

MINUTE ITEM

21. PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, ORANGE COUNTY -
W.O. 4710 (PARCEL 14), P.R.C. 3033.1.

After consideration of Calendar Item 11 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION ACCEPTS THE HIGHEST QUALIFIED BID, MADE BY UNION OIL COMPANY OF CALIFORNIA, A CALIFORNIA CORPORATION, ON JUNE 20, 1963, AND AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR THE 2,113 ACRE, MORE OR LESS, PARCEL OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 4710 (PARCEL 14) IN ORANGE COUNTY, AS DETAILED IN THE NOTICE OF INTENTION, W.O. 4710, PUBLISHED APRIL 11 AND APRIL 18, 1963.

THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$6,110,000 AS OFFERED IN THE BID.

Attachment

Calendar Item 11 (2 pages)

CALENDAR ITEM

11.

PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, ORANGE COUNTY -
W.O. 4710 (PARCEL 14).

On June 20, 1963, three 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 2,113 acres, more or less, of tide and submerged lands, designated as W.O. 4710 (Parcel 14), Orange County. This offer was authorized by the Commission on March 28, 1963 (Minute Item 17, pages 8752-53).

All bids submitted were reviewed by the staff as to technical sufficiency and economic factors. The office of the Attorney General reviewed the highest bid submitted by Union Oil Company of California, and determined:

- A. That the Commission has complied with the procedural requirements of law; and
- B. That the bid submitted conforms with:
 - 1. The bid requirements specified in the proposals of the Commission;
 - 2. The applicable provisions of law; and
 - 3. The rules and regulations of the Commission.

A summary tabulation of the bonus-payment offers received pursuant to the lease proposal is attached (Exhibit "A").

IT IS RECOMMENDED THAT THE COMMISSION ACCEPT THE HIGHEST QUALIFIED BID, MADE BY UNION OIL COMPANY OF CALIFORNIA, A CALIFORNIA CORPORATION, ON JUNE 20, 1963, AND AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR THE 2,113 ACRE, MORE OR LESS, PARCEL OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 4710 (PARCEL 14) IN ORANGE COUNTY, AS DETAILED IN THE NOTICE OF INTENTION, W.O. 4710, PUBLISHED APRIL 11 AND APRIL 18, 1963.

THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$6,110,000. AS OFFERED IN THE B.

Attachment
Exhibit "A"

EXHIBIT "A"

W.O. 4710

SUMMARY

W.O. 4710 (PARCEL 14)

Bidder

Cash-Bonus Offer

Union Oil Company of California

\$6,110,000.

Signal Oil and Gas Company and
Standard Oil Company of California

\$4,630,000.

Texaco Inc.

\$ 351,211.