

MINUTE ITEM

This Calendar Item No. 16
was approved as Minute Item
No. 16 by the State Lands
Commission by a vote of 3
to 0 at its 7/23/81
meeting.

CALENDAR ITEM

16

7/81
W 40254
Hamilton

REMEDIAL WELL WORK
STATE OIL AND GAS LEASE PRC 976.1, ORANGE COUNTY

LESSEE: The Termo Company
P. O. Box 2767
3275 Cherry Avenue
Long Beach, California 90801

AREA, TYPE LAND AND LOCATION:
State Oil and Gas Lease PRC 976.1 consists of two onshore wells, Fee No. 2 and Fee No. 5. Surface locations of these wells are located on private lands near the intersection of 20th Street and Pacific Coast Highway in Huntington Beach, Orange County. The lease can be described as two separate and distinct cylindrical areas, each 24 inches in diameter, extending throughout the full length, course and distance of each well in so far as such cylindrical areas extends into state lands seaward of the ordinary high-water mark of the Pacific Ocean.

PROJECT DESCRIPTION:
The Termo Company proposes to repair existing well Fee No. 5 which is currently not producing commercially due to the poor mechanical condition of a portion of the well's casing/liner. This repair program consists of re-entering existing well-head facility, plugging damaged liner, and then sidetracking and recompleting the well from essentially the same drainage point from which the well has been produced.

AB 884: N/A.

OTHER PERTINENT INFORMATION:
1. The area surrounding State Oil and Gas Lease PRC 976.1 is included in State Oil and Gas Lease PRC 91.1 currently held by Amioil USA, Inc. The Termo

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Company has obtained a letter of non-objection from Aminoil for sidetracking well Fee No. 5 within a 50-foot cylinder of the original hole location.

2. An environmental document is not required. This transaction is within the purview of 14 Cal. Adm. Code 15101(d), Class 1, which exempts the operation, repair, maintenance or minor alteration of an existing structure.
3. This project is situated on land identified as possessing environmental values in that the State Lands Commission stated that all waterways under the Commission's jurisdiction have environmental significance. Staff finds this project to be compatible with Commission policy.

STATUTORY AND OTHER REFERENCES:

- A. P.R.C.: Div. 6, Parts 1 & 2; Div. 13; Div. 3.
- B. Cal. Adm. Code: Title 2, Div. 13; Title 14, Div. 5.5 and 6.

EXHIBIT:

- A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN ENVIRONMENTAL DOCUMENT HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH DOCUMENT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21084, 14 CAL. ADM. CODE 15100 ET SEQ., AND 2 CAL. ADM. CODE 2907.
2. FIND THAT THIS PROJECT IS SITUATED ON LAND IDENTIFIED AS POSSESSING ENVIRONMENTAL VALUES IN THAT THE STATE LANDS COMMISSION FOUND ALL WATERWAYS UNDER THE COMMISSION'S JURISDICTION HAVE ENVIRONMENTAL SIGNIFICANCE, BUT THAT THIS PROJECT IS COMPATIBLE WITH THAT FINDING AS IT APPLIES TO THE SUBJECT LAND.
3. DETERMINE THAT THIS PROJECT IS EXEMPT FROM THE REQUIREMENTS OF ARTICLE 6.5, OF TITLE 2, OF THE CAL. ADM. CODE BECAUSE THIS PROJECT IS NOT A DEVELOPMENT WITHIN THE MEANING OF SECTION 2503, OF TITLE 2, OF THE CAL. ADM. CODE AND SECTION 30105 OF THE P.R.C.

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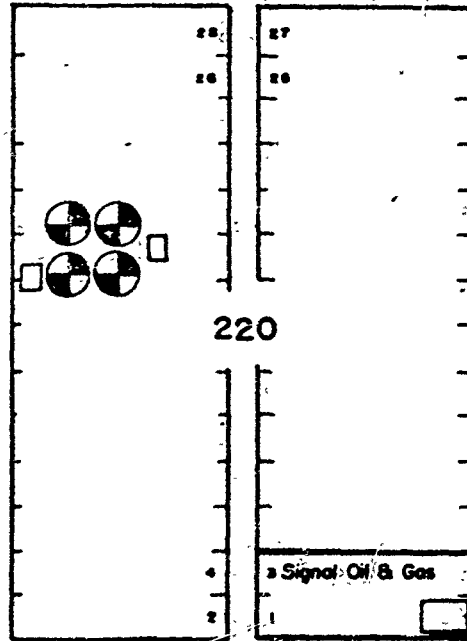
4. AUTHORIZE APPROVAL OF THE APPLICATION OF TERMO COMPANY TO SIDETRACK WELL FEE NO. 5, STATE OIL AND GAS LEASE PRC 976.1, IN ACCORDANCE WITH THE RULES AND REGULATIONS OF THE COMMISSION.

EXHIBIT "A"

LOCATION MAP - WELL
FEE No. 5

The Termo Company
W 40 25 4

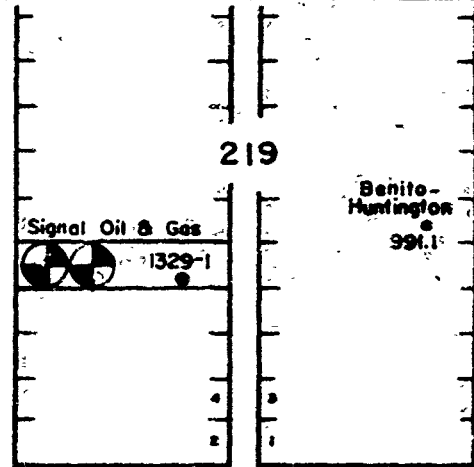
OLIVE



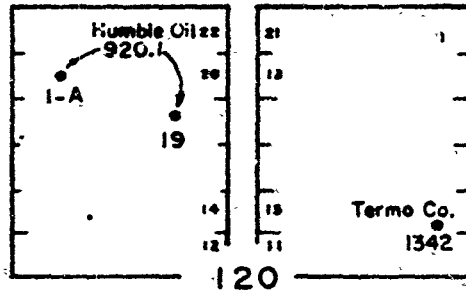
Humble Oil
919.1
8-A

Oil & Gas Co.
983-2A

Oil & Gas
-2



WALNUT

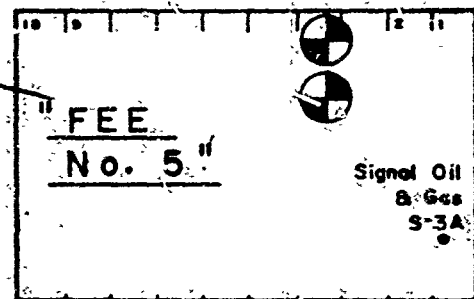
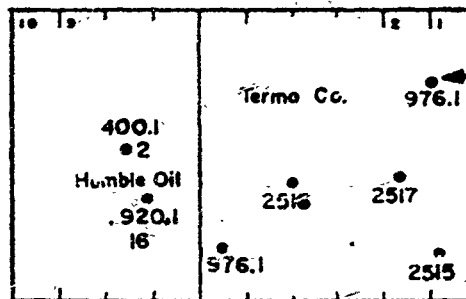
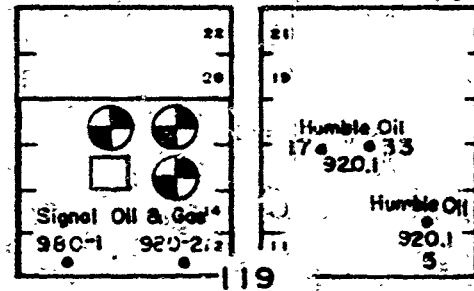


Oil & Gas
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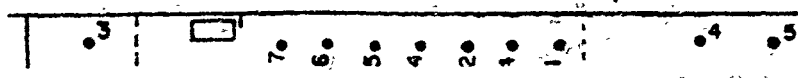
Beloit Corp.
1331.1

21st Street

20th Street



PACIFIC COAST HIGHWAY



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1535