

P-W

Lydia Johnson Trustee #2 97  
SW/4-NE/4 Sec 33-1wp 14N-R 20E  
Navajo County

County Navajo

Area Snowflake Anticline

Lease No. Aztec Lands Co.

Well Name Lydia Johnson <sup>Trustee</sup> Aztec Land & Cattle Co.

Location SW NE Sec 33 Twp 14N Range 20E Footage 1650 FEL: 2450 ENL <sup>2540 (attached)</sup>

Elev 6023 Gr 6012 KB Date 1959 Spud Complete Total  
from USGS 7 1/2' gas sample knives per cent Abandon 12-16-63 Depth 1540

Contractor: \_\_\_\_\_ Approx. Cost \$ \_\_\_\_\_

Drilled by Rotary \_\_\_\_\_  
Cable Tool

Casing Size Depth Cement

10 10 \_\_\_\_\_

4 1/2 1500 \_\_\_\_\_

Production Horizon \_\_\_\_\_

Initial Production P & A

*See report by L.H. Bell Associates*

REMARKS: Ft. Apache 1510 (show oil reported in Ft. Apache)

Perf 24/1517-23; acid w/2000 R. A. rec sli gas &

distill. (gas TSTM; would not burn)

Gas analysis in file

Elec. Logs \_\_\_\_\_ Sample Log \_\_\_\_\_  
Applic \_\_\_\_\_ Plugging \_\_\_\_\_ Completion \_\_\_\_\_ Sample Descript \_\_\_\_\_  
to Plub X Record X Report \_\_\_\_\_ Sample Set \_\_\_\_\_  
Cores \_\_\_\_\_

Water well - accepted by \_\_\_\_\_

Bond Co. & No. Stuckey Insurance Agency Date 59192

Bond Am't \$ 2,500 Cancelled 12-31-63 organization Report X

Filing Receipt 9205 dated 8-14-59 Well Book X Plat Book X

Loc. Plat X Dedication W/2 NE/4

PERMIT NO. 97

Date Issued 8-14-59



APPLICATION TO ABANDON AND PLUG

FIELD \_\_\_\_\_  
OPERATOR Lydia Johnson ADDRESS 1502 E. Brill Phoenix Ariz.  
LEASE Aztec Land & Cattle WELL NO. 2 COUNTY Navajo  
SURVEY T 14N-R. 20E SECTION 33 DRILLING PERMIT NO. \_\_\_\_\_  
LOCATION 11 miles of Snowflake

TYPE OF WELL Dry hole TOTAL DEPTH 1540  
(Oil, Gas or Dry Hole)

ALLOWABLE (If Assigned) \_\_\_\_\_

LAST PRODUCTION TEST OIL \_\_\_\_\_ (Bbls.) WATER None (Bbls.)  
GAS \_\_\_\_\_ (MCF) DATE OF TEST \_\_\_\_\_

PRODUCING HORIZON \_\_\_\_\_ PRODUCING FROM \_\_\_\_\_ TO \_\_\_\_\_

1. COMPLETE CASING RECORD. 1500 ft. of 4 1/2 inch in hole.

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

2. FULL DETAILS OF PROPOSED PLAN OF WORK Same as on #1

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

If well is to be abandoned, does proposed work conform with requirements of Rule 202? \_\_\_\_\_ If not, outline proposed procedure above.

DATE COMMENCING OPERATIONS \_\_\_\_\_

NAME OF PERSON DOING WORK L.G. Adams ADDRESS Box L Holbrook Arizona

CORRESPONDENCE SHOULD BE SENT TO Lydia Johnson % J.E. Carlston Holbrook Arizona

NAME Lydia Johnson  
TITLE \_\_\_\_\_

Date Approved \_\_\_\_\_

STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION

STATE OF ARIZONA  
OIL & GAS CONSERVATION COMMISSION  
Application to Abandon and Plug  
Form No. 15A File 2 Copies  
Authorized by Order No. \_\_\_\_\_  
Effective \_\_\_\_\_

From the des<sup>ign</sup> S...

W. F. MAULE

1. no second open date
2. no O.G.S. or P-7
3. no logs
4. -

Rule 10 Sect CS9 on Appl to Drill

Rule 11 min 500' cut on Bottom

see FM 63

- 
- 107 Fresh water
  - 108 soft CS9.
  - 109 CS9 Requirements
  - 110 Detective cut or CS9
  - 112 Pull CS9
  - 119 b Well completion, shooting or chem treatment.  
P-7

1. Log well locate cement
2. perh. + Re cement well.

L. H. BELL & ASSOCIATES  
*Consulting Engineers*  
2505 EAST THOMAS ROAD  
PHOENIX, ARIZONA

PHOENIX, ARIZONA  
CRESTWOOD 9-1691

ALBUQUERQUE, NEW MEXICO  
ENTERPRISE 239

October 25, 1960

Arizona Oil and Gas Conservation Commission  
3500 North Central Avenue  
Phoenix, Arizona

Gentlemen:

This letter transmits the report, in final form, concerning the drilling and completion of Lydia Johnson, Trustee; Aztec Land & Cattle Co., Well #2, Navajo County, Arizona. This report is to complete and replace the preliminary report given you on September 27, 1960.

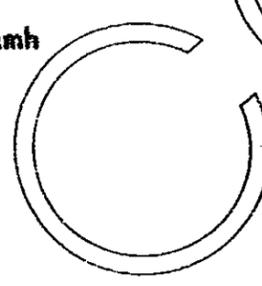
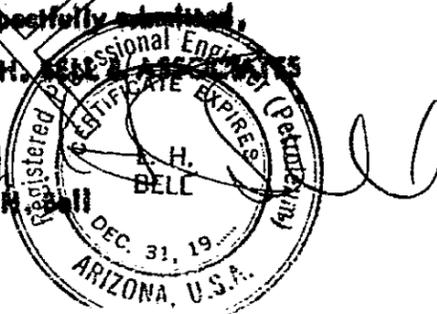
We trust that this report gives you the information you desire. If you have any questions or require additional information, we will be happy to confer with you.

Respectfully submitted,

L. H. BELL

L. H. Bell

JVP:mh



Drilling and Completion Report  
of  
Lydia Johnson, Trustee; Aztec Land & Cattle Co.  
Well #2, Navajo County, Arizona

Prepared for  
Arizona Oil and Gas Conservation Commission



October 25, 1960

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ILLUSTRATIONS

Graphic Well History	Figure 1
Map of Area	Figure 2
Gas Analysis	Figure 3

CONCLUSIONS

1. That there is approximately 3 joints of 7" pipe placed in the hole surrounding the production pipe, and cemented at the surface with approximately 3 sacks of cement. This 7" pipe is not considered as surface pipe as defined by purpose and usage in the industry.
2. That the gas in the production casing is not escaping into the annular space between the 4 1/2" and 7" casing.
3. That the 4 1/2" O.D. casing and cement that was placed in the well effectively confines the gas zone that is opening into the 4 1/2" casing.
4. That the top of the cement behind the 4 1/2" casing does not come up to a sufficient height to prevent possible migration of salt water into the Coconino sand.
5. That the small amount of water encountered in the drilling of this well and the magnitude of pressure existing inside the 4 1/2" casing, indicate that a dangerous or damaging condition does not exist at this time.

Oct. 25, 1960



RECOMMENDATIONS

1. If the operators of this well plan to produce the well, a block squeeze cement job should be performed near the base of the Coconino sand before final completion for production. This recommendation is based on the fact, that though the chances are remote that there will be any migration of fluids, either gas or water into the Coconino sand, that this recommended procedure will eliminate all possibilities of this type of migration.
2. If the operators of this well plan to abandon the well, a cement plug should be placed from the top of the cut-off point of the 4 1/2" O.D. casing to a point 50 to 100 feet above the base of the Coconino sand.

Oct. 25, 1960



PURPOSE OF REPORT

On or about the 27th day of August, 1960, the firm of L. H. Bell & Associates was contacted by Mr. D. A. Jerome, Executive Secretary of the Arizona Oil and Gas Conservation Commission to investigate and prepare a report related to a resolution and other material contained in the minutes of the Commission meeting held August 24, 1960 pertaining to Lydia Johnson, Trustee, Aztec Land & Cattle Co., Well #2. The report was to be concerned with the technical aspects of the drilling and completion of this well and more particularly related to the amount of surface casing placed in the well; and the testing of the hydrocarbon gas, or other gaseous material that might be escaping from the annular space, and to compare this gas with gas available from the producing casing.

This report should not be construed in any way to evaluate anything other than the physical and mechanical aspects of the problem as described, and should not be construed to apply to any legal or administrative questions that might arise from the physical and mechanical aspects as presented.

GENERAL

Lydia Johnson, Trustee, Aztec Land & Cattle Co. Well #2, is located approximately eight miles West and four miles North of Snowflake, Arizona; and more specifically located Section 33, Township 14 North,

Range 20 East, Navajo County, Arizona. A map, giving the general location of this well, is included as Figure 2.

The location is near the top of a known anticlinal structure and on the Coconino sandstone outcrop. The Coconino sandstone is known to be productive of fresh water south of this location. The well was drilled to a total depth of 1542 feet.

#### SOURCE MATERIAL

An examination of all the available records were made and various conversations were held with numerous people familiar with the project. Mrs. Lydia Johnson gave her consent for the firm to contact all the service organizations and personnel that might have any knowledge of this well.

In addition to this, Truesdall Laboratories, Inc. of Los Angeles, have analyzed samples of gas from the well. These samples were obtained from the 4 1/2" O. D. casing. As there was no gas escaping from the annular space, no comparison is possible. The results of the analysis is included as Figure 3 for information.

Three separate trips were made to the well site and observations made of existing conditions.

As a result of the above methods of examination, it is believed that the following material fairly reports the facts of the physical conditions involved in the drilling and equipping of this well.

#### WELL HISTORY

In the drilling of this well, caverns and fissures were encountered from the surface to a depth of approximately 315 feet. The base of the Coconino sand occurred at a depth of approximately 555 feet; and the top of the salt section occurred 715 feet. It was necessary to drill a 10" diameter hole and 7" casing was placed to a depth of 200' to prevent the losing of the drilling fluid into the Coconino sand.

A 6 1/4" diameter hole was drilled to total depth and new 4 1/2" O.D., 9.5 lbs. J-55 casing was run to total depth and cemented with 100 sacks of Portland cement. The one hundred sacks used to cement the 4 1/2" casing would reach from the bottom of the hole to a point approximately 700 feet from the surface of the ground.

Prior to the running and cementing of the 4 1/2" casing, the 7" casing was pulled from the well. At some later date, approximately 3 joints of 7" casing was placed in the well outside the 4 1/2" casing and three or four sacks of cement were placed around it at the top.

In the drilling of this well, no water bearing formation was encountered until a depth of 595 feet. A very small amount of water was logged as 2 barrels, which would be something less than 100 gallons.

The mechanical completion and formations drilled are graphically represented in Figure 1.

DUPLICATE  
REPORT

TRUESDAIL LABORATORIES, INC.



CHEMISTS - BACTERIOLOGISTS - ENGINEERS

4101-4107 N. FIGUEROA STREET  
LOS ANGELES 65  
CAPITOL 5-4148

CLIENT **L. H. Bell & Associates**  
**1505 East Thomas Road**  
**Phoenix, Arizona**

DATE **October 3, 1960**

RECEIVED **September 28, 1960**

SAMPLE **Two bottles of gas as submitted**  
**by the Client.**

LABORATORY NO. **49468**

INVESTIGATION

**Gas chromatographic analysis of each.**

RESULTS

**Analysis by gas chromatography on a silica gel column at 51°C.**  
**shows the following organic constituents:**

	<u>Sample 1</u>	<u>Sample 2</u>
Methane . . . . .	4.6%	3.6%
Ethane . . . . .	1.1%	1.0%
Propane . . . . .	1.9%	1.6%
Carbon Dioxide . . . .	1.1%	1.0%

Respectfully submitted,

TRUESDAIL LABORATORIES, INC.

*G. E. P. Jeffreys*

G. E. P. Jeffreys, Ph. D.  
Technical Director

DUPLICATE  
REPORT

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Respectfully submitted,

TRUESDAIL LABORATORIES, INC.

*C. E. P. Jaffreys*

C. E. P. Jaffreys, Ph. D.  
Technical Director

**APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK**

APPLICATION TO DRILL  DEEPEN  PLUG BACK

NAME OF COMPANY OR OPERATOR

DATE **August 14, 1959**

**Lydia Johnson, Trustee**

Address **1502 E. C Brill** City **Phoenix** State **Arizona**

DESCRIPTION OF WELL AND LEASE

Name of lease **Aztec Land & Cattle Co.** Well number **2** Elevation (ground) **6,016'**

Well location **1650 WEL; 2540 SNL;** (give footage from section lines) Section—township—range or block & survey **33 14N 20 E**

Field & reservoir (If wildcat, so state) **Wildcat** County **Navajo**

Distance, in miles, and direction from nearest town or post office  
**11 miles NW Snowflake**

Nearest distance from proposed location to property or lease line: **100** feet Distance from proposed location to nearest drilling, completed or applied—for well on the same lease: **---** feet

Proposed depth: **1800'** Rotary or cable tools **Cable** Approx. date work will start **August 17, 1959**

Number of acres in lease: **480** Number of wells on lease, including this well, completed in or drilling to this reservoir: **---**

If lease, purchased with one or more wells drilled, from whom purchased: **---** Name **---** Address **---**

Status of bond **Haldiman Insurance Co. forthcoming.**

Remarks: (If this is an application to deepen or plug back, briefly describe work to be done, giving present producing zone and expected new producing zone)

\* Fill in Proposed Casing Program on other side

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the **Trustee** of the **Lydia Johnson J. Oil Associates** and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Date **August 14, 1959**

Signature *Lydia Johnson Trustee*

Permit Number: **97**  
Approval Date: \_\_\_\_\_  
Approved By: \_\_\_\_\_

Notice: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.  
See Instruction on Reverse Side of Form

**STATE OF ARIZONA STATE LAND COMMISSIONER**  
Application to Drill, Deepen or Plug Back  
Form No. P-1 File two copies  
Authorized by Order No. **4-6-59**  
Effective **April 6,** 19 **59**

*OK 8/17/59*

INSTRUCTIONS

READ CAREFULLY AND COMPLY FULLY

For the purpose of this determination attach hereto a neat, accurate plat, map or sketch of this lease, section, block or lot locating thereon the proposed site for this location. Plat shall be drawn to a scale which will permit the facile observation of all pertinent data. Show distances of the proposed well from the two nearest lease and section lines, and from the nearest wells on the same lease completed in or drilling to the same reservoir. If the location requested is not in conformance with the applicable well-spacing rules, show all off-setting wells to the proposed well, and the names and addresses of all adjoining lease or property owners.

In event plat is filed for the purpose of designating the drilling and producing unit, or proration unit, on which the proposed well is to be drilled, the boundaries of such unit shall be shown, also the boundaries of all other such units attributed to other wells on the same lease completed in or drilling to the same reservoir. The acreage contained within each unit shall also be shown.

Do not confuse survey lines with lease lines. The sketch or plat should show your entire lease if possible. If it is not practical to show the entire lease and the plat shows only a section, block or lot out of your lease, you should clearly show that same is only a part of the lease.

Designate scale to which plat or sketch is drawn. Also designate northerly direction on the sketch or plat.

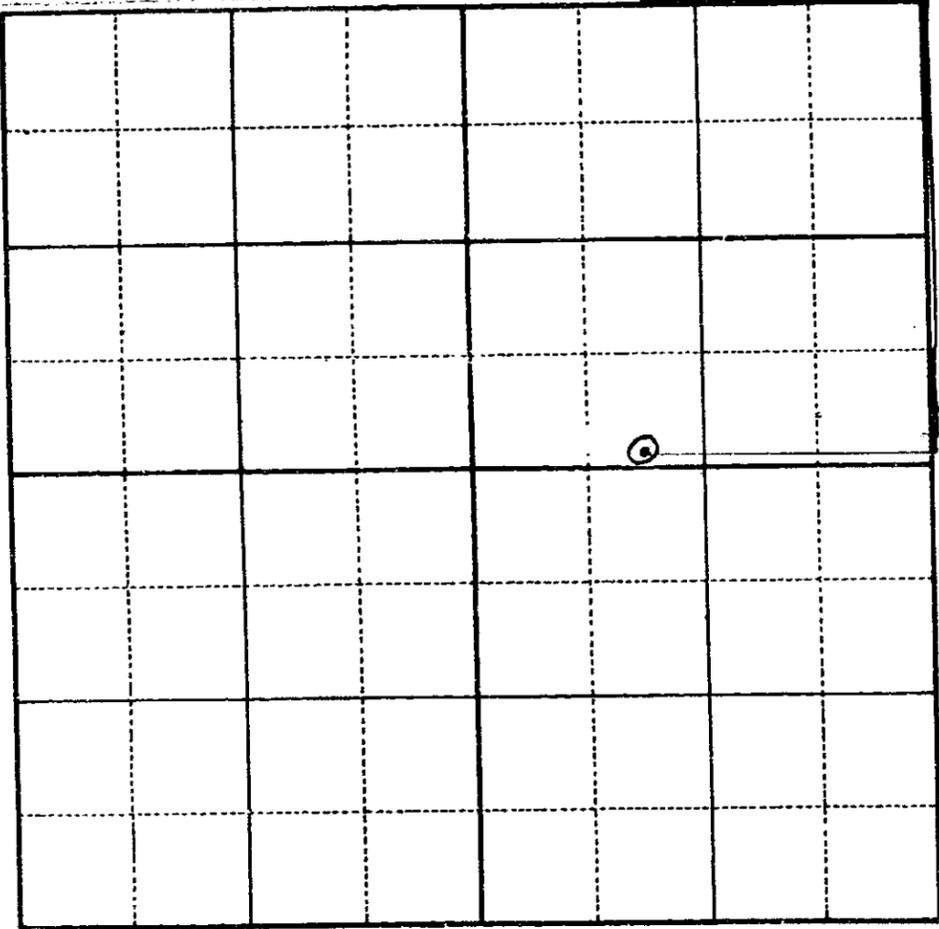
PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement
8 5/8	24	J55 RT	surf.	1,000	Cir. Surface	

Form No. P-1



SEC.      T.      R.      1650 WEL

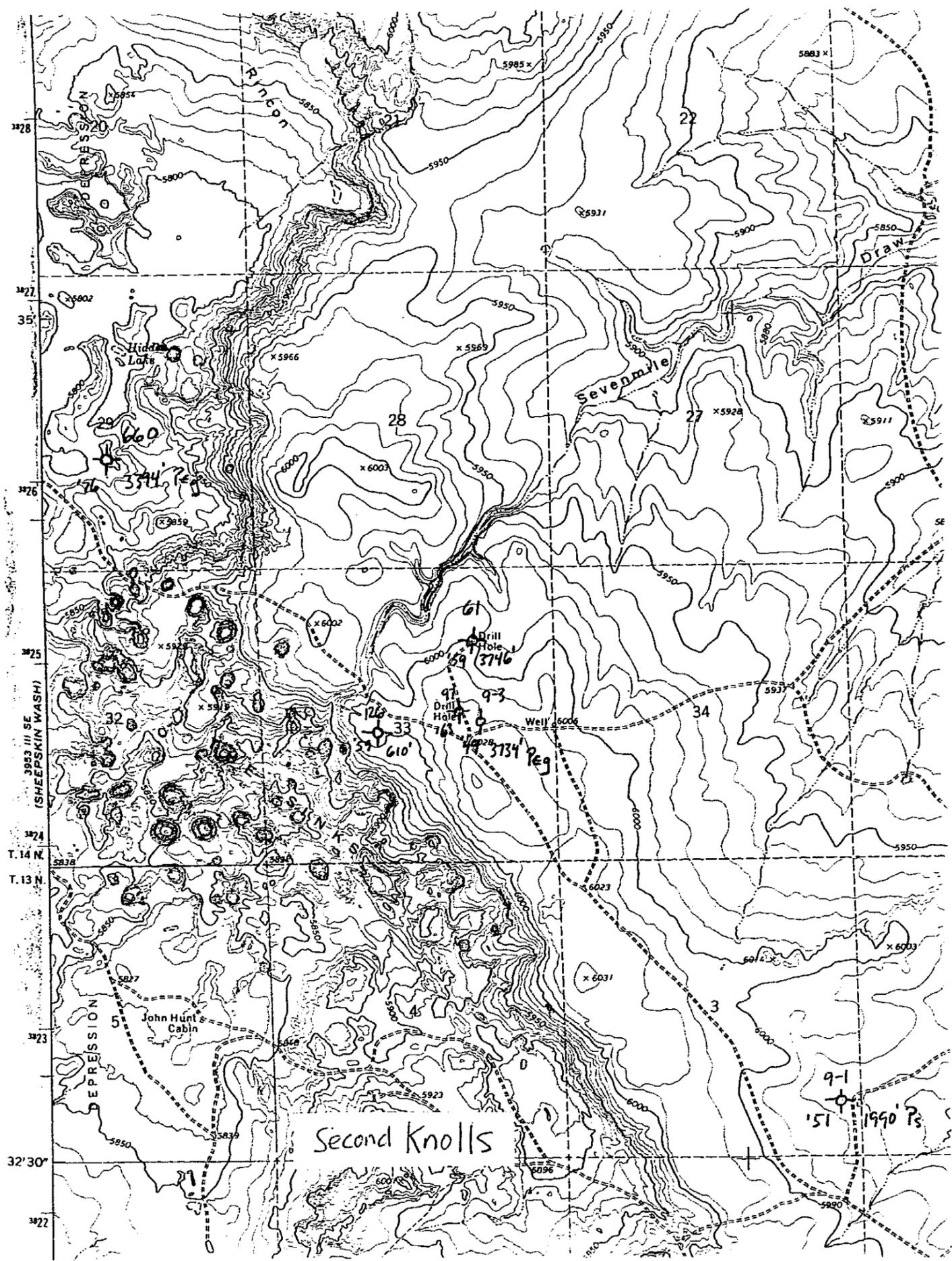


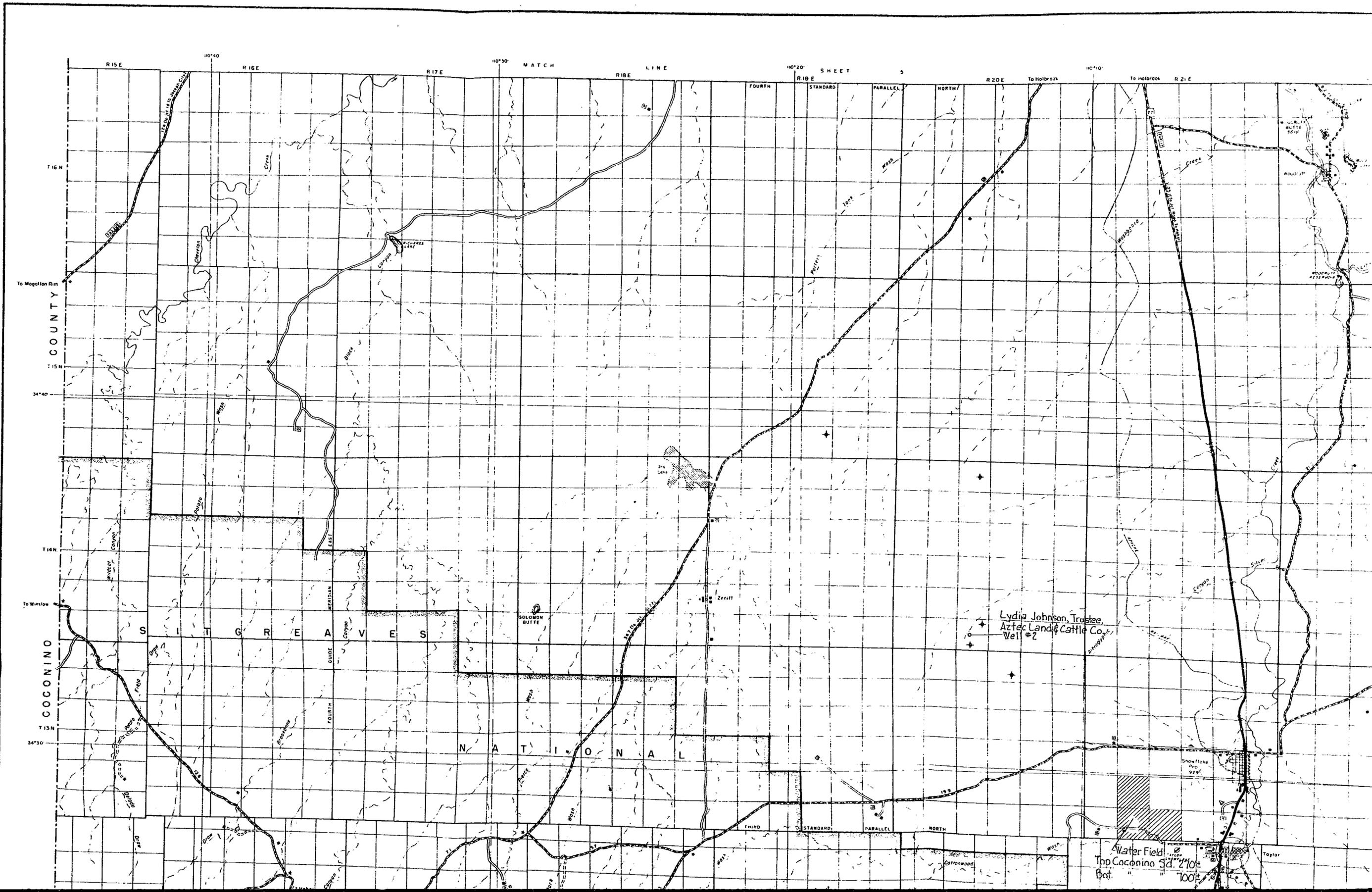
1505 N

SCALE 1" = 1000'

ABSTRACTED \_\_\_\_\_ AREA \_\_\_\_\_  
PLAT OF SURVEY FILED \_\_\_\_\_

97





RISE R 15 E R 16 E R 17 E R 18 E R 19 E R 20 E R 21 E R 22 E  
TOWNSHIP T 13 N T 14 N T 15 N T 16 N  
SHEET 5  
To Holbrook To Holbrook

COCONINO COUNTY  
To Mogollon Rim  
To Winslow

SITGREAVES

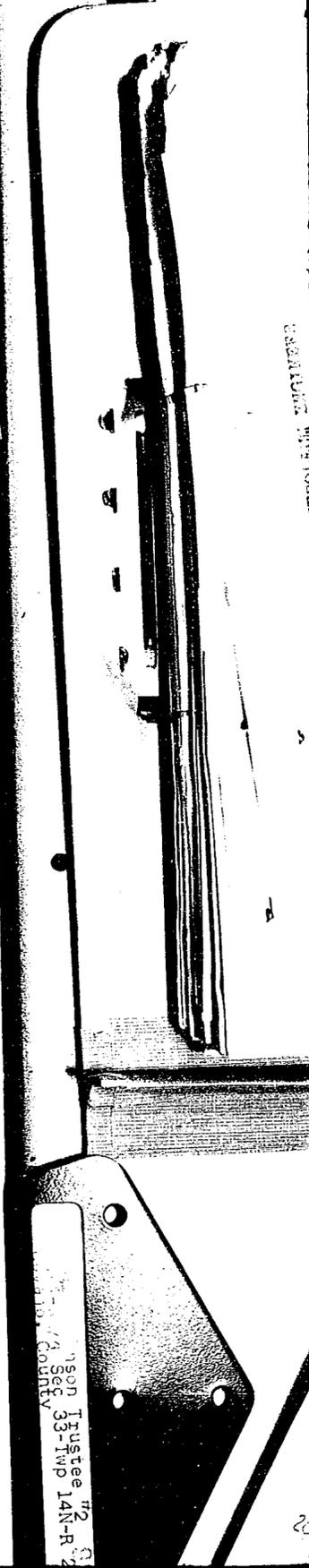
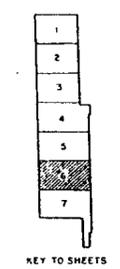
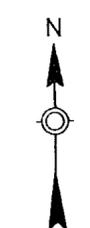
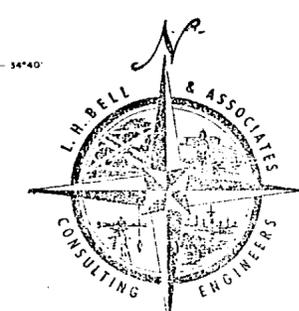
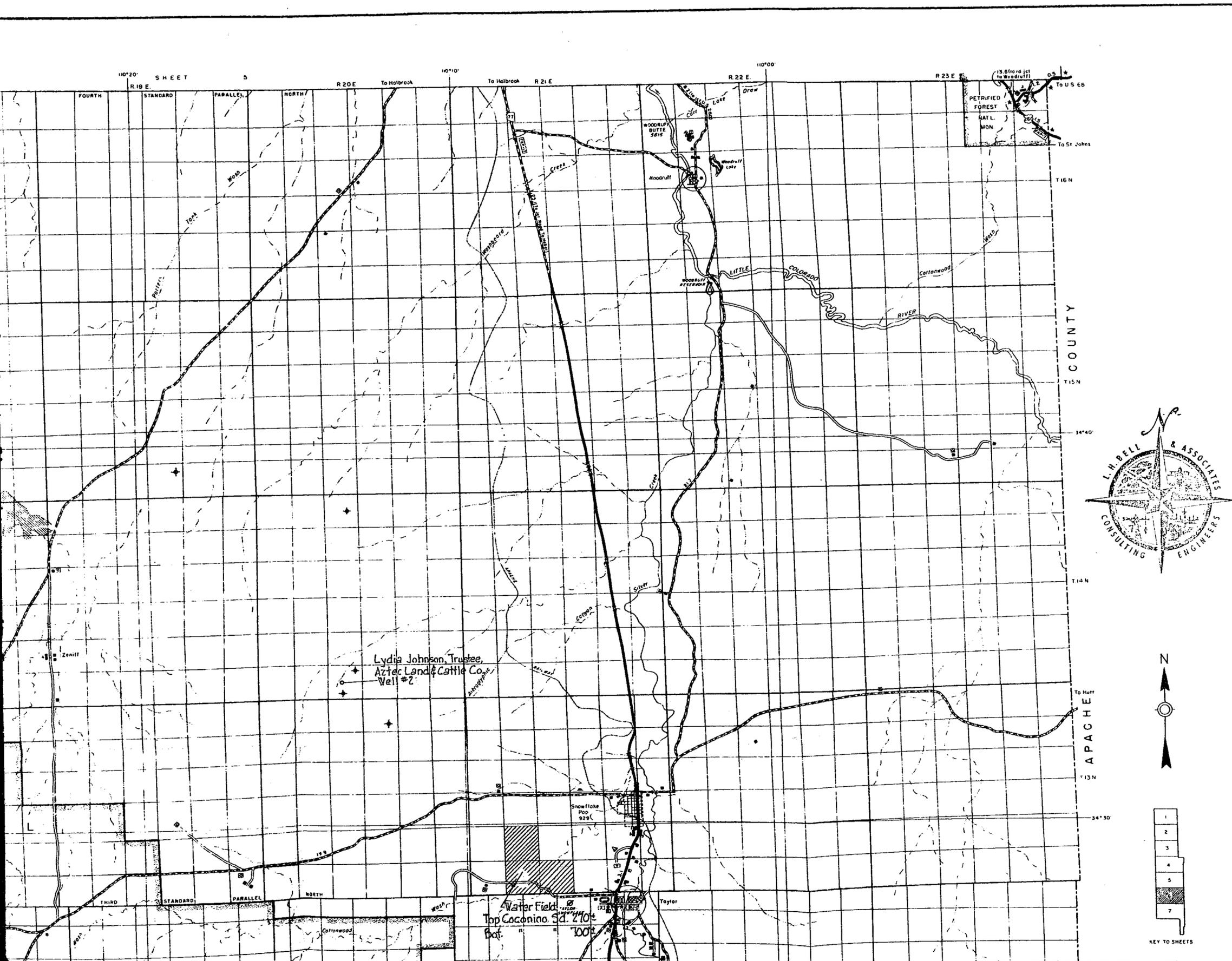
NATIONAL

Lydia Johnson, Trustee,  
Aztec Land & Cattle Co.  
Well #2

Water Field  
Top Coconino SD 2110  
Bot. 700'

Snowflake  
Pop 929'

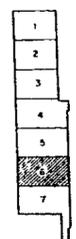
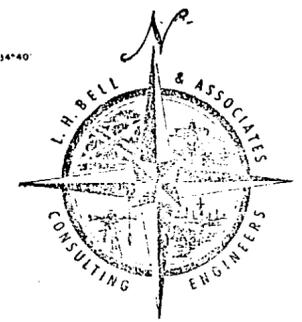
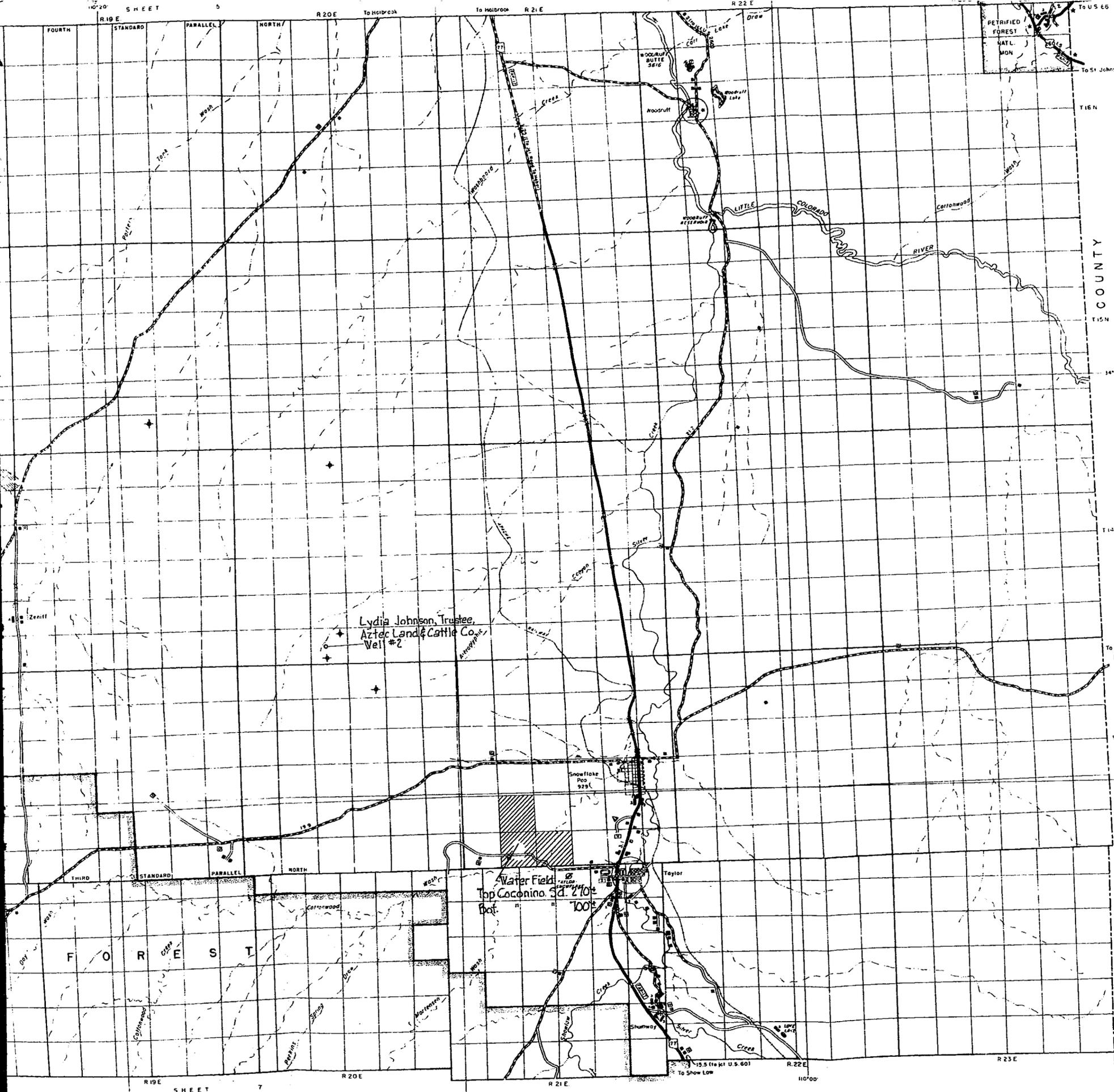
Taylor





POLYCONIC PROJECTION

1:50,000 U.S.G.S. 60  
To Show Low



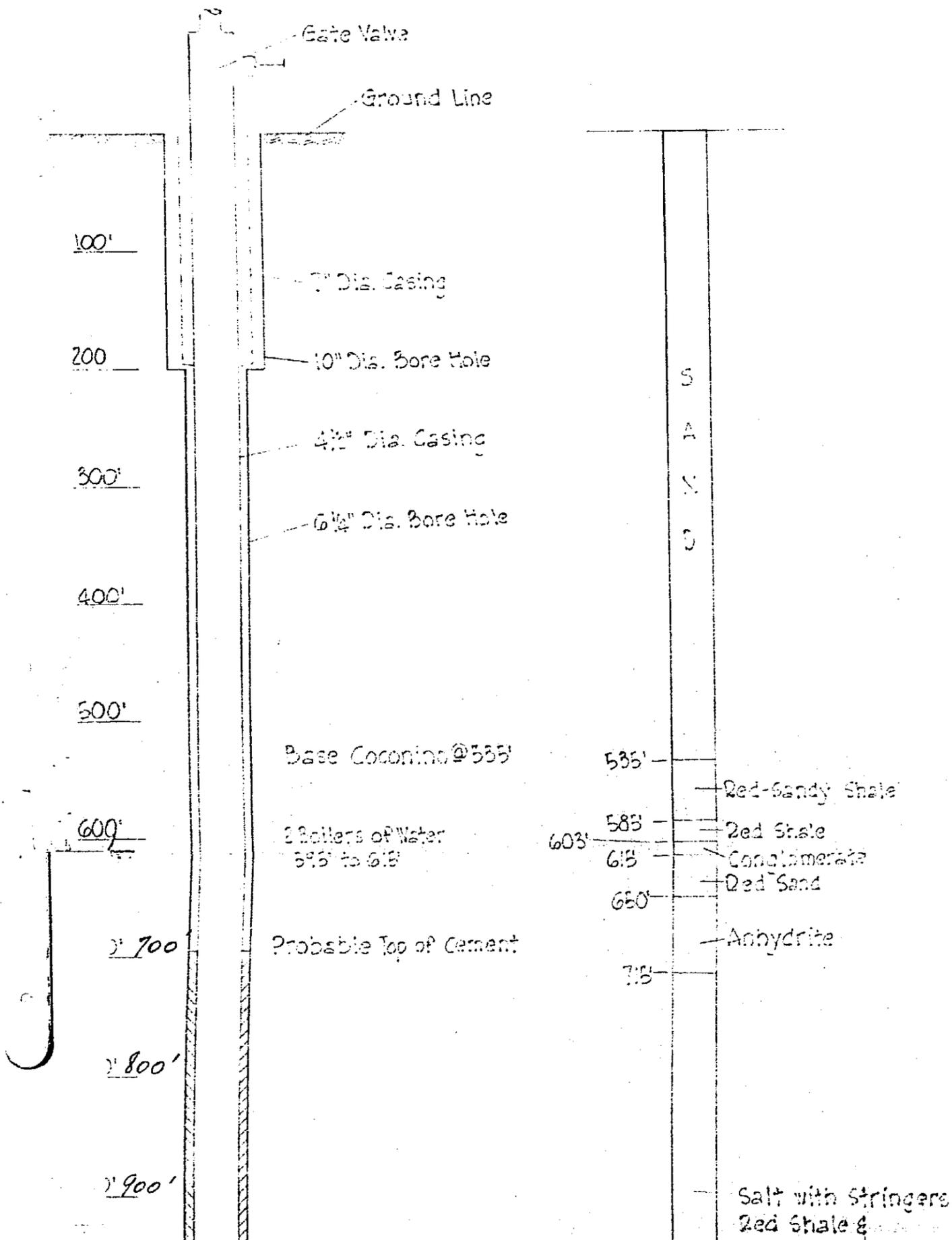
NAVAJO COUNTY  
ARIZONA  
SCALE IN MILES  
1951

FIG. 2

SHEET 6 OF 7 MAP SHEETS AND 1 SUPPLEMENTAL SHEET



GRAPHIC WELL HISTORY  
 LYDIA JOHNSON, TRUSTEE  
 HITEC LAND & CATTLE CO. WELL #2  
 Section 33, T14N R20E  
 Navajo County, Arizona



300'  
400'  
500'  
600'  
700'  
800'  
900'  
1000'  
1100'  
1200'  
1300'  
1400'  
1500'

4 1/2" Dia. Casing  
6 1/2" Dia. Bore Hole  
Base Corrosion @ 585'  
2 Gallons of Water  
585' to 615'

Probable Top of Cement

Total Depth 1542'

585'  
603'  
615'  
650'  
715'  
1210'  
1300'  
1500'

Red-Sandy Shale  
Red Shale  
Conglomerate  
Red Sand  
Anhydrite  
Salt with Stringers  
Red Shale &  
Anhydrite  
LIME  
Black Lime  
Lime

Scale:  
Vertical: 1" = 100'  
Horizontal: 1" = 1' - 0"

J 162

PRINTED  
L. H. BELL & ASSOC.  
OCT 20 1960

STATEMENT by WILLIAM F. MAULE, PETROLEUM ENGINEER

REGARDING LYDIA JOHNSON WELL #2

On Friday, August 13th, 1960, Commissioner Chilson and I visited several well locations in the Snowflake and Winslow area, among which was the Lydia Johnson Aztec #2. While on location, Commissioner Chilson heard a slight blow of gas and upon investigation, it was determined the gas was coming from the ground outside the 4½" production casing. I dug around the surface of the production casing to a depth of approximately one foot encountering a considerable amount of rags, sticks and other debris and a wad of what appeared to be telephone wire. Upon removal of this wire, the loose dirt surrounding the production casing fell into the hole, revealing a hole of approximately 12" in diameter, which appeared to be the original hole made for the surface pipe. There was no surface pipe in this well, nor could we see any signs of pipe having been cemented in the well for a considerable depth. The well was blowing hydrocarbon gas from the annular space outside the production casing. Commissioner Chilson took several pictures of conditions as we found them. Upon leaving the location, I placed several pieces of planking around the hole to prevent injury to persons or animals coming in contact with the well.

I returned to Phoenix late Friday evening and Saturday morning attempted to contact Dr. Kalil, Vice-Chairman who was on vacation at Pinetop, and Commissioner Walden who was out of town (Tucson). I discussed the matter with Commissioner Deddens and Chairman Wharton. It is my opinion that the hydrocarbon gas coming from the annular space is coming from the Fort Apache lime in which this well was completed. This is indicative of a poor cementing job or no cement. I contacted Mr. Subanks, Superintendent of Halliburton Co., Farmington, to check tickets on cementing on this well, and he could find none. I do not believe a serious emergency can be caused by the gas blowing from the well. I do believe an emergency exists where fresh water from the coconino sand can fall down the hole into a thief sand in the lower formations or that the lower formations which are productive of salt and salt water could have sufficient pressure to commingle and contaminate the fresh water in the coconino sand. I then called the residence of Lydia Johnson and talked to John E. Carlton who stated Miss Johnson was out of town. I told Mr. Carlton of my findings at the well and asked him to contact Miss Johnson and take immediate steps to remedy the situation. Mr. Carlton said he would contact Miss Johnson and told me he would call me at my home later that evening. Mr. Carlton called me at 9:30 p.m., stating that he had contacted Miss Johnson and that she would be back in Phoenix Monday evening, and would be in my office Tuesday morning together with cementing tickets, logs and other pertinent information regarding cementing of this well. Miss Johnson failed to appear Tuesday morning but she did call, stating that persons coming from Texas with information would not be in until Wednesday morning. I had cautioned Mr. Carlton and Miss Johnson to take no remedial action on this well unless I was present at the well site. After receiving Miss Johnson's phone call about 11:30 a.m. Tuesday, I immediately left for the Snowflake area to check this well again. I was suspicious that remedial action was being taken. Upon reaching the location I found that a wooden form had been installed surrounding the well and that a piece of 7" pipe had been installed as surface casing. Inasmuch as there was no sign of heavy equipment, i.e., the work-over rig, being used, I am of the opinion it is possibly a short-joint that was suspended in the well, blanked off with debris and a small amount of cement poured around the surface. This is further borne out by the fact that the cement immediately around the 7" casing had settled, causing several cracks to form, delineating the size of the open hole.

STATEMENT BY WILLIAM F. MAULE  
Page Two

To date, August 18, 1980, 10 a.m., neither Miss Johnson nor Mr. Carlton has contacted this office. In my previous discussion with Mr. Wharton, he had advised me in the event Miss Johnson and Mr. Carlton did not appear, to take immediate action, going to the Attorney General, subpoena-ing them to appear and show records regarding this well.

Signed: William F. Maule  
Petroleum Engineer

Date \_\_\_\_\_

WFM/ew

BOND

KNOW ALL MEN BY THESE PRESENTS,

That we: Lydia Johnson, Trustee

of the Maricopa County of Arizona in the State of: Arizona

as Principal, and Standard Accident Insurance Co.

of Detroit, Michigan authorized to do business within the State of Arizona,

as surety, are held and firmly bound unto the State of Arizona in the penal sum as indicated, lawful money of the United States, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The condition of this obligation is that whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to wit:

Twp. 14 N 20 E Sec. 33, Navajo County, Arizona  
(May be used as blanket bond or for single well)

NOW, THEREFORE, if the above bounden principal shall comply with all of the provisions of the laws of this State and the rules, regulations and orders of the State Land Commissioner, especially with reference to the requirements of A.R.S. 27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the State Land Commissioner all notices and records required by said Commissioner, in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Penal sum of ~~Two~~ Two Thousand Five Hundred and No/100 -v- - - - -

Witness our hands and seals, this 28th day of September, 1959

Lydia Johnson, Trustee  
*Lydia Johnson Trustee*  
Principal

Witness our hands and seals, this 28th day of September

Standard Accident Insurance Co.  
By *Joe Kilcourse*  
Joe Kilcourse, Attorney-in-fact Surety

(If the principal is a corporation, the bond should be executed by its duly authorized officers, with the seal of the corporation affixed. When principal or surety executes this bond by agent, power of attorney or other evidence of authority must accompany the bond.)

Approved \_\_\_\_\_ Date \_\_\_\_\_ STATE LAND COMMISSIONER

CANCELLED  
DATE 10/21/63

July 10, 1967

Mr. William Clark Kennedy  
Attory at Law  
235 Negus Professional Building  
Kingman, Arizona 86401

Dear Mr. Kennedy:

Receipt of your letter of July 5, 1967 is hereby acknowledged.

Please be advised that Lydia Johnson has on record three organization reports with this office. The first, dated July 13, 1960 gives her address at 1502 E. Brill St., Phoenix, Arizona. She filed this as an individual; however, she signed it as Lydia Johnson, Trustee.

The second report is dated August 14, 1959 and is in the name of Lydia Johnson and Oil Associates. The address given is 1502 E. Brill St., Phoenix, Arizona, and shows Lydia Johnson and John E. Carleton both as trustees at that address.

The third report was filed with the State Land Department and bears no date. It concerns Lydia Johnson, Trustee, in care of F.D. Bell, 830 W. Mitchell Drive, Phoenix, Arizona, and Mr. Bell is designated as an agent. This too was signed by Lydia Johnson, Trustee.

Lydia Johnson does not at this time have any permits in good standing with this Commission and all wells which, to our knowledge at one time she was associated with, have all been plugged and our files closed.

Dr. Charles Kalil, 6 Monterey Medical Plaza, 200 E. Monterey Way, Phoenix, Arizona, recently drilled a well near the Holbrook area and it is my understanding that Lydia Johnson was in some way concerned with the drilling of this well. However she does not appear in our records as such.

Mr. William Clark Kennedy  
July 10, 1967  
Page 2

I have taken the liberty of checking with the Securities Division of the Corporation Commission and find that Lydia Johnson was at one time engaged in selling interests in leases. The last report, apparently, that the Securities Division has is one dated in June, 1960.

I do not know of any leases or other assets owned by Mrs. Johnson in this state.

If we may be of any further service, will you please advise.

Very truly yours,

John Bannister  
Executive Secretary  
mr

*O. Bell*  
*30 W. Mitchell St.*  
*Phoenix, Arizona*

583-2

WILLIAM CLARK KENNEDY  
ATTORNEY AT LAW  
SUITE 235 NEGUS PROFESSIONAL BUILDING  
KINGMAN, ARIZONA 86401  
753-2138

*1502 E. Brill St*  
*Phoenix*

July 5, 1967

Executive Secretary  
Arizona Oil and Gas Conversation Commission  
Room 202, Capitol Annex East  
Phoenix, Arizona

Dear Sir:

I am interested in determining whether or not a woman by the name of LYDIA JOHNSON, formerly of 1502 E. Brill Street, Phoenix, Arizona, and now of Brownwood, Texas, has an interest in or has permits to drill for oil in the State of Arizona.

We understand she was operating for a period of time under the name "Lydia J. Oil Associates." At one time, I recall some activity in the Oil and Gas Commission's records concerning a Lydia J. oil claims or Lydia J. oil rights. This was about 1963.

Any information you can furnish us concerning the interests or activities of this woman would be most appreciated.

I have a letter written sometime in 1960 under the name of Lydia J. Oil Associates, Midland, Texas, bearing the names of the following persons:

John E. Carleton, 31 State St., Boston, Massachusetts  
Samuel Michael, Elizabeth St., Lewiston, Maine.

The last address we have for Mrs. Johnson is Box 344, Brownwood, Texas. She gave my client a Promissory Note in exchange for \$3,377.00 in 1961, and I am doing what I can to locate any assets.

Your cooperation would be appreciated.

Cordially yours,

*William Clark Kennedy*  
Clark Kennedy

WCK:sj

*June 60 - Last Report*

XXXXXXXXXXXX  
XXXXXXXXXXXX

January 2, 1964

Mr. V. P. Richards  
Holbrook Tribune News  
200 East Hopi  
Holbrook, Arizona

Dear Paul:

I enjoy reading your paper very much and hope you can make your own oil news on your Snowflake area leases at an early date. The new use of helium in your last issue is enlightening and surely is encouraging.

Enclosed find some Plugging Record Forms No. P-15 on the Lydia Johnson Trustee #2 Aztec Land & Cattle Company, Section 33-T14N-R20E, Navajo County.

It will be appreciated if you'll possibly write more information in and sign these or have Lydia Johnson or Mr. Carleton do so as a matter of information in our file on this well.

The Completion forms which are attached are being sent in hopes that you or Lydia Johnson or Mr. Carleton will fill them in so we'll have that information for our file.

Now, anything else you, Lydia Johnson, or Mr. Carleton may care to help us with in regard to any and all of the Lydia Johnson operations on Section 33 will be appreciated. If you can supply us with electric or gamma ray neutron logs, sample descriptions, sample cuttings, cores if any, drillers logs, core descriptions, tests, formation tops, total depth, gas measurements, etc., I will certainly be thankful.

Several months ago the Commissioners agreed that if the #2 well was properly taken care of in an acceptable manner, the drilling, or capping bond could be released. Thus the attached copy of the release.

Since there is so much conflicting information on this well and since the operator could not be contacted, I have been visiting the area every now and then since June of 1962 in order to study the situation. By studying the Johnson well, reviewing the adjacent Lockhart well history and that of other nearby wells, plus information I had personally collected on this Johnson well while I was a consulting geologist at Farmington, New Mexico; I think I know something about the well. However, the data I have asked you for is positive information about the well and if you can supply this Commission with same, it may aid considerably in helping someone decide to drill more wells in the future.

Mr. V. P. Richards

January 2, 1964

Page Two

Since you are still interested in this acreage, you will no doubt be glad to know that we have some information in regard to it which I'm sure will be helpful to any operator preparing for a drilling project.

If I can obtain all the information on the Lydia Johnson well mentioned above, then together with the small amount of information here in this office, you and others may generate new ideas as to the best drilling locations.

I've been told there were complete logs, etc. in the Attorney General's files, but there are no sample descriptions, logs, tests or other geological information in their files other than that at the time there was no casing in the well.

The Commission wishes to be helpful in every way possible in obtaining petroleum or helium production in the area.

Hoping this finds you in the best of health and spirits, I am,

Sincerely,

John K. Petty

JKP:mkc  
Encl.

cc: Dr. Charles Kalil  
Lydia Johnson  
Mr. Carleton

December 31, 1968

Mr. Jay C. Stuckey  
Stuckey Insurance Agency  
P. O. Box 7476  
Phoenix, Arizona 85011

Re: Oil Capping Bond B59192  
For Lydia Johnson, Trustee, Section 33-T14N-R20E  
Navajo County, Arizona

Dear Mr. Stuckey:

The Lydia Johnson, Trustee #2 Antec Land and Cattle  
Company located 1650 from East Line and 2540 from the  
North Line of above section has been plugged and  
abandoned in a manner acceptable to this Commission.

Consequently, permission for release of above bond is  
herewith granted.

Yours truly,

John K. Petty  
Acting Executive Secretary

JKP:mko

Cc: V. P. Richards  
Lydia Johnson  
Dr. Charles Kalil  
Mr. Carleton

XXXXXXXXXX  
XXXXXXXXXXXX

November 18, 1963

Mr. Jay C. Stuckey  
Stuckey Insurance Agency  
P.O. Box 7476  
Phoenix 11, Arizona

Re: Oil Capping Bond B 59192  
for Lydia Johnson, Trustee  
Sec. 33, T14N, R20E, Navajo  
County, Arizona

Dear Mr. Stuckey:

I inspected location in section 33-T14N-R20E, Navajo  
County and find that it is not in any condition to  
recommend release of above bond.

If the operator will fill the deep hole with mud,  
place a 4" pipe (closed at end) 4 feet high above  
ground level with name and location of well on  
both wells the requirements will be satisfied for  
bond release.

Yours truly,

John K. Petty  
Acting Executive Secretary

JKP:lj

cc: *lvf, lld*

Phone 264-5533

# JAY C. STUCKEY INSURANCE AGENCY

"Insurance Is Our Business"

JAY C. STUCKEY  
JOE KILCOURSE

4141 North Seventh Street  
P. O. Box 7476  
Phoenix 11, Arizona

October 17, 1963

Mr. John K. Petty  
Petroleum Geologist  
Oil and Gas Conservation Commission  
3500 N. Central - Suite 221  
Phoenix 12, Arizona

Re: Oil Capping Bond B 59192 for Lydia Johnson, Trustee  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Petty:

We understand that the above matter has been closed and that you are now in a position to release our bond. We would appreciate it if you would furnish us with a release at your earliest convenience.

Thank you for your assistance.

Very truly yours,

STUCKEY INSURANCE AGENCY

*Jay C. Stuckey*  
Jay C. Stuckey *ms*

JCS:ml

*Mr. Jay C. Stuckey*

*RE Oil Capping Bond B -*

Dear Mr. Stuckey:

*I inspected location in section 33-T14N-R20E Navajo County and find that it is not in any condition to recommend release of chrome bond. will fill the well with mud (closed at end) If the operator will place a 4" pipe 4 feet high above ground level with name, and location of well on site the requirements will be satisfied for*

No. 461006

**RECEIPT FOR CERTIFIED MAIL—20¢**

SENT TO <i>Miss Lydia Johnson</i>	POSTMARK OR DATE
STREET AND NO. <i>1502 EAST BRILL ST.</i>	
CITY AND STATE <i>PHOENIX ARIZ.</i>	
If you want a return receipt, check which: <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered If you want restricted delivery, check here <input checked="" type="checkbox"/> 30¢ fee	
<b>FEE ADDITIONAL TO 20¢ FEE</b> POD Form 3800 Jul 1957 SEE OTHER SIDE	

July 19, 1963

**CERTIFIED MAIL**

Miss Lydia Johnson  
1502 East Brill Street  
Phoenix, Arizona

Dear Miss Johnson:

At its last regular meeting, the Oil and Gas Conservation Commission, acting upon the report of its Petroleum Geologist, Mr. John K. Petty, determined that your well designated as the Aztec Land and Cattle Company #2, Section 33, T 14 N, R 20 E, Navajo County, Arizona, should be plugged.

We will appreciate receiving from you a Well Completion Report on each of your wells and an Application to Plug and Abandon the Aztec #2 well.

A supply of the necessary forms are enclosed for your use.

Yours very truly,

N. A. Ludewick  
Executive Secretary

encls

July 25, 1963 - Original of this letter returned by post office and at a telephone suggestion from Dr. Kell, addressing another envelope to Miss Johnson c/o V. L. Richards, Holbrook, Ariz.

97

1. Stick postage stamps to your article to pay:  
 20¢ certified mail fee  
 First-class or airmail postage  
 Either return receipt fee—10¢ or 35¢ (optional)  
 Restricted delivery fee—50¢ (optional)  
 Special-delivery fee (optional)
2. If you want this receipt postmarked, stick the gummed stub on the address side of the article, leaving the receipt attached, and present the article to a postal employee.
3. If you do not want this receipt postmarked, stick the gummed stub on the address side of the article, detach and retain the receipt, and mail the article.
4. If you want a return receipt, write the certified-mail number and your name and address on a return receipt card, POD Form 3811, and attach it to the back of the article. Endorse front of article RETURN RECEIPT REQUESTED.
5. If you want the article delivered only to the addressee, endorse it on the front DELIVER ADDRESSEE ONLY. Place the same endorsement in line 2 of the return receipt card.
- 16-71547-4

July 19, 1963

**CERTIFIED MAIL**

Miss Lydia Johnson  
 1502 East Brill Street  
 Phoenix, Arizona

Dear Miss Johnson:

At its last regular meeting, the Oil and Gas Conservation Commission, acting upon the report of its Petroleum Geologist, Mr. John K. Petty, determined that your well designated as the Aztec Land and Cattle Company #2, Section 33, T 14 N, R 20 E, Navajo County, Arizona, should be plugged.

We will appreciate receiving from you a Well Completion Report on each of your wells and an Application to Plug and Abandon the Aztec #2 well.

A supply of the necessary forms are enclosed for your use.

Yours very truly,

N. A. Ludewick  
 Executive Secretary

encs

97  
 July 25, 1963 - Original of this letter returned by post office and at a telephone suggestion from Dr. Khalil, addressing another envelope to Miss Johnson c/o V. L. Richards, Holbrook, Ariz.

November 2, 1962

Mr. John Perry  
755 East Hatch  
Phoenix, Arizona

97 Re: Lydia Johnson, Trustee, #2 Aztec Land & Cattle Co.  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Perry:

Per our conversation, I submit the following information on the above well.

The above well, on being opened up, will blow hydrocarbon gas weakly, too small to measure and too small to be worth anything in a monetary way.

However, due to not being successful in locating the operator and to the fact that we have no authority over the well except regulations, it has not been plugged.

Trusting this fulfills your need, I am

Yours truly,

John K. Petty  
Petroleum Geologist

September 28, 1962

Mr. Jay C. Stuckey  
Jay C. Stuckey Insurance Agency  
4141 North 7th Street  
P. O. Box 7476  
Phoenix, Arizona

Dear Mr. Stuckey:

In reply to your inquiry dated September 24, 1962, I will bring this matter before the next Commissioners Meeting which will be the fourth Wednesday in October. They will have to discuss this situation because the well is not plugged and it is not producing. As you know, repeated attempts have not located the operator.

Very truly yours,

JOHN K. PETTY  
Petroleum Geologist

JKP:and

Phone 264-5533

**JAY C. STUCKEY** INSURANCE AGENCY

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JAY C. STUCKEY  
JOE KILCOURSE

4141 North Seventh Street  
P. O. Box 7476  
Phoenix 11, Arizona

September 24, 1962

Mr. D. A. Jerome  
Executive Secretary  
Oil and Gas Conservation Commission  
State of Arizona  
3500 No. Central, Suite 221  
Phoenix 12, Arizona

Re: Oil Capping Bond B 59192 for Lydia Johnson, Trustee -  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Jerome:

We are anxious to secure release under this bond. We trust that you now have available the necessary information which will enable you to release the bond at this time.

We appreciate your assistance on this matter and will await word from you.

Very truly yours,

STUCKEY INSURANCE AGENCY

*J. C. Stuckey*  
Jay C. Stuckey

JCS:ml

*In reply to your inquiry dated Sept 24, 1962, I will bring this matter before the next Commissioners' Meeting which will be the 4th Wednesday in October. They will have to discuss this situation because ~~it~~<sup>the well</sup> is not plugged, and it is not producing. As you know repeated attempts have not located the operator.*

*Yours Truly*  
John K. Pithy



Lydia Johnson #2 Aztec Land (Cattle Co. SW NE  
Sec 33-T14N-R20E Navajo Co. Small shut in  
gas well. Above is attempt to measure gas with  
Pitot tube and Monometer. Too small to measure.  
9 miles W. Snowflake.

Aug. 1962

97

August 6, 1962

Mr. Jay C. Stuckey  
Stuckey Insurance Agency  
P. O. Box 3486  
Phoenix 30, Arizona

Re: Oil Capping Bond B59192 for Lydia Johnson, Trustee -  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Stuckey:

First of all, I would like to apologize for not notifying you that our June 27, 1962 commission meeting was cancelled.

As for the status of the above listed well, it is a shut-in gas well and should either be completed as a gas well or plugged and abandoned. From the correspondence which we have in our files on this well, it seems we have no replies from the operator in answer to our many queries.

Consequently, I do not feel that we can give permission for the bond to be released at this time.

Yours truly,

John K. Petty  
Petroleum Geologist

June 11, 1962

Mr. Jay C. Stuckey  
Jay C. Stuckey Insurance Agency  
P. O. Box 3486  
Phoenix 30, Arizona

Re: Oil Capping Bond B59192 for Lydia Johnson, Trustee  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Stuckey:

I have just taken over as petroleum geologist for this Commission as of June 1, 1962, but will check this well situation and make a report on it to the Commission at its regularly scheduled monthly meeting on June 27, 1962.

If you desire, you may attend this meeting and ask any questions you may have on this well location.

The meeting will be held at the Tax Commission Hearing Room on the first floor of the House Wing commencing at 9 A. M., June 27, 1962.

Yours very truly,

D. A. JEROME  
EXECUTIVE SECRETARY

John K. Petty  
Petroleum Geologist

**JAY C. STUCKEY**  
**INSURANCE AGENCY**  
JAY C. STUCKEY    JOE KILCOURSE  
"Insurance is our Business"  
132 SOUTH CENTRAL AVE. - ROOM 4  
P. O. Box 3486    Phone ALpine 4-5166  
PHOENIX 30, ARIZONA

May 29, 1962

Mr. D. A. Jerome  
Executive Secretary  
Oil and Gas Conservation Commission  
State of Arizona  
3500 No. Central, Suite 221  
Phoenix, 12, Arizona

Re: Oil Capping Bond B59192 for Lydia Johnson, Trustee  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Jerome:

Can the above bond be released now? Can you let us  
know the situation on this well at the present time.

Thank you for your help.

Very truly yours,

STUCKEY INSURANCE AGENCY

*Jay C. Stuckey*  
Jay C. Stuckey    m

JCS:ml

*We will check this well situation and you will hear from  
us in the near future.*

March 6, 1962

Mr. Jay C. Stuckey  
Stuckey Insurance Agency  
P. O. Box 3486  
Phoenix 30, Arizona

Re: Oil Capping Bond No. B 59192 - Lydia Johnson, Trustee  
Sec. 33, T 14 N, R 20 E, Navajo County, Arizona

Dear Mr. Stuckey:

With reference to your letter of February 26, 1962 concerning the above captioned matter, I wish to state that Mr. Pierce has reported to me subsequent to his physical inspection of the above well and it has wellhead equipment upon it. This indicates that these people do not intend to plug and abandon this hole in the near future. There is also a matter of some litigation which must be clarified.

When this bond can be released, we shall promptly advise you. Until such time, you will be required to maintain this bond in full force and effect.

Yours very truly,

D. A. Jerome  
Executive Secretary

**JAY C. STUCKEY**  
**INSURANCE AGENCY**  
JAY C. STUCKEY    JOE KILCOURSE  
"Insurance is our Business"  
132 SOUTH CENTRAL AVE. - ROOM 4  
P. O. Box 3486    Phone ALpine 4-5166  
PHOENIX 30, ARIZONA

February 26, 1962

*Aztec # 2*

Mr. D. A. Jerome  
Executive Secretary  
Oil and Gas Conservation Commission  
State of Arizona  
3500 No. Central, Suite 221  
Phoenix 12, Arizona

Re: Oil Capping Bond No. B 59192 for Lydia Johnson, Trustee  
Sec. 33, T14N, R20E, Navajo County, Arizona

Dear Mr. Jerome:

On February 8, you wrote saying that your geologist,  
Mr. Brooks Pierce, would be making a physical inspection of the  
above well during the following week.

We are wondering if Mr. Pierce has had the opportunity  
to make the inspection, and if so, if his report will warrant the  
releasing of the above bond.

Thank you for your help.

Very truly yours,

STUCKEY INSURANCE AGENCY

*Jay C. Stuckey*  
Jay C. Stuckey

*Letter to Mrs. Shelton and she  
says bond does not cover any  
specific location*

*Date of Bond No. B-59192 9/28/59*

JCS:ml

February 8, 1962

Mr. Jay C. Stuckey  
Stuckey Insurance Agency  
P. O. Box 3486  
Phoenix 30, Arizona

Re: Oil Capping Bond B59192  
Lydia Johnson, Trustee  
Sec. 33, T14N, R20E, Navajo  
County, Arizona

Dear Sir:

Our geologist, Mr. Brooks Pierce, will make a physical inspection of the above captioned well next week.

If the conditions are such that your bond can be released, we shall so advise you upon Mr. Pierce's return from his field trip.

Yours very truly,

D. A. Jerome  
Executive Secretary

**JAY C. STUCKEY  
INSURANCE AGENCY**  
JAY C. STUCKEY    JOE KILCOURSE  
"Insurance is our Business"  
132 SOUTH CENTRAL AVE. - ROOM 4  
P. O. Box 3486    Phone ALpine 4-5166  
PHOENIX 30, ARIZONA

February 2, 1962

Gas & Oil Exploration Department  
State of Arizona Land Department  
1624 West Adams Street  
Phoenix, Arizona

Re: Oil Capping Bond No B59192 for Lydia Johnson, Trustee  
Well located at Twp. 14N, 20E., Sec. 33, Navajo County, Arizona

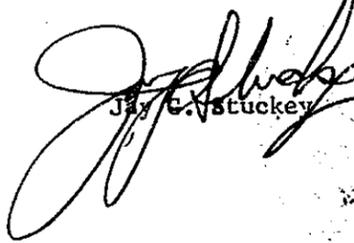
Gentlemen:

We understand that the above bond can now be released  
and would appreciate it if you would forward to us a letter in  
that effect to our office as soon as possible.

Thank you very much for your help.

Very truly yours,

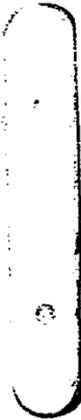
STUCKEY INSURANCE AGENCY

  
Jay C. Stuckey



JCS:ml

2032





DEPARTMENT OF LAW  
OFFICE OF THE  
**Attorney General**  
STATE CAPITOL  
Phoenix 7, Arizona

ROBERT W. PICKRELL  
THE ATTORNEY GENERAL  
WILLIAM CLARK KENNEDY  
CHIEF ASSISTANT ATTORNEY GENERAL

September 19, 1961

Mr. Don Jerome, Secretary  
Oil and Gas Conservation Commission  
3500 North Central Avenue, Suite 221  
Phoenix, Arizona

Dear Mr. Jerome:

The members of the Oil and Gas Conservation Commission during their last meeting unanimously voted to request the Attorney General to withhold any further action relative to the case, State of Arizona vs. Lydia Johnson and John E. Carlton.

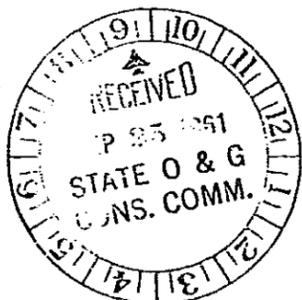
In accordance with this action taken by the Commission, please find enclosed a copy of the Summons and Complaint in Cause No. 120455, and Subpoenas Duces Tecum issued to Lydia Johnson and John E. Carlton.

Very truly yours,

ROBERT W. PICKRELL  
The Attorney General

*C. Lawrence Huerta*  
C. LAWRENCE HUERTA  
Assistant Attorney General

CLH:c  
Encs.



COPY

# In the Superior Court

OF THE STATE OF ARIZONA IN AND FOR THE COUNTY OF MARICOPA

STATE OF ARIZONA,

Plaintiff.....

vs.

LYDIA JOHNSON, and JOHN E. CARLTON, individually, and as general partners of LYDIA J. OIL ASSOCIATES, a limited partnership,

Defendant.®.....

No. 120455  
SUMMONS

THE STATE OF ARIZONA to the above named defendant, LYDIA JOHNSON, and JOHN E. CARLTON, and LYDIA J. OIL ASSOCIATES, a limited partnership, 1502 E. Bevil, Phoenix, Ariz

YOU ARE HEREBY SUMMONED and required to appear and defend in the above entitled action in the above entitled court, within TWENTY DAYS, exclusive of the day of service, after service of this summons upon you if served within the State of Arizona, or within THIRTY DAYS, exclusive of the day of service, if served without the State of Arizona, and you are hereby notified that in case you fail so to do, judgment by default will be rendered against you for the relief demanded in the complaint.

The name..... and address..... of plaintiff..... attorney WADE CHURCH, The Attorney General, 159 Capital Building, Phoenix, Arizona

GIVEN under my hand and the seal of the Superior Court of the State of Arizona in and for the County of Maricopa, this 24 day of October, 1960



WALTER S. WILSON

Clerk

L. S. KARTCHNER

By..... Deputy Clerk.

STATE OF ARIZONA }  
COUNTY OF ..... } ss.

I HEREBY CERTIFY that I received the within Summons on the ..... day of  
....., A. D. 19....., at the hour..... M., and personally served the  
same on the ..... day of....., A. D. 19.....

being the ..... defendant..... named in said Summons, by delivery to.....

County of....., a copy of said Summons, to which was attached a true copy of  
the complaint mentioned in said Summons.....

Dated this ..... day of....., A. D. 19.....

Fees, Service \$.....

Copies \$.....

Travel..... miles \$.....

Publication \$.....

Total \$.....

By..... Sheriff

Deputy Sheriff

No.....  
IN THE  
**Superior Court**  
Of ..... County  
STATE OF ARIZONA  
Plaintiff  
vs.  
Defendant  
**Summons**

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IN THE SUPERIOR COURT OF THE STATE OF ARIZONA  
IN AND FOR THE COUNTY OF MARICOPA

STATE OF ARIZONA,

Plaintiff,

vs.

LYDIA JOHNSON, and JOHN E. CARLTON, individually, and as general partners of LYDIA J. OIL ASSOCIATES, a limited partnership,

Defendants.

No. 120453

COMPLAINT

COMES NOW the plaintiff by the Attorney General, WADE CHURCH, and for its first claim for relief alleges:

I

The OIL AND GAS CONSERVATION COMMISSION of the State of Arizona, hereinafter called the "Commission", is the official state agency responsible for the administration and enforcement of Title 27, Chapter 4, Article 1, <sup>ARIZONA REVISED STATUTES</sup> the Oil and Gas Conservation Act of 1951, as amended, and the rules and regulations adopted thereunder; the Commission has directed the Attorney General to bring this action against the above-named defendants for the reasons and on the grounds hereinafter set forth.

II

The individual defendants are residents of Maricopa County, Arizona, and are the general partners in an ostensible limited partnership, LYDIA J. OIL ASSOCIATES, made a defendant herein.

III

The defendants, and each of them, have been and now are engaged in the business of drilling, operating, managing and controlling AZTEC LAND AND CATTLE WELL NO. 2, hereinafter called Well No. 2, under the name of LYDIA J. OIL ASSOCIATES, on land

1 leased in Section 33, Township 14 North, Range 20 East, Navajo  
2 County, Arizona.

3 IV

4 That on or about August 14, 1959, the Commission approved  
5 the defendants' application to drill Well No. 2 which contained  
6 the following casing program: Steel pipe 8 5/8 inches in dia-  
7 meter, sunk to a depth of 1,000 feet, with cement to be circulated  
8 to the surface; that no authorization for a different casing  
9 program has been granted the defendants by the Commission.

10 V

11 That at the time of filing of this complaint and since  
12 drilling commenced on Well No. 2, on or about August 27, 1959,  
13 the defendants and each of them have failed and neglected to  
14 install surface casing in accordance with their application, con-  
15 trary to Rule 10 of Article 2, Chapter 3, of the General Rules  
16 and Regulations governing the Conservation of Oil and Gas in  
17 Arizona, which reads as follows:

18 "SURFACE CASING. Surface casing shall be set  
19 at a depth below all fresh waters and be  
20 cemented to the surface. The depth at which  
21 the applicant proposes to set surface casing  
22 shall be specified on Form No. OG 51 Application  
23 for drilling permit. The issuance of a drilling  
24 permit shall constitute the approval by the  
25 Commissioner of the surface casing program  
26 specified in the application. The Commissioner  
27 may at his discretion require or permit the  
28 use of a different casing program for the  
29 protection of fresh waters. Authorization  
30 for the different program must be obtained  
31 with the permit to drill.

32 Cement shall be allowed to stand a minimum of  
Twelve (12) hours under pressure before initi-  
ating tests of drilling plug. "Under Pressure"  
is complied with if one or more float valves  
are used and found to be holding."

VI

33 That by virtue of the foregoing violation and A.R.S.  
34 § 27-527, the plaintiff is entitled to have assessed against the  
35 defendants and each of them, the statutory penalty provided in  
36

1 said statute of not more than \$1,000 for each violation and for  
2 each day the violation continues.

3 As and for a second claim for relief, the plaintiff  
4 alleges:

5 I

6 That it repeats and reiterates Paragraphs I, II and  
7 III of its first claim for relief as if herein set forth at  
8 length and made part hereof.

9 II

10 That Rule 11 of Article 2, Chapter 3, of the General  
11 Rules and Regulations Governing the Conservation of Oil and Gas  
12 in Arizona, requires among other things, that the owner or  
13 operator of any well shall test the shut-off of water by any  
14 casing which has been cemented or landed in a stratum overlying  
15 an oil or gas-bearing stratum, and that the Commission or its  
16 agent be notified of the time at which the water shut-off test  
17 will be performed, and that a record of all tests required by  
18 this rule must be reported on Form No. OG 63.

19 III

20 That Rule 22 of Article 2, Chapter 3, of the General  
21 Rules and Regulations Governing the Conservation of Oil and Gas  
22 in Arizona requires that within thirty (30) days after the com-  
23 pletion of a well drilled for oil or gas, a completion report on  
24 Form No. OG 52 shall be filed with the Commission; further the  
25 rule requires that well logs, electrical logs, if taken, samples  
26 of all cores and cuttings and drilling records shall be filed  
27 with the Commission within six (6) months after the completion  
28 of any well drilled for oil or gas.

29 IV

30 That Rule 24 of Article 2, Chapter 3, of the General  
31 Rules and Regulations governing the Conservation of Oil and Gas

32

1 in Arizona requires that within thirty (30) days after the shoot-  
2 ing or chemical treatment of an oil or gas well, the owner  
3 producer or operator in charge of the work shall file with the  
4 Commission a report on Form No. OG 54.

5 V

6 That the defendants and each of them failed to notify  
7 the Commission or its agents of the time the water shut-off test  
8 was to be performed and to this date have wholly failed and  
9 neglected to file Form No. OG 63, Form No. OG 52, and Form No.  
10 OG 54 as required by Rules 11, 22 and 24, respectively, although  
11 the well was completed on or about October 23, 1959.

12 VI

13 Pursuant to A.R.S. § 27-524, the Commission served  
14 upon the defendants by registered mail on August 25, 1960, a  
15 notice to cease and desist from the violations of the aforesaid  
16 rules, and the operation of Well No. 2 and ordered the defendants  
17 to file the required forms and records with the Commission within  
18 fifteen (15) days.

19 VII

20 That defendants and each of them have failed and re-  
21 fused to comply with the Order of the Commission and have failed  
22 and refused to cease and desist from violating the laws of the  
23 State of Arizona.

24 VIII

25 That by virtue of the foregoing the defendants, and  
26 each of them, are in violation of Rules 11, 22 and 24 of Article  
27 2, Chapter 3, of the General Rules and Regulations Governing  
28 the Conservation of Oil and Gas in Arizona, the cease and desist  
29 orders of the Commission, and A.R.S. § 27-527, and plaintiff is  
30 entitled to have assessed against the defendants, and each of  
31 them, the statutory penalty provided in said statute of not more  
32

1 than \$1,000 for each violation and for each day the violation  
2 continues.

3 WHEREFORE plaintiff prays:

4 1. That the conduct of the defendants and each of them  
5 as aforesaid be adjudged to be in violation of Rules 10, 11, 22  
6 and 24 of Article II, Chapter III, of the General Rules and  
7 Regulations Governing the Conservation of Oil and Gas in the  
8 State of Arizona, and A.R.S. § 27-527, and that the penalty  
9 therein prescribed be assessed against the defendants and each  
10 of them in an amount to be determined by the court.

11 2. For such other and further relief as to the Court  
12 shall seem just in the premises.

13 WADE CHURCH  
14 The Attorney General

15  
16 By Arthur E. Ross  
17 ARTHUR E. ROSS  
18 Assistant Attorney General  
19 Attorneys for Plaintiff.

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1 STATE OF ARIZONA }  
2 COUNTY OF MARICOPA } ss.

3 D. A. JEROME, being first duly sworn, deposes and says  
4 that he is the Executive Secretary of the Oil and Gas Conservation  
5 Commission of the State of Arizona and is well qualified to make  
6 this affidavit;

7 That he has read the Complaint herein and is familiar  
8 with the contents thereof; that the same is true of his own  
9 knowledge, except as to those matters stated upon information  
10 and belief, and as to those things that he verily believes them  
11 to be true.

12 D. A. Jerome  
13 D. A. JEROME  
14

15 Subscribed and sworn to before me this 24<sup>th</sup> day of  
16 October, 1960.

17  
18 Frankewing  
19 Notary Public  
20

21 My Commission Expires:  
22 June 25, 1961  
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THE OIL AND GAS CONSERVATION COMMISSION  
OF THE STATE OF ARIZONA

In the Matter of the Investigation  
of  
LYDIA JOHNSON and JOHN E. CARLETON,  
individually, and LYDIA J. OIL  
ASSOCIATES, Operator, of AZTEC LAND  
AND CATTLE COMPANY WELL NO. 2  
By the Oil and Gas Conservation  
Commission of the State of Arizona.

SUBPOENA DECES TECUM

THE STATE OF ARIZONA TO:

John E. Carleton, 1502 East Brill, Phoenix, Arizona, as  
Trustee of Lydia J. Oil Associates, a limited partnership organ-  
ized in the State of Arizona.

YOU ARE COMMANDED that all and singular business and  
excuses being laid aside, you appear and attend a hearing before  
the Oil and Gas Conservation Commission of the State of Arizona  
at 3500 North Central Avenue, Suite 221, Phoenix, Arizona, on  
the 24th day of August, 1960, at 9 o'clock A.M., then and there  
to testify in the above entitled matter.

In pursuance of the power given to us by Title 27,  
Chapter 4, Article 1, Arizona Revised Statutes, specifically  
A.R.S. § 27-515 (B) (2), as amended, we require you to produce  
before the Oil and Gas Conservation Commission at said time and  
place the following documents relating to said operator's well,  
Aztec Land and Cattle Company Well No. 2, that is to say, all the  
cementing tickets of the surface pipe and production casing,  
electric and/or radioactive logs run on this well in open hole  
or in the cased hole or temperature surveys, service tickets  
on the shooting and acidizing and/or other treatments that have  
been performed on said well, and all other books, records,  
accounts, papers or other data pertaining to said well which are  
now in your custody or under your control.

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Herein fail not under the penalty of A.R.S. § 27-519,  
which authorizes the institution of proceedings against you in  
the Superior Court of Maricopa County, in the event you fail to  
comply with this command.

WITNESS the signature of the member of the Oil and Gas  
Conservation Commission of the State of Arizona, this 17<sup>th</sup> day  
of August, 1960.

ARIZONA OIL AND GAS CONSERVATION  
COMMISSION

By *Donna M. Wilson*  
Member

ATTEST:

*J. A. Jerome*  
Executive Secretary  
Arizona Oil and Gas Conservation  
Commission

97

CERTIFICATE OF SERVICE OF SUBPOENA  
DUCES TECUM

STATE OF ARIZONA }  
County of Maricopa } ss.

I hereby certify that I served the within Subpoena  
Duces Tecum by personally delivering a true copy thereof to  
\_\_\_\_\_, at \_\_\_\_\_  
\_\_\_\_\_, in the County of \_\_\_\_\_  
State of Arizona, on the \_\_\_\_\_ day of August, 1960.

DATED this \_\_\_\_\_ day of August, 1960.

\_\_\_\_\_  
Agent  
Arizona Oil and Gas Conservation Commission

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THE OIL AND GAS CONSERVATION COMMISSION OF  
THE STATE OF ARIZONA

In the Matter of the Investigation  
of  
LYDIA JOHNSON and JOHN E. CARLETON,  
individually, and LYDIA J. OIL  
ASSOCIATES, Operator, of AZTEC LAND  
AND CATTLE COMPANY WELL NO. 2  
By the Oil and Gas Conservation  
Commission of the State of Arizona.

SUBPOENA DECES TECUM

THE STATE OF ARIZONA TO:

Lydia Johnson, 1502 East Brill, Phoenix, Arizona, as  
Trustee of Lydia J. Oil Associates, a limited partnership organ-  
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YOU ARE COMMANDED that all and singular business and  
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A.R.S. § 27-515 (B) (2), as amended, we require you to produce  
before the Oil and Gas Conservation Commission at said time and  
place the following documents relating to said operator's well,  
Aztec Land and Cattle Company Well No. 2, that is to say, all  
the cementing tickets of the surfact pipe and production casing,  
electric and/or radioactive logs run on this well in open hole  
or in the cased hole or temperature surveys, service tickets on  
the shooting and acidizing and/or other treatments that have been  
performed on said well, and all other books, records, accounts,  
papers or other data pertaining to said well which are now in  
your custody or under your control.



CERTIFICATE OF SERVICE OF SUBPOENA  
DUCES TECUM

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STATE OF ARIZONA }  
County of Maricopa } ss.

I hereby certify that I served the within Subpoena  
Duces Tecum by personally delivering a true copy thereof to  
\_\_\_\_\_, at \_\_\_\_\_  
\_\_\_\_\_, in the County of \_\_\_\_\_, Sta te  
of Arizona, on the \_\_\_\_\_ day of August, 1960.

DATED this \_\_\_\_\_ day of August, 1960.

\_\_\_\_\_  
Agent  
Arizona Oil and Gas Conservation Commission

1 IN THE SUPERIOR COURT OF THE STATE OF ARIZONA  
2 IN AND FOR THE COUNTY OF MARICOPA

3  
4 STATE OF ARIZONA,  
5 Plaintiff,

6 vs.

7 LYDIA JOHNSON, and JOHN E.  
8 CARLTON, individually, and  
9 as general partners of  
LYDIA J. OIL ASSOCIATES, a  
limited partnership,

10 Defendants.

120455

No. 120455

COMPLAINT

~~FILE~~

11  
12 COMES NOW the plaintiff by the Attorney General, WADE CHURCH,  
13 and for its first claim for relief alleges:

14 I

15 The OIL AND GAS CONSERVATION COMMISSION of the State of  
16 Arizona, hereinafter called the "Commission", is the official  
17 state agency responsible for the administration and enforcement  
18 of Title 27, Chapter 4, Article 1, <sup>Arizona Constitution</sup> the Oil and Gas Conservation  
19 Act of 1951, as amended, and the rules and regulations adopted  
20 thereunder; the Commission has directed the Attorney General to  
21 bring this action against the above-named defendants for the  
22 reasons and on the grounds hereinafter set forth.

23 II

24 The individual defendants are residents of Maricopa County,  
25 Arizona, and are the general partners in an ostensible limited  
26 partnership, LYDIA J. OIL ASSOCIATES, made a defendant herein.

27 III

28 The defendants, and each of them, have been and now are  
29 engaged in the business of drilling, operating, managing and  
30 controlling AZTEC LAND AND CATTLE WELL NO. 2, hereinafter called  
31 Well No. 2, under the name of LYDIA J. OIL ASSOCIATES, on land  
32

1 leased in Section 33, Township 14 North, Range 20 East, Navajo  
2 County, Arizona.

3 IV

4 That on or about August 14, 1959, the Commission approved  
5 the defendants' application to drill Well No. 2 which contained  
6 the following casing program: Steel pipe 8 5/8 inches in dia-  
7 meter, sunk to a depth of 1,000 feet, with cement to be circulated  
8 to the surface; that no authorization for a different casing  
9 program has been granted the defendants by the Commission.

10 V

11 That at the time of filing of this complaint and since  
12 drilling commenced on Well No. 2, on or about August 27, 1959,  
13 the defendants and each of them have failed and neglected to  
14 install surface casing in accordance with their application, con-  
15 trary to Rule 10 of Article 2, Chapter 3, of the General Rules  
16 and Regulations governing the Conservation of Oil and Gas in  
17 Arizona, which reads as follows:

18 "SURFACE CASING. Surface casing shall be set  
19 at a depth below all fresh waters and be  
20 cemented to the surface. The depth at which  
21 the applicant proposes to set surface casing  
22 shall be specified on Form No. CG 51 Application  
23 for drilling permit. The issuance of a drilling  
24 permit shall constitute the approval by the  
25 Commissioner of the surface casing program  
26 specified in the application. The Commissioner  
27 may at his discretion require or permit the  
28 use of a different casing program for the  
29 protection of fresh waters. Authorization  
30 for the different program must be obtained  
31 with the permit to drill.

32 Cement shall be allowed to stand a minimum of  
Twelve (12) hours under pressure before initi-  
ating tests of drilling plug. "Under Pressure"  
is complied with if one or more float valves  
are used and found to be holding."

VI

33 That by virtue of the foregoing violation and A.R.S.  
34 § 27-527, the plaintiff is entitled to have assessed against the  
35 defendants and each of them, the statutory penalty provided in  
36

1 said statute of not more than \$1,000 for each violation and for  
2 each day the violation continues.

3 As and for a second claim for relief, the plaintiff  
4 alleges:

5 I

6 That it repeats and reiterates Paragraphs I, II and  
7 III of its first claim for relief as if herein set forth at  
8 length and made part hereof.

9 II

10 That Rule 11 of Article 2, Chapter 3, of the General  
11 Rules and Regulations Governing the Conservation of Oil and Gas  
12 in Arizona, requires among other things, that the owner or  
13 operator of any well shall test the shut-off of water by any  
14 casing which has been cemented or landed in a stratum overlying  
15 an oil or gas-bearing stratum, and that the Commission or its  
16 agent be notified of the time at which the water shut-off test  
17 will be performed, and that a record of all tests required by  
18 this rule must be reported on Form No. OG 53.

19 III

20 That Rule 22 of Article 2, Chapter 3, of the General  
21 Rules and Regulations Governing the Conservation of Oil and Gas  
22 in Arizona requires that within thirty (30) days after the com-  
23 pletion of a well drilled for oil or gas, a completion report on  
24 Form No. OG 52 shall be filed with the Commission; further the  
25 rule requires that well logs, electrical logs, if taken, samples  
26 of all cores and cuttings and drilling records shall be filed  
27 with the Commission within six (6) months after the completion  
28 of any well drilled for oil or gas.

29 IV

30 That Rule 24 of Article 2, Chapter 3, of the General  
31 Rules and Regulations governing the Conservation of Oil and Gas  
32

1 in Arizona requires that within thirty (30) days after the shoot-  
2 ing or chemical treatment of an oil or gas well, the owner  
3 producer or operator in charge of the work shall file with the  
4 Commission a report on Form No. OG 54.

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V

That the defendants and each of them failed to notify the Commission or its agents of the time the water shut-off test was to be performed and to this date have wholly failed and neglected to file Form No. OG 63, Form No. OG 52, and Form No. OG 54 as required by Rules 11, 22 and 24, respectively, although the well was completed on or about October 23, 1959.

VI

Pursuant to A.R.S. § 27-524, the Commission served upon the defendants by registered mail on August 25, 1960, a notice to cease and desist from the violations of the aforesaid rules, and the operation of Well No. 2 and ordered the defendants to file the required forms and records with the Commission within fifteen (15) days.

VII

That defendants and each of them have failed and refused to comply with the Order of the Commission and have failed and refused to cease and desist from violating the laws of the State of Arizona.

VIII

That by virtue of the foregoing the defendants, and each of them, are in violation of Rules 11, 22 and 24 of Article 2, Chapter 3, of the General Rules and Regulations Governing the Conservation of Oil and Gas in Arizona, the cease and desist orders of the Commission, and A.R.S. § 27-527, and plaintiff is entitled to have assessed against the defendants, and each of them, the statutory penalty provided in said statute of not more

1 than \$1,000 for each violation and for each day the violation  
2 continues.

3 WHEREFORE plaintiff prays:

4 1. That the conduct of the defendants and each of them  
5 as aforesaid be adjudged to be in violation of Rules 10, 11, 22  
6 and 24 of Article II, Chapter III, of the General Rules and  
7 Regulations Governing the Conservation of Oil and Gas in the  
8 State of Arizona, and A.R.S. § 27-527, and that the penalty  
9 therein prescribed be assessed against the defendants and each  
10 of them in an amount to be determined by the court.

11 2. For such other and further relief as to the Court  
12 shall seem just in the premises.

13 WADE CHURCH  
14 The Attorney General

15  
16 By Arthur E. Ross  
17 ARTHUR E. ROSS  
18 Assistant Attorney General  
19 Attorneys for Plaintiff.  
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1 STATE OF ARIZONA }  
2 COUNTY OF MARICOPA } ss.

3 D. A. JEROME, being first duly sworn, deposes and says  
4 that he is the Executive Secretary of the Oil and Gas Conservation  
5 Commission of the State of Arizona and is well qualified to make  
6 this affidavit;

7 That he has read the Complaint herein and is familiar  
8 with the contents thereof; that the same is true of his own  
9 knowledge, except as to those matters stated upon information  
10 and belief, and as to those things that he verily believes them  
11 to be true.

12  
13 D. A. Jerome  
14 D. A. JEROME

15  
16 Subscribed and sworn to before me this \_\_\_\_\_ day of  
17 October, 1960.

18  
19 \_\_\_\_\_  
20 Notary Public

21 My Commission Expires:  
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APR 19 4 57 PM '60  
1 MARICOPA COUNTY  
2 SHERIFF'S OFFICE  
3 PHOENIX, ARIZONA

THE OIL AND GAS CONSERVATION COMMISSION  
OF THE STATE OF ARIZONA

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In the Matter of the Investigation  
of  
LYDIA JOHNSON and JOHN E. CARLETON,  
individually, and LYDIA J. OIL  
ASSOCIATES, Operator, of AZTEC LAND  
AND CATTLE COMPANY WELL NO. 2  
By the Oil and Gas Conservation  
Commission of the State of Arizona.

SUBPOENA DECES TECUM

10 THE STATE OF ARIZONA TO:

11 John E. Carleton, 1502 East Brill, Phoenix, Arizona, as  
12 Trustee of Lydia J. Oil Associates, a limited partnership organ-  
13 ized in the State of Arizona.

14 YOU ARE COMMANDED that all and singular business and  
15 excuses being laid aside, you appear and attend a hearing before  
16 the Oil and Gas Conservation Commission of the State of Arizona  
17 at 3500 North Central Avenue, Suite 221, Phoenix, Arizona, on  
18 the 24th day of August, 1960, at 9 o'clock A.M., then and there  
19 to testify in the above entitled matter.

20 In pursuance of the power given to us by Title 27,  
21 Chapter 4, Article 1, Arizona Revised Statutes, specifically  
22 A.R.S. § 27-515 (B) (2), as amended, we require you to produce  
23 before the Oil and Gas Conservation Commission at said time and  
24 place the following documents relating to said operator's well,  
25 Aztec Land and Cattle Company Well No. 2, that is to say, all the  
26 cementing tickets of the surface pipe and production casing,  
27 electric and/or radioactive logs run on this well in open hole  
28 or in the cased hole or temperature surveys, service tickets  
29 on the shooting and acidizing and/or other treatments that have  
30 been performed on said well, and all other books, records,  
31 accounts, papers or other data pertaining to said well which are  
32 now in your custody or under your control.



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CERTIFICATE OF SERVICE OF SUBPOENA  
DUCES TECUM

STATE OF ARIZONA }  
County of Maricopa } ss.

I hereby certify that I served the within Subpoena  
Duces Tecum by personally delivering a true copy thereof to  
\_\_\_\_\_, at \_\_\_\_\_  
\_\_\_\_\_, in the County of \_\_\_\_\_  
State of Arizona, on the \_\_\_\_\_ day of August, 1960.

DATED this \_\_\_\_\_ day of August, 1960.

\_\_\_\_\_  
Agent  
Arizona Oil and Gas Conservation Commission

97

MARICOPA COUNTY  
SHERIFF'S OFFICE  
PHOENIX, ARIZONA

THE OIL AND GAS CONSERVATION COMMISSION OF  
THE STATE OF ARIZONA

3

4 In the Matter of the Investigation  
5 of

6 LYDIA JOHNSON and JOHN E. CARLETON,  
7 individually, and LYDIA J. OIL  
8 ASSOCIATES, Operator, of AZTEC LAND  
9 AND CATTLE COMPANY WELL NO. 2

By the Oil and Gas Conservation  
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11 Lydia Johnson, 1502 East Brill, Phoenix, Arizona, as  
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15 excuses being laid aside, you appear and attend a hearing before  
16 the Oil and Gas Conservation Commission of the State of Arizona  
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24 place the following documents relating to said operator's well,  
25 Aztec Land and Cattle Company Well No. 2, that is to say, all  
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27 electric and/or radioactive logs run on this well in open hole  
28 or in the cased hole or temperature surveys, service tickets on  
29 the shooting and acidizing and/or other treatments that have been  
30 performed on said well, and all other books, records, accounts,  
31 papers or other data pertaining to said well which are now in  
32 your custody or under your control.



CERTIFICATE OF SERVICE OF SUBPOENA  
DUCES TECUM

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STATE OF ARIZONA }  
County of Maricopa } ss.

I hereby certify that I served the within Subpoena  
Duces Tecum by personally delivering a true copy thereof to  
LYDIA JOHNSON, at 1502 E. Brill,  
Phoenix, in the County of Maricopa, State  
of Arizona, on the 19th day of August, 1960.

DATED this 19th day of August, 1960.

L. C. BOISS, SHERIFF

By: Robert R. Collins  
Deputy Sheriff

Agent  
Arizona Oil and Gas Conservation Commission

97

MEMORANDUM

October 5, 1960

TO: Wade Church, The Attorney General  
FROM: Arthur E. Ross, Assistant Attorney General.  
RE: Lydia J. Oil Associates, Aztec Land and  
Cattle Company Well No. 2, Navajo County,  
Arizona.

Lydia J. Oil Associates, allegedly a limited partnership, with its principal place of business at 1502 East Brill, Phoenix, Arizona, took out an application to drill pursuant to the 1959 Rules and Regulations of the Oil and Gas Conservation Commission.

Work was begun on August 17, 1959 and the following casing program requiring the approval of the Commission was submitted:

Surface Casing

Size 8 5/8"

Diameter well pipe 1,000 feet long.

Cement Program

To circulate cement to the surface.

Drilling began at the well location, 1650 W.E.L., 254 S.N.L. Section 33, Township 14 North, Range 20 East, on August 27, 1959 within 100 feet of the lease line. (The lease from Aztec Land and Cattle Company contained 480 acres.)

A bond in the amount of \$2,500 was filed September 28, 1959.

On October 23, 1959, an article appeared in the Holbrook paper indicating that a million cubic feet of gas had been discovered in this well and from statements reportedly made by Lydia and Carlton, the general partners, it would appear that the well was completed at that time. Likewise, statements were attributed to the El Paso Natural Gas Company to the effect that pressure existed in the amount of 350 pounds per square inch. A telegram from El Paso Natural Gas Co. refuted some of the statements attributed to their employee who witnessed the tests on the well. At the time of the tests, October 23, 1959, Mr. Carlton stated to the Press that all well records concerning Aztec No. 2 would be submitted to the Commission at the end of the six month period, the reason for the delay being that since this was a wildcat well in unproven territory, the records were confidential. In addition, Lydia J. Oil Associates started a well on November 25, 1959 in the same area, this being evidence that the well was completed.

Rule 22 of the Commission's 1951 Rules and Regulations requires that six months from the date of well completion all well logs, casing records, compiled data, etc. shall be submitted to the Commission and a completion report, No. OG52, filed with the Commission. This form has never been filed.

On July 8, 1960, a letter was sent to Lydia Johnson concerning suspected violations and requesting her appearance before the Commission with respect to the same.

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On July 27 both Lydia Johnson and John E. Carleton appeared before the Commission, stating that Well No. 2 is capped but not completed. The Commission's contention was that the "Christmas Tree" had been placed on the well and it was therefore assumed to be a completed well. Carleton requested a 90 day suspension to either plug or re-enter the well, which was granted provided that all the information logs and necessary data requested by the Commission be filed within ten days.

On August 12, 1960, Bill Maule, the Commission's petroleum engineer, went to inspect the well with Commissioner Chilson. In a written report he notes several violations, the main being lack of surface casing in the hole, in violation of Rule 10. He also found gas leaking from the back side of the production string. He immediately notified Mr. Carleton and told him to take no remedial action unless he was present. A subsequent visit to the well a few days later indicated that the well had been tempered with and that a piece of 7 inch pipe had been installed as surface casing. As a result of these findings he communicated with Commissioner Wharton who requested the Attorney General to take remedial action. As a result of these statements and Mr. Wharton's request, this office served a Subpoena Duces Tecum on both Mrs. Johnson and Mr. Carleton, requiring them to appear before the Commission on August 24, with their well records and reports. A copy of the Subpoena and Minutes of the Commission Meeting are attached hereto.

At the Commission meeting of August 24, both Lydia Johnson and John E. Carleton appeared and refused to testify. Furthermore, they brought none of the records or reports requested in the Subpoena.

As a result of the aforesaid refusal to cooperate with the Commission, the 90 day suspension was officially revoked and fifteen days allowed within which to require the reports. At the same time the Commission authorized Mr. Jerome to employ consulting engineers to make an investigation at Aztec Well No. 2 to ascertain,

(1) The extent of the length of the surface casing surrounding the production pipe, and the amount of cement circulated at the top of the well.

(2) To make such tests as they are able, to determine the nature of the gas that is escaping around the well bore or may be leaking at the surface of the well, excluding the gases from the production line. Furthermore, they request the Attorney General to file Contempt proceedings against both Johnson and Carleton.

A few days later Carleton turned over some well records to this office pertaining to Aztec Well No. 2, which in turn, were delivered to the Commission.

On August 26, 1960, L. H. Bell of L. H. Bell and Associates, visited the well location with Bill Maule. (A copy of Bill Maule's statement with respect to this visit is attached hereto).

At the regular meeting of the Commission, held September 28, 1960, John Parsons of L. H. Bell and Associates, testified as to the findings contained in the report submitted herewith. Mr. Mallamo, the attorney for Johnson and Carleton was present and indicated reluctance to file a Performance Bond with respect to the work to be done pursuant to the recommendations of L. H. Bell and Bell Associates.

As a result of the foregoing, the Commission thereafter adopted the Motion, which is contained in the attached letter from the Commission, dated September 30, 1960, whereby they request the Commission to take all necessary legal steps required to comply with the Motion.

In addition to the violations mentioned above --- lack of surface casing, failure to file Form OG52 and well logs and information --- forms OG54 (Report of Shooting or Treating), and Form OG63 (Water Shut-off Test) as required by Rules 24 and 11, respectively, have to this date never been filed.

The Maricopa County Recorders Office does not have on file the Certificate of Limited Partnership required by A.R.S. §29-302, paragraph 2, and a letter has been sent to Navajo County to determine whether a certificate has been filed in that county.

L. H. Bell and Associates submitted a bill in the amount of \$1,250 for professional fees, which the Commission will be required to pay. The Commission felt that such services were necessary in view of failure of Johnson and Carleton to file the necessary information with the Commission and their lack of cooperation.

It is my opinion that the aforesaid violations exist - his failure to file the necessary reports and the lack of surface casing in the hole. It is also my opinion that these are minor violations and that no emergency exists at the wellsite.

This opinion is based on the report of L. H. Bell and Associates in their testimony before the Commission.

AER:c  
Attachments

October 5th, 1960

Miss Lydia Johnson  
Lydia J. Oil Associates  
1502 East Brill Street  
Phoenix, Arizona

C E R T I F I E D M A I L

Dear Miss Johnson:

Pursuant to the regularly held meeting of the Arizona Oil and Gas Conservation Commission on September 28, 1960, the following motion was approved and carried:

"I move, with respect to Aztec #2 well, that Lydia Johnson and associates be granted 30 days from this date (Sept. 28, 1960) within which to complete re-cementing the well in such manner as to plug off the salt water zone and prevent contamination of the fresh water in accordance with the recommendation of Mr. Bell; or else within said 30 days time they shall plug and abandon the well in accordance with the regulations of the Oil and Gas Conservation Commission and with the petroleum engineer present at the time the plugging is done."

The commission requests that you proceed forthwith to take any and all necessary steps required to comply with the motion hereinabove set forth.

Yours very truly,

D. A. Jerome  
Executive Secretary

DAJ/ew  
Carbon copy to:

Mr. Herbert Mallamo  
Attorney-at-law  
Security Bldg., Phx.

October 4, 1960

Received from the Oil and Gas Conservation  
Commission of Arizona this date the  
Preliminary Report related to Aztec Land  
& Cattle Co. Well No. 2, Navajo County,  
Arizona, by L. H. Bell & Associates,  
dated Sept. 27, 1960.

*Arthur E. Ross*  
Assistant Attorney General

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SEP 30 '60



September 30, 1960

ATTORNEY GENERAL  
STATE OF ARIZONA

Hon. Wade Church  
Attorney General  
State of Arizona  
Capitol Building  
Phoenix, Arizona

Attention: Ass't. Atty. Gen.  
Arthur Ross

Dear Sir:

Pursuant to the regularly held meeting of the Arizona Oil and Gas Conservation Commission on September 28, 1960, the following motion was approved and carried:

**MR. DEDDENS:** In view of the fact that Lydia Johnson and Associates refused to furnish the well logs and other reports at the meeting of August 24, which required the commission to employ independent professional petroleum engineers for the purpose of investigating the conditions at Aztec #2 well, and further, in view of the fact that thereafter Lydia Johnson and Associates, by delivery to this office through the Attorney General's office, made available a gamma ray neutron log, daily drillers logs, and incidental records reference said well, which together with the engineer's report, disclose among other things that no surface pipe was installed in the well at the time of inspection by Mr. Maule and Commissioner Chilson, and that there was possibility of contamination of the fresh water strata by the salt water strata, and failure to file requisite reports with the commission, I move that the Attorney General be instructed to proceed with action in court against Lydia Johnson and Associates to enforce the penalties provided in Title 27-527 A.R.S.

**SECONDED BY MR. WALDEN, MOTION WAS APPROVED AND CARRIED. DR. KALIL REFRAINED FROM VOTING FOR REASON OF PERSONAL INTEREST IN SUBJECT WELL.**

The commission requests that your office proceed forthwith to take any and all necessary legal steps required to comply with the motion hereinabove set forth.

Yours very truly,

*D.A. Jerome*  
D.A. Jerome  
Executive Secretary

DAJ/ew

**#1-INSTRUCTIONS TO DELIVERING EMPLOYEE**

Deliver *ONLY* to addressee  Show address where delivered  
*(Additional charges required for these services)*

**RETURN RECEIPT**

Received the numbered article described on other side.

SIGNATURE OR NAME OF ADDRESSEE (must always be filled in)  
*Lydia Johnson*

SIGNATURE OF ADDRESSEE'S AGENT, IF ANY  
*J.R.*

DATE DELIVERED  
*10-20-61*

ADDRESS WHERE DELIVERED (only if requested in item #1)

#99

POST OFFICE DEPARTMENT  
OFFICIAL BUSINESS

PENALTY FOR PRIVATE USE TO AVOID  
PAYMENT OF POSTAGE \$300

PHOENIX, ARIZ.  
OCT 25  
9 30 PM '50

Remember Only  
PREVENT  
FOREST FIRES

INSTRUCTIONS: Fill in items below and complete #1 on other side, when applicable. Moisten gummed ends and attach to back of article. Print on front of article RETURN RECEIPT REQUESTED.

RETURN  
TO

REGISTERED NO. STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION  
CERTIFIED NO. 461001  
INSURED NO.  
STREET AND NO. OR P. O. BOX 3500 N. CENTRAL AVE. SUITE 221  
CITY, ZONE AND STATE PHOENIX ARIZONA

CSS-16-71548-4

L. H. BELL & ASSOCIATES  
*Consulting Engineers*  
2505 EAST THOMAS ROAD  
PHOENIX, ARIZONA

PHOENIX, ARIZONA  
CRESTWOOD 9-1651

ALBUQUERQUE, NEW MEXICO  
ENTERPRISE 239

September 27, 1960

Mr. D. A. Jerome, Executive Secretary  
Arizona Oil & Gas Conservation Commission  
3500 North Central Avenue  
Phoenix, Arizona

Dear Mr. Jerome:

We transmit herewith a preliminary report covering our examination of the physical and mechanical aspects of the Lydia Johnson, trustee, of the Aztec Land and Cattle Company Well No. 2.

A final report will be submitted to you at a later date.

Yours very truly,  
L. H. BELL & ASSOCIATES  
  
L. H. Bell

LHB/jml

**# INSTRUCTIONS TO DELIVERING EMPLOYEE**

Deliver ONLY to addressee  Show address where delivered  
*(Additional charges required for these services)*

---

**RETURN RECEIPT**

Received the numbered article described on other side.

SIGNATURE OR NAME OF ADDRESSEE *(must always be filled in)*

*Raymond Johnson*

SIGNATURE OF ADDRESSEE'S AGENT, IF ANY

---

DATE DELIVERED *8-26-64* ADDRESS WHERE DELIVERED *(only if requested in item #1)*

*#97*

CSS-16-71548-4 GPO

POST OFFICE DEPARTMENT  
OFFICIAL BUSINESS

PENALTY FOR PRIVATE USE TO AVOID  
PAYMENT OF POSTAGE, \$300

POSTMARK OF  
DELIVERING OFFICE

INSTRUCTIONS: Fill in items below and complete #1 on other side, when applicable. Moisten gummed ends and attach to back of article. Print on front of article RETURN RECEIPT REQUESTED.

Jan. 1938

REGISTERED NO. NAME OF SENDER

46186 ALL-GAS CONSERVATION COMP.  
WASHINGTON, D. C. 20006

INSURED BY 46186 N. CENTRAL AVE.  
CITY, ZONE AND STATE PHOENIX, ARIZONA

078 H19-0861

CS-16-71348-4

No. 461086

**RECEIPT FOR CERTIFIED MAIL—20¢**

TO  
*Hydia Johnson Trustee*

STREET AND NO.  
*1502 E. Paul St.*

CITY AND STATE  
*Phoenix, Ariz.*

POSTMARK OR DATE  
*APR 25 1957*  
STATE OF ARIZONA  
U.S. COMMUNICATIONS

If you want a return receipt, check which:  
 10¢ shows to whom and when delivered  
 35¢ shows to whom, when, and address where delivered

If you want restricted delivery, check here:  
 50¢ fee

**FEE'S ADDITIONAL TO 20¢ FEE**

POD Form 3800  
Jul 1957

SEE OTHER SIDE

1. Stick postage stamps to your article to pay:  
20¢ certified mail fee  
First-class or airmail postage  
Either return receipt postmarked, stick the gummed stub on the address side of the article, leaving the receipt attached, and present the article to a postal employee.  
Restricted delivery fee—50¢ (optional)  
Special-delivery fee (optional)
2. If you do not want this receipt postmarked, stick the gummed stub on the address side of the article, detach and retain the receipt, and mail the article.
3. If you want a return receipt, write the certified-mail number and your name and address on a return receipt card, POD Form 3811, and attach it to the back of the article. Endorse front of article RETURN RECEIPT REQUESTED.
4. If you want the article delivered only to the addressee, endorse it on the front DELIVER TO ADDRESSEE ONLY. Place the same endorsement in line 2 of the return receipt card.
5. Save this receipt and present it if you make inquiry.
6. Save this receipt and present it if you make inquiry.

August 25, 1960

Lydia Johnson Trustee  
Lydia J. Oil Associates  
1502 East Brill Street  
Phoenix, Arizona

CERTIFIED MAIL

Dear Mrs. Johnson:

The Arizona Oil and Gas Conservation Commission at its regular monthly meeting held August 24, 1960, has taken the following action with respect to Aztec Land and Cattle Well #2, Section 33, T. 14N, R. 20E, Navajo County, Arizona.

1 - You are hereby notified that the 90-day suspension period granted on July 27, 1960, wherein you were authorized to re-enter and complete the above-stated well, or plug and abandon the said well, is hereby revoked.

2 - You are directed to Cease and Desist violating Commission rules by failing to file Form #OG-63 and Form #OG-54, and all other required well records and test reports, and you are further directed to file the said reports within fifteen (15) days from the date hereof.

For the Arizona Oil and Gas  
Conservation Commission

By \_\_\_\_\_  
D. A. Jerome  
Executive Secretary

DAJ/ew

MOTIONS FROM COMMISSION MEETING, AUGUST 24, 1960:

Present were:  
Dr. Kalil, Vice-Chairman  
Mr. Chilson  
Mr. Walden  
Mr. Deddens

MOTION 1-

Mr. Deddens: "I move that we direct the Attorney General to proceed under Section 27-519 A.R.S. against Lydia Johnson and John Carleton as follows:

1. To request of the Superior Court of this County to issue an Attachment for each of them to require them to comply with our Subpoena Duces Tecum and to produce the records requested;
2. That the Attorney General bring action for contempt proceedings against each of them for refusal to testify before this Commission, at the investigation continued this morning."

SECONDED BY Mr. Walden. All in favor but for Dr. Kalil, who abstained from voting in order to appear entirely impartial due to his personal interest in the subject well.

MOTION 2-

Mr. Deddens: "I move that since the records of this office relative to Aztec #2 well, drilled by Lydia Johnson and Associates, failed to show the filing of a report on Form OG 63, disclosing the results of a test for the shut-off of water in the well, that this Commission give notice to Lydia Johnson and John Carleton to cease and desist from such violation of the rules requiring the filing of such report, and that they file the same with this Commission within fifteen (15) days from this date; and that they be directed and noticed to file the said report OG 63 also within fifteen (15) days from this date."

SECONDED BY Mr. Chilson. All in favor but for Dr. Kalil, who abstained from voting for reason stated above.

MOTION 3-

Mr. Deddens: "It appearing from the records of this office that Lydia Johnson and her associates have failed to file a report of shooting and treating Aztec #2 well as required by Rule 24 of the Rules of Procedure of this Commission, I move that this Commission give Notice to Lydia Johnson and John Carleton to cease and desist from such violation and that they be required and directed to file the said report relative to the shooting and treating said Aztec #2 well within 15 days from this date."

SECONDED BY Mr. Walden. All in favor but for Dr. Kalil, who abstained from voting for reason stated above.

MOTION 4-

Mr. Deddens: "I move that we authorize Mr. Jerome, Executive Secretary, to employ competent professional people to make an investigation at Aztec #2 well to ascertain: Number one, the extent of the length of surface casing now surrounding the production pipe and which is cemented at the top of the well; Number two, To make such tests as they are able to do so to determine the nature of the gas that is escaping at, in or around the well bore, or may be leaking at the surface of

MOTIONS, cont.

the well excluding the gases in the production line."

SECONDED BY Mr. Walden. All in favor but for Dr. Kalil, who abstained from voting for the reason stated above.

MOTION 5-

Mr. Deddens: "Mr. Chairman, it appearing from the files and records of this office relative to Aztec #2 well that Mrs. Lydia Johnson Trustee and her associates have wholly failed to file with this office since July 27, 1960, the information, logs, reports and necessary data which were requested by the Commission and which she agreed to furnish the Commission on that date, as a condition of the Commission's granting her a 90-day suspension to either plug or re-enter said Aztec #2 well, I move that the 90-day suspension granted to Lydia Johnson and Associates by this Commission at the meeting of July 27, 1960, pursuant to the motion made by Mr. Wharton and seconded by Mr. Chilson and passed by the Commission, be revoked."

SECONDED BY Mr. Chilson. All in favor but for Dr. Kalil, who abstained from voting for the reason stated above.

MOTION 6-

Mr. Walden: "I move that the Minutes of the meeting held July 27, 1960, be approved as prepared."

SECONDED BY Mr. Chilson. All in favor.

July 29, 1960

Mrs. Lydia Johnson, Trustee  
1502 East Brill Street  
Phoenix, Arizona

Dear Mrs. Johnson:

Pursuant to our joint meeting with the Oil and Gas Conservation Commission on July 27, 1960, the Commission hereby authorizes you to suspend operations on the Aztec #2 well, Section 33, T. 14N, R. 20E, Navajo County, Arizona, for a period not to exceed ninety (90) days from the date hereof, during which time you will re-enter and complete the above-stated well, or plug and abandon said well in a manner prescribed by the rules and regulations of the Arizona Oil and Gas Conservation Commission and the Arizona Revised Statutes pertaining thereto.

For the Arizona Oil  
and Gas Conservation  
Commission

By \_\_\_\_\_  
D. A. Jerome  
Executive Secretary

DAJ/ew

RE: LYDIA JOHNSON  
1502 E. Brill  
Phoenix, Ariz  
HOME PHONE: AL 3-4202

Haldiman Bros. Insurance Agency Inc.  
is processing new bond to meet  
our regulatory requirements.

Called Mr. Jerome 9/9/59 AM.

Tues. 9/22/59

Mr. Jerome 'phoned Haldiman Bros.  
Insurance Agency, re. bond for  
Lydia Johnson, and they advised  
they refused to issue bond until  
she filed a "financial statement",  
which apparently she has not sub-  
mitted.

August 14, 1950

Haldiman Bros. Insurance Agency, Inc.,  
401 N. Central Avenue  
Phoenix, Arizona

Gentlemen:

In accordance with a request from Mr. John E. Carleton, associated with the Lydia J. Oil Associates, we are inclosing herewith a small supply of our forms for your use.

As soon as the bond has been properly executed, would you please return one copy to this office, Room 425 Arizona State Office Bldg., Phoenix, Arizona.

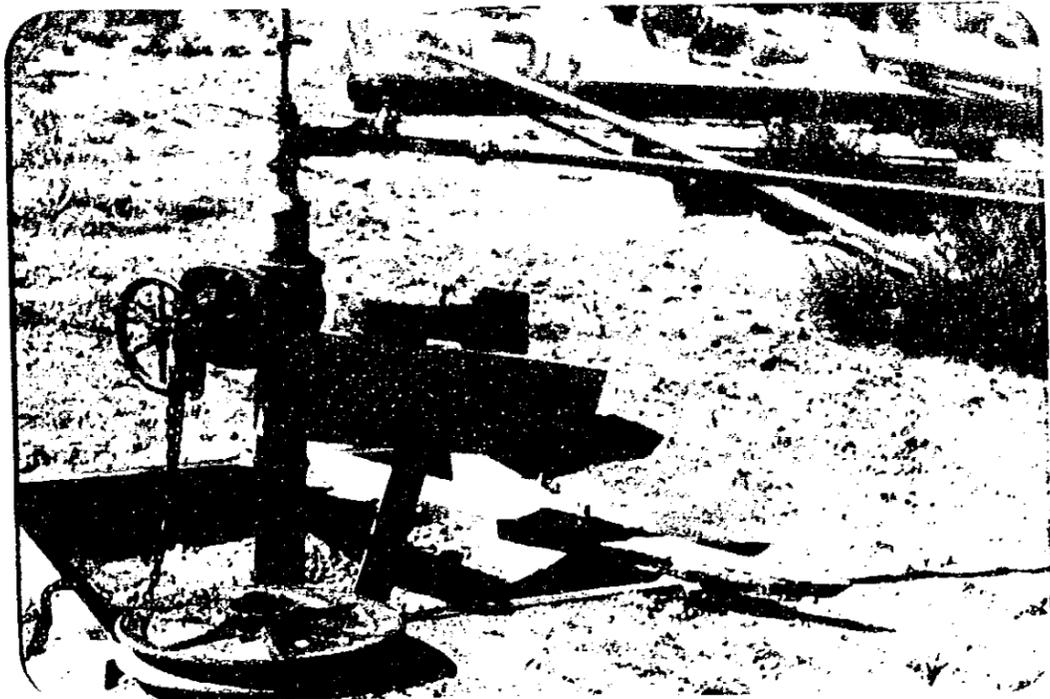
Thank you very much.

Very truly yours,

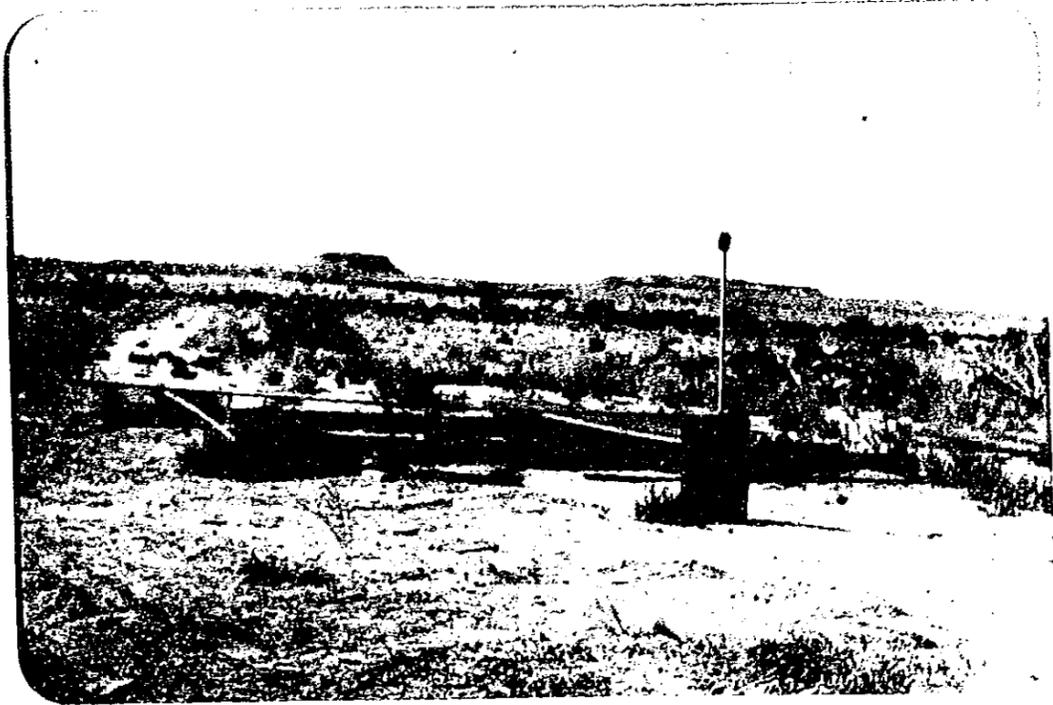
OIL AND GAS CONSERVATION COMMISSION

Frederick C. Ryan,  
Acting Executive Secretary

FCR:mb  
Encls.



Arizona Color



Arizona Color

