

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO PUBLISH THE NOTICE OF PUBLIC HEARING IN CONNECTION WITH THE CONSIDERATION OF THE REQUEST OF THE ST. ANTHONY OIL CORPORATION FOR THE OFFERING OF AN OIL AND GAS LEASE ON TIDE AND SUBMERGED LANDS IN SANTA BARBARA COUNTY (W. O. 2046), PURSUANT TO THE REQUEST OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SANTA BARBARA FOR SUCH PUBLIC HEARING. THE EXECUTIVE OFFICER IS FURTHER AUTHORIZED TO CONDUCT THE REQUISITE HEARING AND IS DIRECTED TO REPORT HIS CONCLUSIONS AND RECOMMENDATIONS AS SOON AS PRACTICABLE ON THE PROPOSED OFFER OF NOT TO EXCEED 2,500 ACRES OF TIDE AND SUBMERGED LANDS BETWEEN THE ORDINARY HIGH WATER MARK AND A LINE THREE MILES SEAWARD AND PARALLEL TO THE HIGH WATER MARK AND LYING EASTERLY OF THE RESERVATION SPECIFIED IN SECTION 6871.2(b), PUBLIC RESOURCES CODE.

13. (TERMINATION OF OIL AND GAS LEASE, E. 407, SURF ASSOCIATES, INC., ORANGE COUNTY.) The following report was presented to the Commission:

"Oil and Gas Lease E. 407, issued April 9, 1940 pursuant to competitive public bidding, provides in part that 'This agreement may be terminated, and any of the provisions hereof may be modified or amended, upon the mutual consent of the parties hereto.' The one well drilled under this lease heretofore became unproductive and has been abandoned in compliance with existing laws and regulations relating to the abandonment of oil and gas wells as evidenced by the records of the Division of Oil and Gas and the approval for the abandonment by the State Lands Division. All royalties and rentals due under the lease have been paid for the period terminating April 9, 1956. No structures were ever placed on the leased tide and submerged lands, all development having been conducted by slant drilling from adjoining privately owned lands. Surf Associates, Inc., the lessees under E. 407, have requested that the agreement be terminated by mutual consent."

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO CANCEL AGREEMENT FOR EASEMENT 407, HUNTINGTON BEACH, UNDER MUTUAL CONSENT WITH THE LESSEES, SURF ASSOCIATES, INC.

14. (REVISION OF PARTICIPATION, COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1, STANDARD OIL COMPANY OF CALIFORNIA, KIRBY HILL, SOLANO COUNTY, CALIFORNIA.) The following report was presented to the Commission:

"Exhibit C of Compensatory Royalty Agreement P.R.C. 255.1, entered into with the Standard Oil Company of California February 9, 1953, specifies the bases for allocation of production in relation to active wells in the field.

"Three wells (Wagonet No. 1, Wagonet No. 2, and Lambie No. 1A) were shut in during June, July and August 1955. This condition, under the terms of Compensatory Royalty Agreement P.R.C. 255.1, will result in a State participation in the Kirby Hill gas field production in the percentage of 7.584% from and after September 1, 1955 as against 5.426% which was effective from March 1, 1955 to

August 31, 1955. The subject wells were returned to production September 1, 1955 and, therefore, again pursuant to the provisions of the compensatory royalty agreement, the State participation would be revised to 5.426% effective October 1, 1955.

"The data for the proposed revisions in percentage participation have been reviewed by the staff."

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE MODIFICATION OF THE STATE PERCENTAGE PARTICIPATION UNDER COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1 TO BE 7.548% AS OF SEPTEMBER 1, 1955 AND 5.426% FOR THE PERIOD OCTOBER 1, 1955 TO MARCH 1, 1956.

15. (DEFERMENT OF DRILLING REQUIREMENTS, OIL AND GAS LEASE P.R.C. 735.1, MONTALVO AREA, VENTURA COUNTY.) The following report was presented to the Commission:

"On October 10, 1955 (Minute Item 6, pages 2458-59) the Commission authorized the Executive Officer to grant the Standard Oil Company of California, lessee under State Oil and Gas Lease P.R.C. 735.1, an extension of time to not later than November 17, 1955 for the commencement of the drilling of the well succeeding well 'State' D-4, as provided for in Oil and Gas Lease P.R.C. 735.1. Authorization for this grant of deferment was based on consideration of elimination of mutual subsurface title problems between the Standard Oil Company and the County of Ventura, which proceedings were anticipated could be completed during October. The documents for elimination of the aforesaid title problems have been completed and were in escrow awaiting action by the Board of Supervisors of the County of Ventura on November 29, 1955. Therefore, the Standard Oil Company of California, as lessee under Oil and Gas Lease P.R.C. 735.1, has again requested the grant of an additional period of 45 days from and after November 17, 1955 for the commencement of the next succeeding well required to be drilled under the lease."

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT THE STANDARD OIL COMPANY OF CALIFORNIA, LESSEE UNDER STATE OIL AND GAS LEASE P.R.C. 735.1, AN EXTENSION OF TIME TO NOT LATER THAN JANUARY 2, 1956 FOR THE COMMENCEMENT OF THE DRILLING OF THE WELL SUCCEEDING WELL "STATE" D-4, AS PROVIDED FOR IN OIL AND GAS LEASE P.R.C. 735.1.

16. (PROPOSED RESERVATION OF MINERALS, VETERANS' HOME, YOUNTVILLE, NAPA COUNTY (1668/1953); VULCAN ISLAND, SAN JOAQUIN COUNTY (979/1955); AND REYNOLDS RANCH, SONOMA COUNTY (979/1955).) The following report was presented to the Commission:

"Section 6404, Public Resources Code, provides in part that any State agency that sells any of the lands listed in Section 6403 (e.g. land acquired by the State for public use) may with the approval of the State Lands Commission reserve to the State any