

MINUTE ITEM

27. REVISION OF PARTICIPATION, COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1, KIRBY HILL, SOLANO COUNTY; STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC. - W.O. 4565.

After consideration of Calendar Item 1 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE MODIFICATION OF THE STATE'S PARTICIPATING PERCENTAGE UNDER COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1 TO 1.31 PER CENT FOR THE PERIOD JANUARY 1, 1962, THROUGH FEBRUARY 28, 1962, AND TO 1.33 PER CENT AS OF MARCH 1, 1962.

Attachment

Calendar Item 1 (1 page)

CALENDAR ITEM

1.

REVISION OF PARTICIPATION, COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1, KIRBY HILL, SOLANO COUNTY; STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC. - W.O. 4565.

Pursuant to Exhibit "C" of Compensatory Royalty Agreement P.R.C. 255.1, entered into with the Standard Oil Company of California on February 9, 1953, the individual well-pressure and production-allocation factors are revised annually upon the basis of the individual well shut-in pressures as of March 1 of each year.

The revision data presented by the operator, Standard Oil Company of California, Western Operations, Inc., for the period commencing March 1, 1962, have been reviewed by the staff and found to be computed correctly.

These revision data would result in a State percentage participation in the Kirby Hill Gas Field production under Compensatory Royalty Agreement P.R.C. 255.1 in the amount of 1.31 per cent on January 1, 1962, and of 1.33 per cent on March 1, 1962, as against 1.98 per cent which was effective from March 1, 1961 through December 31, 1961.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE MODIFICATION OF THE STATE'S PARTICIPATING PERCENTAGE UNDER COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1 TO 1.31 PER CENT FOR THE PERIOD JANUARY 1, 1962, THROUGH FEBRUARY 28, 1962, AND TO 1.33 PER CENT AS OF MARCH 1, 1962.