MINUTE ITEM

20. APPLICATION FOR SUBMARINE FLOW-LINE EASEMENT FOR OCEAN-FLOOR OIL-WELL COMPLETION, SHELL-STANDARD-MOLINO STATE NO. 3, TO AN ONSHORE POINT NEAR ARROYO HONDO CREEK, SANTA BARBARA COUNTY; SHELL OIL COMPANY - W.O. 4653, P.R.C. 3016.1.

After consideration of Calendar Item 26 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE TO SHELL OIL COMPANY A 49-YEAR EASEMENT FOR THE CONSTRUCTION, OPERATION, AND MAINTENANCE OF SUBMARINE FLOW LINES OVER SUBMERGED LANDS OF THE SANTA BARBARA CHANNEL, AT AN ANNUAL RENTAL OF \$187.54. THE LANDS ARE DESCRIBED AS FOLLOWS:

A PARCEL OF SUBMERGED LAND IN THE SANTA BARBARA CHANNEL, SANTA BARBARA COUNTY, DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT IN THE SANTA BARBARA CHANNEL HAVING CALIFORNIA ZONE 5 COORDINATES OF X = 1,354,714.06 FEET, AND Y = 359,679.58 FEET; THENCE N. 43° 44' 29" E., 434.47 FEET; S. 39° 15' 52" W., 94.88 FEET; S. 36° 31' 53" W., 5,920.74 FEET TO THE EASTERN LINE OF STATE LEASE P.R.C. 2920.1; THENCE NORTH ALONG SAID LINE 84.00 FEET; THENCE N. 36° 31' 53" E., 5,516.99 FEET TO THE POINT OF BEGINNING, CONTAINING 6.602 ACRES MORE OR LESS.

BEARINGS AND LISTANCES ARE BASED ON CALIFORNIA COORDINATE SYSTEM ZONE 5.

Attachment
Calendar Item 26 (1 page)

CALENDAR ITEM

26.

APPLICATION FOR SUBMARINE FLOW-LINE EASEMENT FOR OCEAN-FLOOR OIL-WELL COMPLETION, SHELL-STANDARD-MOLINO STATE NO. 3, TO AN ONSHORE POINT NEAR ARROYO HONDO CREEK, SANTA BARBARA COUNTY; SHELL OIL COMPANY - W.O. 4653.

An application has been received from Shell Oil Company for a 50-foot-wide right-of-way easement for the construction, operation, and maintenance of submarine flow lines to provide for the movement of production from State Well No. 3, located on Shell Oil Company and Standard Oil Company Lease P.R.C. 2920.1, to an onshore point near the mouth of Arroyo Hondo Creek about one-half mile south of Gaviota on U. S. Highway 101 (see Exhibit "A", W.O. 4644).

The lines will cross the northwest portion of Lease P.R.C. 2933.1, issued to Phillips Petroleum Company and Pauley Petroleum Inc., and will also cross the Division of Highways Route 101 right-of-way (see Exhibit "A", W.O. 4644). Shell has provided copies of statements of nonobjection on the part of Phillips Petroleum Company and Pauley Petroleum Inc. as to the crossing of a portion of their Lease P.R.C. 2933.1. The Division of Highways has issued an encroachment permit to Shell, a copy of which has been provided to this Division.

Based on a \$300-per-acre valuation of the submerged lands for the easement area involved on Lease P.R.C. 2933.1, the annual rental for a 49-year easement has been determined to be \$187.54.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE TO SHELL OIL COMPANY A 49-YEAR EASEMENT FOR THE CONSTRUCTION, OPERATION, AND MAINTENANCE OF SUBMARINE FLOW LINES OVER SUBMERGED LANDS OF THE SANTA BARBARA CHANNEL, AT AN ANNUAL RENTAL OF \$187.54. THE LANDS ARE DESCRIBED AS FOLLOWS:

A PARCEL OF SUBMERGED LAND IN THE SANTA BARBARA CHANNEL, SANTA BARBARA COUNTY, DESCLIBED AS FOLLOWS:

BEGINNING AT A POINT IN THE SANTA BARBARA CHANNEL HAVING CALIFORNIA ZONE 5 COORDINATES OF X = 1,354,714.06 FEET, AND Y = 359,679.58 FEET; THENCE N. 43° 44' 29" E., 434.47 FEET; S. 39° 15' 52" W., 94.88 FEET; S. 36° 31' 53" W., 5,920.74 FEET TO THE EASTERN LINE OF STATE LEASE P.R.C. 2920.1; THENCE NORTH ALONG SAID LINE 84.00 FEET; THENCE N. 36° 31' 53" E., 5,516.99 FEET TO THE POINT OF BEGINNING, CONTAINING 6.602 ACRES MORE OR LESS.

BEARINGS AND DISTANCES ARE BASED ON CALIFORNIA COORDINATE SYSTEM ZONE 5.