

25. (PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, HUNTINGTON BEACH, ORANGE COUNTY - W.O. 1809(B), P.R.C. 1550.1.) The following report was presented to the Commission:

"On August 10, 1955 four bids were received in response to a published notice of intention of the State Lands Commission to receive offers to enter into a lease for the extraction of oil and gas from 1,280 acres of tide and submerged lands in Huntington Beach and Orange County. Publication of this offer was authorized by the Commission July 6, 1955 (Minute Item 17, pages 2377-2406). A summary tabulation of the bonus offers received pursuant to the lease proposal is attached. The combined bid-lease form was approved by the Office of the Attorney General prior to the lease offer as to compliance with applicable statutes and rules and regulations. The Office of the Attorney General has also reviewed the high joint bid submitted by Monterey Oil Company, Humble Oil & Refining Company and Seaboard Oil Company, and determined that the bid submitted is in compliance with all specified bid conditions.

"All drilling and production operations would be conducted by the high bidder from an approved offshore filled-land drillsite location, at lease one mile seaward of the ordinary high water mark."

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE AN OIL AND GAS LEASE TO MONTEREY OIL COMPANY, HUMBLE OIL & REFINING COMPANY AND SEABOARD OIL COMPANY, THE HIGHEST QUALIFIED BIDDERS, EACH AS TO AN UNDIVIDED ONE-THIRD INTEREST, IN ACCORDANCE WITH DIVISION 6 OF THE PUBLIC RESOURCES CODE, FOR THE 1,280-ACRE PARCEL OF TIDE AND SUBMERGED LANDS IN HUNTINGTON BEACH AND ORANGE COUNTY, AS DETAILED IN THE PUBLISHED NOTICE OF INTENTION UNDER W. O. 1809(B) PUBLISHED JULY 14 AND 21, 1955, THE CASH BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE TO BE \$1,333,533.35, AS OFFERED BY THE BIDDERS IN THE BID FORM OF LEASE.

Attachment: Summary

SUMMARY

W. O. 1809(B)

<u>BIDDER</u>	<u>CASH BONUS OFFERED</u>
1. Monterey Oil Company, Humble Oil & Refining Company and Seaboard Oil Company	\$1,333,533.35
2. The Texas Company	675,198.00
3. Union Oil Company, Shell Oil Company, Continental Oil Company and Superior Oil Company	501,400.00
4. Richfield Oil Company, Hancock Oil Company and Signal Oil and Gas Company	202,536.00