

MINUTE ITEM

1/26/73  
JWY

8. APPROVAL OF NEW WELLS "STATE 91" 50, "STATE 91" 80 AND "STATE 91" 90, STATE OIL AND GAS LEASE PRC 91.1, HUNTINGTON BEACH OFFSHORE, ORANGE COUNTY; SIGNAL OIL AND GAS COMPANY - PRC 91.1.

After consideration of Calendar Item 6 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE APPROVAL OF DRILLING AND COMPLETING NEW WELLS "STATE 91" 50, "STATE 91" 80, AND "STATE 91" 90 IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF STATE OIL AND GAS LEASE 91.1, SIGNAL OIL AND GAS COMPANY, LESSEE, AND THE RULES AND REGULATIONS OF THE COMMISSION.

Attachment:

Calendar Item 6 (1 page)

CALENDAR ITEM

1/73  
JWY  
PRC 91.1

6.

APPROVAL OF NEW WELLS "STATE 91" 50,  
"STATE 91" 80 AND "STATE 91" 90,  
STATE OIL AND GAS LEASE PRC 91.1,  
HUNTINGTON BEACH OFFSHORE, ORANGE COUNTY;  
SIGNAL OIL AND GAS COMPANY

Signal Oil and Gas Company has submitted an application to drill three new producing wells from onshore locations under State Oil and Gas Lease PRC 91.1, Orange County.

The proposed wells will be drilled from an onshore screened site designed for minimum visual impact upon the area. (Seven wells have currently been completed.) An eight-foot slump-stone wall encloses the site, and, upon completion of drilling activities, no equipment or production facilities will be visible.

The drilling and completion programs have been reviewed by the State Lands Division, and have been determined to be in accordance with good engineering practices and the rules and regulations of the Commission. The State Division of Oil and Gas has approved the drilling of these wells.

Engineering and economic evaluations indicate that the proposed wells will produce resources unrecoverable from currently producing wells. Deferment of approval of these wells would cause an ultimate loss of natural resources and of income to the State.

EXHIBIT:           A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE APPROVAL OF DRILLING AND COMPLETING NEW WELLS "STATE 91" 50, "STATE 91" 80, AND "STATE 91" 90 IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF STATE OIL AND GAS LEASE 91.1, SIGNAL OIL AND GAS COMPANY, LESSEE, AND THE RULES AND REGULATIONS OF THE COMMISSION.