

26. APPLICATION FOR SUBSURFACE CROSSING EASEMENT THROUGH SUBSURFACE LANDS OF WHISKEY SLOUGH, SAN JOAQUIN COUNTY; STANDARD OIL COMPANY OF CALIFORNIA - W.O. 5756, P.R.C. 3361.1.

After consideration of Calendar Item 38 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE TO STANDARD OIL COMPANY OF CALIFORNIA A SUBSURFACE CROSSING EASEMENT FOR A PERIOD OF 15 YEARS, WITH TWO RENEWAL PERIODS OF 10 YEARS EACH UPON SUCH REASONABLE TERMS AND CONDITIONS AS THE STATE MAY THEN IMPOSE, AT AN ANNUAL RENTAL OF \$150, THE FIRST AND LAST YEARS' RENTALS TO BE PAID IN ADVANCE. IT IS UNDERSTOOD THAT THIS EASEMENT IS FOR PASS-THROUGH RIGHTS ONLY, AND NOT FOR PRODUCTION OF OIL AND GAS FROM STATE LANDS. THE EASEMENT IS TO BE UNDER THE FOLLOWING-DESCRIBED LANDS:

THAT LAND IN THE NATURAL BED OF WHISKEY SLOUGH LYING BETWEEN THE MEAN HIGH TIDE LINES OF THE RIGHT AND LEFT BANKS OF SAID SLOUGH, AND BETWEEN A LINE HAVING A BEARING OF N. 70° W., AND ORIGINATING FROM A POINT HAVING CALIFORNIA ZONE 3 COORDINATES OF X = 1,710,162.87, Y = 556,237.42 AND A LINE BEARING N. 20° E., AND HAVING THE SAME POINT OF ORIGIN AS THE FIRST-MENTIONED LINE; CONTAINING 13.77 ACRES MORE OR LESS.

Attachment

Calendar Item 38 (1 page)

APPLICATION FOR SUBSURFACE CROSSING EASEMENT THROUGH SUBSURFACE LANDS OF WHISKEY SLOUGH, SAN JOAQUIN COUNTY; STANDARD OIL COMPANY OF CALIFORNIA - W.O. 5756.

Standard Oil Company of California has applied for a subsurface crossing easement through subsurface lands of Whiskey Slough for the purpose of conducting exploratory drilling operations by directional drilling to Medford Island (see Exhibit "A"). The applicant proposes to drill from McDonald Island, under Columbia Cut and Whiskey Slough, to Medford Island. Permission to locate a drillsite has been obtained from the owners of McDonald Island.

The easement is requested for depths between minus 2000 feet, and minus 8500 feet. If the well is productive, it is proposed to run 5-1/2"-diameter casing to 9300 feet. Based upon an appraisal of the surface area, and in consideration of the fact that there will be no surface impairment, the minimum annual rental of \$150 would apply.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE TO STANDARD OIL COMPANY OF CALIFORNIA A SUBSURFACE CROSSING EASEMENT FOR A PERIOD OF 15 YEARS, WITH TWO RENEWAL PERIODS OF 10 YEARS EACH UPON SUCH REASONABLE TERMS AND CONDITIONS AS THE STATE MAY THEN IMPOSE, AT AN ANNUAL RENTAL OF \$150, THE FIRST AND LAST YEARS' RENTALS TO BE PAID IN ADVANCE. IT IS UNDERSTOOD THAT THIS EASEMENT IS FOR PASS-THROUGH RIGHTS ONLY, AND NOT FOR PRODUCTION OF OIL AND GAS FROM STATE LANDS. THE EASEMENT IS TO BE UNDER THE FOLLOWING-DESCRIBED LANDS:

THAT LAND IN THE NATURAL BED OF WHISKEY SLOUGH LYING BETWEEN THE MEAN HIGH TIDE LINES OF THE RIGHT AND LEFT BANKS OF SAID SLOUGH, AND BETWEEN A LINE HAVING A BEARING OF N. 70° W., AND ORIGINATING FROM A POINT HAVING CALIFORNIA ZONE 3 COORDINATES OF X = 1,710,162.87, Y = 556,237.42 AND A LINE BEARING N. 20° E., AND HAVING THE SAME POINT OF ORIGIN AS THE FIRST-MENTIONED LINE; CONTAINING 13.77 ACRES MORE OR LESS.