

MINUTE ITEM

9/23/65

20. REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 2879.1, SANTA BARBARA COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 5837.

After consideration of Calendar Item 12 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO UNION OIL COMPANY A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 2879.1 THROUGH APRIL 11, 1966. ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 12 (1 page)

12.

REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 2879.1, SANTA BARBARA COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 5837.

State Oil and Gas Lease P.R.C. 2879.1, containing approximately 5,653 acres of tide and submerged lands in Santa Barbara County, was issued on April 26, 1962, to Union Oil Company of California, pursuant to competitive public bidding.

A total of 13 test wells have been drilled on the leased lands, nine from floating drilling equipment, and four from uplands locations.

The last test well completed drilling operations on June 14, 1965.

An application has been received from Union Oil Company of California requesting a deferment of drilling requirements for a six-month period extending from October 12, 1965, through April 11, 1966.

The deferment is requested by the lessee in order to allow the time necessary to negotiate for additional drillsites from upland property owners in the vicinity, and to make "feasibility studies" of the most economical means of transporting oil and gas to market.

In conformance with current Commission practice of granting deferments for periods not in excess of six months,

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO UNION OIL COMPANY A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 2879.1 THROUGH APRIL 11, 1966. ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.