED RECEIPTS	5 TOTAL ALL RECEIPTS YEAR TO DATE
750 00	1 Permits to Drill		750 00	750 00
	2			
	3			
	4			
	5			
	6			
	7			
	8			
	9			
	10			
	11			
	12			
	13			
	14			
	15			
	16			
	17			
750 00	TOTAL CURRENT MONTH RECEIPTS		750 00	XXXXXXXX
	TRANSFERS IN			
XXXXXX	BALANCES BROUGHT FORWARD		- 0 -	XXXXXXXX
750 00	TOTALS - MONTH AND YEAR TO DATE		750 00	750 00

6 CLAIMS PAID MONTH OF AUG 1981	7 EXPENDITURES FUND TITLES	8 TOTAL AMOUNT AVAILABLE YEAR TO DATE	9 CLAIMS PAID YEAR TO DATE	10 OUTSTANDING ENCUMBRANCES	11 UNENCUMBERED BALANCE
5,015 10	1 Personal Services	24,600 00	9,528 69		15,071 31
1,003 16	2 Emp. Related Exp.	5,000 00	1,685 63		3,314 37
	3 Professional Services	500 00			500 00
443 00	4 Travel - State	3,000 00	443 00	1,657 00	900 00
	5 Travel - Out of State	1,100 00		480 00	700 00
474 16	6 Other Operating Exp.	6,045 10	3,499 79	562 14	1,983 17
	7 Capital Outlay-Equipment				
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6,935 42	TOTALS	40,245 10	15,157 11	2,619 14	22,468 85