

MINUTE ITEM

5/27/65

21. APPLICATION FOR CONSTRUCTION OF A DRILLING AND PRODUCTION PLATFORM, P.R.C. 3150.1, SANTA BARBARA COUNTY; STANDARD OIL COMPANY OF CALIFORNIA - W.O. 5522.

During consideration of Calendar Item 20 attached, and at the request of the Chairman, the Executive Officer reviewed the type of platform planned for construction and indicated its preferability in this instance over the ocean-floor completion method. He pointed out that in the matter of ocean-floor completions, California leads the world in the number of such completions, having a total of thirty.

Mr. Stan Young, District Engineer for Standard Oil Company in Santa Barbara, substantiated the reasons given by the Executive Officer for using a pylon-supported structure in this instance, and explained that weather conditions and economic factors make this the only feasible type operation.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, THE FOLLOWING RESOLUTION WAS ADOPTED:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE LOCATION AND CONSTRUCTION, BY STANDARD OIL COMPANY OF CALIFORNIA, OF A PYLON-SUPPORTED "OUTRIGGER TYPE" DRILLING AND PRODUCTION PLATFORM APPROXIMATELY 16,150 FEET OFFSHORE AND SOUTHERLY OF SAND POINT, WITHIN THE LEASED AREA OF OIL AND GAS LEASE P.R.C. 3150.1, SUBJECT TO THE CONDITION THAT THE LESSEE FURNISH A GOOD AND SUFFICIENT BOND IN THE AMOUNT OF \$200,000 TO GUARANTEE THE FAITHFUL PERFORMANCE BY THE LESSEE FOR THE CONSTRUCTION AND MAINTENANCE OF THE PLATFORM AND THE REMOVAL THEREOF AT THE REQUEST OF THE STATE UPON THE EXPIRATION OR SOONER TERMINATION OF THE LEASE, AS REQUIRED BY SECTION 14 OF OIL AND GAS LEASE P.R.C. 3150.1.

Attachment

Calendar Item 20 (1 page)

CALENDAR ITEM

20.

APPLICATION FOR CONSTRUCTION OF A DRILLING AND PRODUCTION PLATFORM, P.R.C. 3150.1, SANTA BARBARA COUNTY; STANDARD OIL COMPANY OF CALIFORNIA - W.O. 5522.

An application has been received from the Standard Oil Company of California, joint lessee and operator under State Oil and Gas Lease P.R.C. 3150.1, requesting approval of the construction of a stationary "Outrigger type" pylon-supported drilling and production platform approximately 16,150 feet offshore and southerly of Sand Point, in the vicinity of Carpinteria, within the leased area. (See Exhibits "A" and "B".)

The engineering design criteria for the proposed structure have been reviewed by the State Lands Division and a report has been submitted by an independent registered structural engineer that the resulting structure will be entirely adequate to meet the conditions at the site and to withstand the loads that can be expected to come upon it.

The size and location of the proposed drilling and production platform are in accordance with the terms of the lease and the Rules and Regulations of the State Lands Commission. Under the code-naming procedure adopted by the oil industry and the U.S. Coast Guard, it is proposed to name the offshore platform "Heidi".

The placement application was referred to the Department of Parks and Recreation and to the office of the Attorney General, as required by Section 6818 of the Public Resources Code.

After examination and review, the Department of Parks and Recreation has reported that erection of the platform will not interfere with the recreational use of lands littoral to the tide and submerged lands covered in the lease. The office of the Attorney General has advised that the application complies with the applicable provisions of law and of the Rules and Regulations of the State Lands Commission and is legally unobjectionable.

The Corps of Engineers has issued a Department of the Army permit authorizing the construction and maintenance of the drilling and production platform at the specific location.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE LOCATION AND CONSTRUCTION, BY STANDARD OIL COMPANY OF CALIFORNIA, OF A PYLON-SUPPORTED "OUTRIGGER TYPE" DRILLING AND PRODUCTION PLATFORM APPROXIMATELY 16,150 FEET OFFSHORE AND SOUTHERLY OF SAND POINT, WITHIN THE LEASED AREA OF OIL AND GAS LEASE P.R.C. 3150.1, SUBJECT TO THE CONDITION THAT THE LESSEE FURNISH A GOOD AND SUFFICIENT BOND IN THE AMOUNT OF \$500,000 TO GUARANTEE THE FAITHFUL PERFORMANCE BY THE LESSEE FOR THE CONSTRUCTION AND MAINTENANCE OF THE PLATFORM AND THE REMOVAL THEREOF AT THE REQUEST OF THE STATE UPON THE EXPIRATION OR SOONER TERMINATION OF THE LEASE, AS REQUIRED BY SECTION 14 OF OIL AND GAS LEASE P.R.C. 3150.1.

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