

OIL AND GAS CONSERVATION COMMISSION
1624 West Adams - Suite 202
Phoenix, Arizona 85007

Minutes of Meeting
February 26, 1969

Present:

Mr. Lucien B. Owens, Chairman
Mr. George T. Siler, Vice Chairman
Mr. Ralph W. Bilby, Member
Mr. John Bannister, Executive Secretary
Mr. James R. Scurlock, Geologist
Mr. James A. Lambert, Administrative Assistant

Absent:

Mr. Kenneth G. Bentson, Member

Meeting was called to order at 9:30 a.m. by Chairman Owens.

It was moved, seconded and passed that the minutes of the meeting of January 22, 1969 be approved.

Reports of the Executive Secretary and Geologist were discussed and accepted.

Report was made on the Indian sales of February 20 and 27, 1969. It was indicated that bonuses being offered were much smaller than normal.

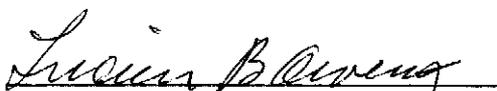
The Executive Secretary reported that the Commission's House Bills 61 and 66 probably would not be passed during the current Legislative session.

The Executive Secretary reported that the budget cut as recommended on the Governor's budget for this Commission would place the Commission in approximately the same financial situation as for the 1968-69 fiscal year. He reported that the Commission has not been ordered before either Appropriation Committee as yet and expressed doubt that the Commission would be so called.

The Executive Secretary reported on current lease play in Cochise County and that it was tied into the large lease play continuing to build up in Hidalgo County, New Mexico. Some 150,000 acres of land in Arizona have been taken as a result of this play. It is conjecture that Mobil and Humble are prime factors in this play.

Meeting adjourned at 10:00 a.m. to be followed by hearing of Case 34 and consideration of request of Consolidated Oil and Gas, Inc., for emergency order.

APPROVED March 19, 1969


Lucien B. Owens, Chairman