

OIL AND GAS CONSERVATION COMMISSION

416 West Congress #100
Tucson, Arizona 85701

Minutes of Meeting
October 14, 2005

Present:

Dr. J. Dale Nations, Chairman
Mr. Robert L. Jones, Vice-Chairman
Mr. Joseph J. Lane, Member
Mr. Robert L. Wagner, Member
Mr. Steven L. Rauzi, Oil and Gas Administrator

Dr. J. Dale Nations, Chairman, called the regular Commission Meeting of October 14 to order at 10:01 a.m. in Room 321, State Land Department Building in Phoenix, Arizona.

APPROVAL OF THE MINUTES OF THE MEETING OF JULY 29, 2005

Mr. Jones moved, seconded by Mr. Lane:

THAT THE MINUTES OF THE MEETING OF JULY 29, 2005 BE ACCEPTED
AS PRESENTED

Motion carried unanimously.

REPORT OF THE OIL AND GAS ADMINISTRATOR

The activity report of Mr. Rauzi was sent to the Commissioners and has been made a part of these minutes. Mr. Rauzi discussed geothermal permits issued in the Clifton area and wells drilled and plugged south of Sanders, north of Flagstaff, and in the Picacho basin since the last meeting on July 29, 2005. He explained the Commission's jurisdiction over geothermal holes.

STATUS OF 2006 SUNSET REVIEW OF THE OIL AND GAS CONSERVATION COMMISSION

After some introductory comments from Chairman Nations, Mr. Rauzi noted that Ms. Woodall, the Commission's counsel, was favorably impressed with the sunset review report. Mr. Rauzi indicated that the interim committee had not yet scheduled a hearing and described how the Commissioners could track the interim committee's scheduled hearings on the web.

STATUS OF HOLBROOK ENERGY WELLS 35-1 HORTENSTINE (PERMIT 919) AND 17-1 NZ (PERMIT 924)

Mr. Rauzi reported that Holbrook Energy submitted a written request to extend temporary abandonment for its 35-1 Hortenstine and 17-1 NZ through May 2006. He noted the current tight market for equipment and services and reported that sundry notices on file indicated that the wells posed no environmental problems. Mr. Rauzi recommended approval of the request.

Mr. Jones moved, seconded by Mr. Wagner:

TO APPROVE TEMPORARY ABANDONMENT FOR THE TWO WELLS
FOR ONE YEAR THROUGH OCTOBER 2006

Motion carried unanimously.

STATUS OF RIDGEWAY ARIZONA OIL CORPORATION WELLS 22-1X STATE (888), 11-21 STATE (895), 10-22 STATE (896), 9-21 STATE (897), 12-15-30 STATE (900), AND 11-18 STATE (916), APACHE COUNTY AND POSSIBLE REPORT BY A REPRESENTATIVE OF RIDGEWAY

Mr. White indicated that there was nothing to report at this time.

CALL TO THE PUBLIC

None

ANNOUNCEMENTS

The Commission scheduled its next meeting at 10:00 a.m. on January 13, 2006, in Room 321 at the State Land Department Building in Phoenix.

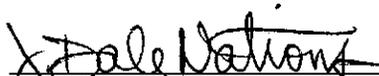
ADJOURNMENT

Mr. Jones moved, seconded by Mr. Wagner:

THAT THE MEETING BE ADJOURNED

Motion carried unanimously. Time of adjournment was 10:35 a.m.

APPROVED


Dr. J. Dale Nations
Chairman

GUESTS IN ATTENDANCE

Tom White

Ridgeway Arizona Oil Corporation