

MINUTES
LAWTON WATER AUTHORITY SPECIAL MEETING
JANUARY 9, 2007 - 6:00 P.M.
WAYNE GILLEY CITY HALL COUNCIL CHAMBER

The meeting was called to order at 6:00 p.m. by Chairman, John P. Purcell, Jr. Notice of meeting and agenda were posted on the City Hall notice board as required by law.

ROLL CALL

PRESENT: Bill Shoemate, Rex Givens, Janice Drewry, Keith Jackson, Robert Shanklin, Jeff Patton, Stanley Haywood, Randy Warren.

ABSENT: None

ALSO PRESENT: Larry Mitchell, City Manager; John Vincent, City Attorney; Traci Hushbeck, City Clerk, COL Sonny Uberti, Fort Sill Liaison.

CONSIDER APPROVAL OF MINUTES OF NOVEMBER 28, 2006.

MOVED by Givens, SECOND by Jackson to approve the Minutes of November 28, 2006. AYE: Givens, Drewry, Jackson, Shanklin, Patton, Haywood, Warren, Shoemate. NAY: None. MOTION CARRIED.

BUSINESS ITEM:

1. Consider authorizing the advertising for bid to lease the City's oil and gas interests for the tracts of land listed below located in the vicinity of Lake Ellsworth in Comanche County to the highest and best bidder. Exhibits: Location map, Lease request letter dated December 6, 2006

Vincent these two tracts of land are basically in the middle of the lake. They would need to slant drill if they end up drilling. Under state statute, the trust authority first has to declare that they do want to lease this property for oil and gas exploration. Then the proposed company, in this case Cope Oil and Gas, is required to publish in the newspaper within the county and it has to be by sealed bid.

Jackson questioned if this is something that would be valuable to the City of Lawton and if an effort was made to distribute this out to other oil companies.

Vincent stated there will be an effort to distribute it out, but it is up to Cope Oil to do the adverting. They can drill if they have sufficient interest from surrounding property without getting us and we become what they call a participant. If they hit a dry hole we may be charged costs as a participant. He has never seen that happen. It would be in our interest to get the best lease that we can.

MOVED by Warren, SECOND by Patton, to approve and authorize the advertising for bid to lease the City's oil and gas interests for the tracts of land located in the vicinity of Lake Ellsworth in Comanche County to the highest and best bidder. AYE: Drewry, Jackson, Shanklin, Patton, Haywood, Warren, Shoemate, Givens. NAY: None. MOTION CARRIED.

There being no further business to consider, the meeting adjourned at 6:03 p.m. upon motion, second and roll call vote.

JOHN P. PURCELL, JR., CHAIRMAN

ATTEST:

TRACI HUSHBECK, SECRETATRY