

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO THE ORANGE COUNTY HARBOR DISTRICT A PERMIT TO FILL APPROXIMATELY TWO ACRES OF TIDE AND SUBMERGED LANDS IN THE PACIFIC OCEAN AT DANA COVE, ORANGE COUNTY, FOR USE AS A PUBLIC PARKING AREA. THE CONSIDERATION IS PUBLIC BENEFIT.

13. (PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, SUMMERLAND, SANTA BARBARA COUNTY - W. O. 2046, P.R.C. 1744.1.) The following report was presented to the Commission:

"On June 26, 1956 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 500 acres of tide and submerged lands in the Summerland area, Santa Barbara County. Publication of this offer was authorized by the Commission May 18, 1956 (Minute Item 13, pages 2680-2683). A resume of the compliance by the bidders with the required bid conditions is attached showing incomplete compliance by the low bidder. Tidewater Oil Company has offered a cash bonus payment for award of a lease in the amount of \$75,166.70 and the Tecolote Company has offered \$5,000.

"The highest cash bonus payment offered, in conjunction with the applicable oil royalty schedule ranging from a minimum of 16-2/3% to a maximum of 50%, is considered to be a reasonable offer in relation to the currently estimated value of the lands to be leased."

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE AN OIL AND GAS LEASE TO TIDEWATER OIL COMPANY, THE HIGHEST QUALIFIED BIDDER, IN ACCORDANCE WITH DIVISION 6 OF THE PUBLIC RESOURCES CODE, FOR THE 500-ACRE PARCEL OF TIDE AND SUBMERGED LANDS IN THE SUMMERLAND AREA, SANTA BARBARA COUNTY, AS DETAILED IN THE PUBLISHED NOTICE OF INTENTION UNDER W. O. 2046 AUTHORIZED BY THE COMMISSION MAY 18, 1956, PUBLISHED JUNE 7 AND 12, 1956, THE CASH BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE TO BE \$75,166.70, AS OFFERED IN THE BID FORM OF LEASE.

RESUME OF COMPLIANCE BY BIDDERS
WITH SPECIFIED BID CONDITIONS

	<u>B i d d e r s</u>	
	Tidewater Oil Company	The Tecolote Company
1. Sealed bid submitted on or before 11 A.M. June 26, 1956	Yes	Yes
2. Required bid identification furnished	Yes	Yes
3. Standard bid form used	Yes	Yes
4. Bid submitted in duplicate	Yes	Yes
5. Lease bid completed as to (a) Acceptance	Yes	<u>No</u>
(b) Cash bonus offered	Yes	Yes
6. Written waiver requested prior to bid opening	No	No
7. Evidence of present availability of drillsites, easements and rights of way	Yes	<u>No</u>
8. Bid deposit made	Yes	Yes
9. Certified copy of financial statement	Yes	<u>No</u>
10. Evidence of qualification to hold lease	Yes	<u>No</u>