

MINUTE ITEM

33. PROPOSED OIL AND GAS LEASE, PARCEL 6, SANTA BARBARA COUNTY - W.O. 4120.

The Executive Officer brought the following to the Commission's attention:

1. Bids on Parcel 6, Santa Barbara County, had been called for with a bid opening date of February 7, 1962.
2. The parcel in question and other unleased areas in western Santa Barbara require adequate pipe-line capacity to transport natural gas produced for proper lease development.
3. An application is under consideration by the Public Utilities Commission as to certification of additional gas pipe-line facilities in this area.
4. Pending certification and construction of this line, development of the area has been virtually stopped, and it is more difficult to economically justify future developments.
5. Until this problem is resolved, lease offers in the area might not receive adequate bid considerations.

In view of the foregoing, it was suggested that the Commission authorize indefinite deferment of the date for receipt of bids on Parcel 6.

UPON MOTION DULY MADE, SECONDED, AND CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING INDEFINITE DEFERMENT OF THE DATE FOR RECEIPT OF BIDS FOR OIL AND GAS LEASE PARCEL 6, SANTA BARBARA COUNTY.