

MINUTE ITEM

9/26/66

30. PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, SACRAMENTO AND CONTRA COSTA COUNTIES - W.O. 6115 (PARCEL B), P.R.C. 360%.

After consideration of Calendar Item 40 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION ACCEPTS THE BID MADE BY SIGNAL OIL AND GAS COMPANY ON SEPTEMBER 8, 1966, AND AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR APPROXIMATELY 600 ACRES OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 6115 (PARCEL B) IN SAN JOAQUIN RIVER AND FALSE RIVER, SACRAMENTO AND CONTRA COSTA COUNTIES, AS DETAILED IN THE NOTICE OF INTENTION PUBLISHED JULY 21, 1966, AND JULY 28, 1966. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$11,346.00 AS OFFERED IN THE BID.

Attachment

Calendar Item 40 (2 pages.)

40.

PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, SACRAMENTO AND CONTRA COSTA COUNTIES - W.O. 6115 (PARCEL B).

On September 8, 1966, two bids were received in response to a published Notice of Intention of the State Lands Commission to enter into a lease for the extraction of oil and gas from approximately 600 acres of tide and submerged lands designated as W.O. 6115 (Parcel B) in San Joaquin River and False River, Sacramento and Contra Costa Counties. This offer was authorized by the Commission on July 12, 1966 (Minute Item 31, page 12,869).

The bids submitted were reviewed by the staff as to technical sufficiency and economic factors. The Office of the Attorney General reviewed the highest bid submitted by Signal Oil and Gas Company and determined:

- A. That the Commission has complied with the procedural requirements of law;
- B. That the bid submitted conforms with:
 - 1. The bid requirements as specified in the proposals of the Commission;
 - 2. The applicable provisions of law; and
 - 3. The rules and regulations of the Commission.

A summary tabulation of the bonus-payment offers received pursuant to the lease proposal is attached as Exhibit "A".

IT IS RECOMMENDED THAT THE COMMISSION ACCEPT THE BID MADE BY SIGNAL OIL AND GAS COMPANY ON SEPTEMBER 8, 1966, AND AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR APPROXIMATELY 600 ACRES OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 6115 (PARCEL B) IN SAN JOAQUIN RIVER AND FALSE RIVER, SACRAMENTO AND CONTRA COSTA COUNTIES, AS DETAILED IN THE NOTICE OF INTENTION PUBLISHED JULY 21, 1966, AND JULY 28, 1966. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$11,346.00 AS OFFERED IN THE BID.

Attachment
Exhibit "A"

EXHIBIT "A"

SUMMARY

PARCEL B

<u>Bidder</u>	<u>Cash-Bonus Offer</u>
Signal Oil and Gas Company	\$11,346.00
Texaco Inc.	\$10,251.46