

12/16/65

29. APPLICATION FOR SUBSURFACE CROSSING EASEMENT THROUGH SUBSURFACE LANDS OF PIPER SLOUGH, CONTRA COSTA COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 5806, P.R.C. 3428.1.

After consideration of Calendar Item 18 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE TO UNION OIL COMPANY OF CALIFORNIA A SUBSURFACE CROSSING EASEMENT FOR A PERIOD OF 15 YEARS, WITH THREE RENEWAL PERIODS OF 10 YEARS EACH, AT AN ANNUAL RENTAL OF \$734.82, THE FIRST AND LAST YEARS' RENTALS TO BE PAID IN ADVANCE. THE LEASE IS TO PROVIDE FOR PASS-THROUGH RIGHTS ONLY, AND DOES NOT PROVIDE FOR THE PRODUCTION OF OIL AND GAS FROM STATE LANDS. THE EASEMENT IS TO BE UNDER THE FOLLOWING-DESCRIBED LANDS:

THAT PORTION OF PROJECTED SECTIONS 3 AND 10, TOWNSHIP 2 NORTH, RANGE 3 EAST, M.D.B. & M., CONTRA COSTA COUNTY, CALIFORNIA, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

THOSE LANDS LYING 500' BELOW THE BED OF PIPER SLOUGH BOUNDED ON THE NORTHWEST BY DIRECT EXTENSION NORTHEAST OF THE NORTHWEST LINE OF LOT 79 OF THE IRVINE BLOOMFIELD SUBDIVISION NO. 2 AS PER MAP OF SAID SUBDIVISION FILED IN THE OFFICE OF THE RECORDER OF THE COUNTY OF CONTRA COSTA, STATE OF CALIFORNIA, ON AUGUST 8, 1947, IN VOLUME 33 OF MAPS, AT PAGE 37; ON THE NORTHEAST BY SOUTHWESTERLY BOUNDARY OF THE LANDS OF S. L. RAWLINGS, JR., AS PER QUITCLAIM DEED DATED DECEMBER 17, 1945, WHICH DEED WAS RECORDED DECEMBER 26, 1945, IN THE RECORDS OF THE COUNTY OF CONTRA COSTA COUNTY, CALIFORNIA, UNDER RECORDER'S SERIAL NUMBER 33209; ON THE SOUTHEAST BY THE DIRECT EXTENSION SOUTHEAST OF THE SOUTHWEST LINE OF LOT 67 OF SAID IRVINE BLOOMFIELD SUBDIVISION NO. 2; ON THE SOUTHWEST BY THE NORTHEASTERLY BOUNDARIES OF LOTS 67 THROUGH 79 OF SAID IRVINE BLOOMFIELD'S SUBDIVISION NO. 2.

Attachment

Calendar Item 18 (1 page)

18.

APPLICATION FOR SUBSURFACE CROSSING EASEMENT THROUGH SUBSURFACE LANDS OF PIPER SLOUGH, CONTRA COSTA COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 5806.

Union Oil Company of California has applied for a subsurface crossing easement covering 7.66 acres of ungranted sovereign lands below a depth of 2000 feet under Piper Slough, Bethel Island, Contra Costa County (as shown on Exhibit "A"). The applicant contemplates an exploration program that includes drilling for oil and gas on leased land containing 468 acres northeasterly of Piper Slough. The surface location from which directional drilling will be undertaken will be on a leased parcel of upland located southwest of the "site" depicting the State land crossing (on Exhibit "A").

The lease agreement will provide that the easement shall be limited to the drilling into, through and across State land for the purpose of discovering and producing oil, gas, and other hydrocarbon substances from lands other than those of the State. The lessee will be required to provide all information relative to directional surveys within six months of the abandonment, suspension, or completion of a well.

A staff appraisal of the land indicates an annual rental of \$734.82 during an initial lease period of 15 years, with the first and last years' rental payable in advance. The lease will provide for three renewal options of ten years each.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE TO UNION OIL COMPANY OF CALIFORNIA A SUBSURFACE CROSSING EASEMENT FOR A PERIOD OF 15 YEARS, WITH THREE RENEWAL PERIODS OF 10 YEARS EACH, AT AN ANNUAL RENTAL OF \$734.82, THE FIRST AND LAST YEARS' RENTALS TO BE PAID IN ADVANCE. THE LEASE IS TO PROVIDE FOR PASS-THROUGH RIGHTS ONLY, AND DOES NOT PROVIDE FOR THE PRODUCTION OF OIL AND GAS FROM STATE LANDS. THE EASEMENT IS TO BE UNDER THE FOLLOWING-DESCRIBED LANDS:

THAT PORTION OF PROJECTED SECTIONS 3 AND 10, TOWNSHIP 2 NORTH, RANGE 3 EAST, M.D.B. & M., CONTRA COSTA COUNTY, CALIFORNIA, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

THOSE LANDS LYING 500' BELOW THE BED OF PIPER SLOUGH BOUNDED ON THE NORTHWEST BY DIRECT EXTENSION NORTHEAST OF THE NORTHWEST LINE OF LOT 79 OF THE IRVINE BLOOMFIELD SUBDIVISION NO. 2 AS PER MAP OF SAID SUBDIVISION FILED IN THE OFFICE OF THE RECORDER OF THE COUNTY OF CONTRA COSTA, STATE OF CALIFORNIA, ON AUGUST 8, 1947, IN VOLUME 33 OF MAPS, AT PAGE 37; ON THE NORTHEAST BY SOUTHWESTERLY BOUNDARY OF THE LANDS OF S.L. RAWLINGS, JR., AS PER QUITCLAIM DEED DATED DECEMBER 17, 1945, WHICH DEED WAS RECORDED DECEMBER 26, 1945, IN THE RECORDS OF THE COUNTY OF CONTRA COSTA COUNTY, CALIFORNIA, UNDER RECORDER'S SERIAL NUMBER 33209; ON THE SOUTHEAST BY THE DIRECT EXTENSION SOUTHEAST OF THE SOUTHWEST LINE OF LOT 67 OF SAID IRVINE BLOOMFIELD SUBDIVISION NO. 2; ON THE SOUTHWEST BY THE NORTHEASTERLY BOUNDARIES OF LOTS 67 THROUGH 79 OF SAID IRVINE BLOOMFIELD'S SUBDIVISION NO. 2.