

29. PROPOSED OIL AND GAS LEASE, RESERVED MINERAL INTEREST, SACRAMENTO COUNTY - W.O. 5919.

After consideration of Calendar Item 22 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE OFFERING OF THE RESERVED MINERAL INTEREST ON SHERMAN ISLAND, SACRAMENTO COUNTY, FOR AN OIL AND GAS LEASE, PURSUANT TO DIVISION 6 OF THE PUBLIC RESOURCES CODE.

THE LEASE AWARD IS TO BE MADE TO THE QUALIFIED BIDDER OFFERING THE HIGHEST CASH-BONUS PAYMENT IN CONSIDERATION OF THE ISSUANCE OF AN OIL AND GAS LEASE.

THE BID-LEASE FORM TO BE USED SHALL BE THE FORM APPROVED AND ADOPTED BY THE COMMISSION JUNE 22, 1967 (MINUTE ITEM 35, PAGE 651). THE LEASE RENTAL IS TO BE \$1.00 PER ACRE PER YEAR, AND THE DRILLING TERM IS TO BE ONE YEAR. WITHIN 60 DAYS FROM AND AFTER THE DATE OF THE CESSATION OF DRILLING OPERATIONS IN THE FIRST WELL, THE LESSEE SHALL COMMENCE OPERATIONS FOR THE DRILLING OF THE NEXT WELL. OPERATIONS FOR THE DRILLING OF EACH SUCCEEDING WELL THEREAFTER SHALL COMMENCE WITHIN 60 DAYS FROM AND AFTER THE CESSATION OF DRILLING OPERATIONS IN THE PRECEDING WELL. THE PERFORMANCE BOND IS TO BE IN THE PENAL SUM OF \$20,000.

THE AREA PROPOSED TO BE OFFERED, DESIGNATED AS W.O. 5919, IS DESCRIBED IN EXHIBIT "A" ATTACHED AND MADE A PART HEREOF.

Attachment  
Calendar Item 22 (4 pages)

CALENDAR ITEM

1/68

22.

PROPOSED OIL AND GAS LEASE, RESERVED MINERAL INTEREST, SACRAMENTO COUNTY - W.O. 5919.

Written request has been received that an oil and gas lease be offered on 208.88 acres more or less of mineral interest reserved to the State on Sherman Island in portions of projected Sections 22, 27, and 28, Township 3 North, Range 2 East, M.D.B. & M., Sacramento County.

Section 6852 of the Public Resources Code provides in part that whenever a person who possesses the necessary qualifications makes written request to lease land belonging to the State for the production of oil and gas, the Commission may offer said land for bidding at such times and in such parcels as the Commission shall determine to be in the best interests of the State.

The area, approximately one-quarter mile west of the Sherman Island gas field, is an attractive prospect, and the offer could well result in additional royalty to the State.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE OFFERING OF THE RESERVED MINERAL INTEREST ON SHERMAN ISLAND, SACRAMENTO COUNTY, FOR AN OIL AND GAS LEASE, PURSUANT TO DIVISION 6 OF THE PUBLIC RESOURCES CODE.

THE LEASE AWARD IS TO BE MADE TO THE QUALIFIED BIDDER OFFERING THE HIGHEST CASH-BONUS PAYMENT IN CONSIDERATION OF THE ISSUANCE OF AN OIL AND GAS LEASE.

THE BID-LEASE FORM TO BE USED SHALL BE THE FORM APPROVED AND ADOPTED BY THE COMMISSION JUNE 22, 1967 (MINUTE ITEM 35, PAGE 651). THE LEASE RENTAL IS TO BE \$1.00 PER ACRE PER YEAR, AND THE DRILLING TERM IS TO BE ONE YEAR. WITHIN 60 DAYS FROM AND AFTER THE DATE OF THE CESSATION OF DRILLING OPERATIONS IN THE FIRST WELL, THE LESSEE SHALL COMMENCE OPERATIONS FOR THE DRILLING OF THE NEXT WELL. OPERATIONS FOR THE DRILLING OF EACH SUCCEEDING WELL THEREAFTER SHALL COMMENCE WITHIN 60 DAYS FROM AND AFTER THE CESSATION OF DRILLING OPERATIONS IN THE PRECEDING WELL. THE PERFORMANCE BOND IS TO BE IN THE PENAL SUM OF \$20,000.

THE AREA PROPOSED TO BE OFFERED, DESIGNATED AS W.O. 5919, IS DESCRIBED IN EXHIBIT "A" ATTACHED AND MADE A PART HEREOF.

Attachment: Exhibit "A"

EXHIBIT "A"

(Proprietary Lands - Mineral interests reserved to the State)

All of that certain parcel of real property on Sherman Island in Sacramento County, California, situate in and being portions of Swamp and Overflowed Lands Surveys numbered 534, 522, 532, and 533 of Sacramento County; also said parcel lies in projected Sections 22, 27 and 28, in Township 3 North, Range 2 East, M.D.B. & M.; said parcel being that land conveyed to the State of California and described in those certain three deeds, the first by M. J. Fontana and wife, recorded June 7, 1917, in Book 470 of Deeds, at Page 106, Sacramento County Records; the second deed by N. C. Anderson and wife recorded March 5, 1917, in Book 461 of Deeds, at Page 464, Sacramento County Records; and the third deed by Peter Larsen, recorded March 5, 1917, in Book 461, of Deeds, at Page 462, Sacramento County Records; said parcel being more particularly described as follows:

BEGINNING at a point designated as point "Q", which point is located South 16° 11' 15" East, 3,861 feet from a certain concrete monument known as United States Geological Survey Pier No. 4, which monument is located on the North side of the Sacramento River on a hill about 500 feet Northeasterly from a Machine Shop at Toland's Landing in Solano County, California, said point "Q" being also located on the Southerly boundary and South 55° 07' 30" West, 730.6 feet from the Southeast corner of the first tract of land to which fee simple title was conveyed by Mrs. Laura E. Wood to the City of Sacramento, by deed dated June 17, 1912, and recorded July 27, 1912, in Book 359 of Deeds, Page 454, and subsequently conveyed by City of Sacramento to United States Government on October 31, 1912; thence from said point of beginning, North 55° 07' 30" East, 730.6 feet to the Northwest corner of Parcel 1 of said land conveyed in deed by N. C. Anderson and wife; thence continuing on North 55° 07' 30" East, 1032.9 feet to the Northeast corner of Parcel 1 of said land conveyed by N. C. Anderson, which said corner is also the Northwest corner of that certain 44.06 acre tract described as Parcel 2 in deed to the said land conveyed by N. C. Anderson to State of California; thence continuing on North 55° 07' 30" East, 762.1 feet to the Northeast corner of said last named Parcel 2; thence continuing on North 55° 07' 30" East, 75 feet to the left or Southerly bank of the Sacramento River, said point being the most Northerly corner of that said land conveyed in said deed by Peter Larsen to State of California; thence upstream along the said left bank of the Sacramento River, South 53° 50' 30" East, 734.88 feet to the most Northerly corner of that land conveyed by Mary Larsen and Peter Larsen to John Melchior and wife, by deed dated October 27, 1911, and recorded in Book 324 of Deeds, at Page 272, Sacramento County Records; thence leaving said bank of the Sacramento River and along the West boundary of said land conveyed to John Melchior and wife, which boundary is also the East boundary of that said land conveyed in said deed by Peter Larsen to State of California, South

EXHIBIT "A" (CONTD.)

0° 17' West, 69.0 feet to an iron pipe monument set in concrete, delineated and described as "Number 5 on that map entitled "Tract of Land owned by C. E. Upham," filed October 4, 1939, in Volume 3 of Surveys, at Page 133, Sacramento County Records; thence following the boundaries of the land described in the Decree Quietening Title Recorded July 2, 1940, in Book 821 of Official Records, Page 491, C. E. Upham, plaintiff, vs. Mary K. Frazier and others, defendants, the following ten courses and distances: South 0° 17' West, 576.15 feet to the most Southerly corner of said land conveyed by said deed to John Melchior; thence along the Southerly boundary of said land conveyed by Peter Larsen to State of California, which said Southerly boundary originally was a small slough, South 36° 32' West, 201.30 feet to a point; thence South 21° 02' West, 256.08 feet to a point; thence South 9° 32' West, 207.24 feet to a point; thence South 28° 47' West, 159.08 feet to a point; thence South 72° 02' West, 184.80 feet to a point; thence South 77° 17' West, 163.68 feet to a point on the Easterly boundary of said 44.06 acre tract designated as Parcel 2, conveyed in deed by N. C. Anderson to said State of California; thence along said Easterly boundary South 0° 17' West, 1336.9 feet to the Southeast corner of said 44.06 acre tract, which corner is also the center of said Section 27; thence along the South boundary of said Parcel 2 and said Parcel 1, conveyed in said deed by said N. C. Anderson, North 89° 36' 30" West, 15.77 feet to a monument designated as "Number 4," as shown on the said recorded map of the land owned by C. E. Upham; thence continuing North 89° 36' 30" West, 1455.37 feet to the Southwest corner of said last named Parcel 1, which corner is also a corner of the lands of the Fontana Estate as shown upon the map thereof filed September 17, 1941, in Volume 3 of Surveys, Survey No. 165; thence following the boundaries of the Fontana Lands so shown the following three courses and distances: North 0° 17' East, 1314.4 feet to a point on the north bank of a main drainage canal which point is the Southeast corner of said land conveyed in said deed by M. J. Fontana to the said State of California and from which last named point an iron pipe monument set in concrete bears South 0° 17' West, 35.0 feet; said Southeast corner being located South 0° 17' West, 859.51 feet from the said Northeast corner of said tract conveyed in said deed by M. J. Fontana; thence along the North bank of said main drainage canal South 63° 33' West, 141.77 feet to a point; thence continuing along said bank of said main drainage canal South 43° 27' West, 4431.3 feet to a point; which point is also the most Easterly point of the lands now or formerly owned by Wilbur George; thence leaving said bank of said main drainage canal and following the boundary of the lands now or formerly owned by Wilbur George, the following five courses and distances: North 37° 13' West, 198.4 feet to a point; thence South 89° 08' West, 396.7 feet to a point; thence North 0° 18' East, 391.0 feet to a point; thence South 86° 05' West, 922.3 feet to a point on the most Westerly boundary of said tract conveyed in said deed by M. J. Fontana; said last named point being located 1848 feet East of the West boundary of said Section 28; said point being also located North 967.0 feet from an iron pipe monument set in concrete; said reference monument being also

EXHIBIT "A" (CONTD.)

located 1848 feet East from the West boundary of said Section 28; said reference monument being also the Southwest corner of that land conveyed by Sacramento and San Joaquin Drainage District to Nellie T. Fontana, and others, recorded January 5, 1927, in Book 101 of Official Records, at Page 416, Sacramento County Records, and from which reference monument another iron pipe monument set in concrete bears North  $88^{\circ} 43'$  East, 709.32 feet; thence from said point on the most Westerly boundary of said tract conveyed in said deed by M. J. Fontana, North  $0^{\circ} 18'$  West, 397.58 feet to the Southwest corner of that certain 27.82 acre tract of land described as an exception in that said conveyance by M. J. Fontana to State of California; thence along the Southerly boundary of said 27.82 acre tract, North  $60^{\circ} 32' 45''$  East, 1866.3 feet to a point; thence North  $56^{\circ} 44' 45''$  East, 2166.68 feet to the Southeast corner of said 27.82 acre tract; thence along the Easterly boundary of said 27.82 acre tract North  $0^{\circ} 18'$  East, 359.99 feet to the Northeast corner of said tract; thence along the said Southerly boundary of the first tract of land conveyed in said deed by Mrs. Laura Wood to City of Sacramento, North  $56^{\circ} 44' 45''$  East, 690.3 feet to the point of beginning, containing 225.79 acres, more or less. EXCEPTING THEREFROM all that portion of the above described lands lying Northeasterly of a line projected between a point known as United States Geological Survey Pier No. 4 and a point which is the Southwest corner of Swamp and Overflowed Lands Survey No. 530 of Sacramento County; said line also being the Southwesterly boundary of State Gas Lease Easement No. 415, containing 15 acres more or less.

AND FURTHER EXCEPTING a tract of land 50 feet in width lying 25 feet on each side of a line beginning at a point on the Northerly line of the above described 225.79 acre parcel and North  $60^{\circ} 32' 45''$  East 1685.64 feet from the most Northwesterly Corner thereof and running thence due south 1665.0 feet more or less to the Southerly line of the above described Parcel, containing 1.91 acres more or less.

Excluding the exceptions the parcel contains 208.88 acres more or less.