

OIL AND GAS CONSERVATION COMMISSION

416 West Congress #100
Tucson, Arizona 85701

Minutes of Meeting
April 16, 2010

Present:

Dr. J. Dale Nations, Chairman
Mr. Robert L. Wagner, Vice-chairman
Mr. Stephen R. Cooper, Member
Mr. Frank Thorwald, Member
Mr. Steven L. Rauzi, Oil and Gas Program Administrator

Dr. Nations, Chairman, called the regular Commission Meeting of April 16 to order at 10:00 a.m. in Room 321, State Land Department Building in Phoenix, Arizona.

APPROVAL OF THE MINUTES OF THE MEETING OF JANUARY 15, 2010

Mr. Wagner moved, seconded by Mr. Thorwald:

THAT THE MINUTES OF THE MEETING OF JANUARY 15, 2010, BE
ACCEPTED AS PRESENTED

Motion carried unanimously.

CONFLICTS OF INTEREST

None

REPORT OF STATE GEOLOGIST AND DIRECTOR OF ARIZONA GEOLOGICAL SURVEY

None

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 reported that Ridgeway extended three permits to drill, Arizona Public Service was waiting for EPA approval to plug its Cholla well, Plains LPG had verified the volume and tested the integrity test of its #1 cavern at its storage well facility near Luke, and that the Commission was a cooperating agency in the FERC (Federal Energy Regulatory Commission) approval process for the natural gas storage project in the Picacho basin. He noted that he had responded to a request from the IOGCC (Interstate Oil and Gas Compact Commission) to all member states about the preparation and publication of hearing notices, which are becoming a financial burden in some of the more active oil and gas states.

STATUS OF RIDGEWAY ARIZONA OIL CORPORATION DRILLING PROGRAM BETWEEN ST JOHNS AND SPRINGERVILLE INCLUDING POSSIBLE REPORT FROM RIDGEWAY

Mr. White reported that Ridgeway extended three permits and would be filing three more permits for a total of six wells that Ridgeway planned to drill this year. He indicated that

Ridgeway had to drill at least five obligation wells by February 2011 in accordance with the unit agreement approved by the State Land Department.

CALL TO THE PUBLIC

Mr. Dixon indicated that he had scheduled Maria Baier, the State Land Commissioner and ex-officio member of the Commission, to attend the July meeting of the Commission.

ANNOUNCEMENTS

Mr. Rauzi announced that Commissioner Michele Negley resigned because she had accepted employment in Texas. He passed out a correspondence from Michele announcing her resignation and stating that she had enjoyed working with the Commission.

The Commission scheduled its next meeting at 10:00 a.m. on July 30, 2010, in room 321 at the State Land Department Building in Phoenix.


ADJOURNMENT

Mr. Wagner moved, seconded by Mr. Thorwald:

THAT THE MEETING BE ADJOURNED

Motion carried unanimously. Time of adjournment was 10:25 a.m.

APPROVED


J. Dale Nations
Chairman

GUESTS IN ATTENDANCE

Joe Dixon
Thomas White

State Land Department
Ridgeway Arizona Oil Corporation