

This Calendar Item No. 40
was approved as Minute Item
No. 40 by the State Lands
Commission by a vote of 3
to 0 at its 12/15/76
meeting.

MINUTE ITEM

12/15/76
WMT

40. APPROVAL OF ASSIGNMENT OF INTEREST, STANDARD OIL
COMPANY OF CALIFORNIA TO CHEVRON U.S.A., INC.

During consideration of Calendar Item 40, attached, Commission-
alternate Sid McCausland requested staff to report back
to him on what the name change represents.

Upon motion duly made and carried, the resolution as presented
in Calendar Item 40 was approved by a vote of 3-0.

Attachment: Calendar Item 40 (1 page)

APPROVAL OF ASSIGNMENT OF INTEREST,
STANDARD OIL COMPANY OF CALIFORNIA TO
CHEVRON, U.S.A., INC.

The City of Long Beach has requested Commission approval to consent to the assignment of all of the interest of Standard Oil Company of California, in two Long Beach tideland oil operations, to a wholly-owned subsidiary corporation, Chevron, U.S.A., Inc., effective January 1, 1977.

Standard Oil Company of California, with Atlantic Richfield Company, is the contractor for 10 percent of tideland Tract No. 1, under the Contractors' Agreement, Long Beach Unit. Additionally, Standard Oil Company of California holds an effective 28.5 percent interest as Contractor under the Drilling and Operating Contract (Long Beach Harbor Department Tidelands Parcel).

Article 25, of the Contractors' Agreement, Long Beach Unit, and Section 33, of the Drilling and Operating Contract (Long Beach Harbor Department Tidelands Parcel), requires approval by the State Lands Commission prior to City approval of assignment or disposal of any of the Contractors' obligations under the subject contracts.

The Division and the Office of the Attorney General have reviewed the documents that will effect the assignment and provide the City's consent thereto, with the conclusion that the Commission may grant approval to the City for its consent to the assignment in the manner and subject to the conditions set forth in said documents.

IT IS RECOMMENDED THAT THE COMMISSION GRANT APPROVAL TO THE CITY OF LONG BEACH FOR ITS CONSENT TO THE ASSIGNMENT OF ALL THE INTEREST OF STANDARD OIL COMPANY OF CALIFORNIA IN THE CONTRACTORS' AGREEMENT, LONG BEACH UNIT, AND THE DRILLING AND OPERATING CONTRACT (LONG BEACH HARBOR DEPARTMENT TIDELANDS PARCEL), TO CHEVRON, U.S.A., INC., SUCH CONSENT IS TO BE AS INDICATED IN THE CONSENT TO ASSIGNMENT AGREEMENTS SUBMITTED BY THE CITY OF LONG BEACH.