

MINUTE ITEM

5/31/73
JWY

10. APPROVAL OF NEW WELL "STATE 91" 100, 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 8 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE APPROVAL OF DRILLING AND COMPLETING NEW WELL "STATE 91" 100, 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 8 (1 page)

CALENDAR ITEM

5/73

JWY

8.

PRC 91.1

APPROVAL OF NEW WELL "STATE 91" 100
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 a new producing well from an onshore location under State Oil and Gas Lease PRC 91.1, Orange County.

The proposed well is part of the plan for secondary recovery operations approved by the Commission on April 28, 1966 (Minute Item 23, page 12559).

The proposed well will be drilled from an onshore screened site designed for minimum visual impact upon the area. (Ten 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 program has been reviewed by the State Lands Division, and has 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 this well. Further, the well will be subject to any additional requirements as specified by the South Coast Regional Commission.

Engineering and economic evaluations indicate that the proposed well will produce resources unrecoverable from currently producing wells. Deferment of approval of this well 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 WELL "STATE 91" 100, 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.