MINUTE ITEM

15. ASSIGNMENT FROM ATLANTIC RICHFIELD COMPANY TO NORRIS OIL COMPANY OF OIL AND GAS LEASE PRC 410.1 AND AMENDMENT OF OIL AND GAS LEASES PRC 410.1 AND PRC 429.1, RINCON OIL FIELD, VENTURA COUNTY - W 9692, PRC 410.1, PRC 429.1.

After consideration of Calendar Item 14 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION:

- 1. DETERMINES THAT AN ENVIRONMENTAL IMPACT REPORT HAS NOT BEEN PREPARED FOR THIS PROJECT BUT THAT A NEGATIVE DECLARATION HAS BEEN PREPARED BY THE DIVISION.
- 2. CERTIFIES THAT THE NEGATIVE DECLARATION (ND EIR 159) HAS BEEN COMPLETED IN COMPLIANCE WITH THE CALIFORNIA ENVIRONMENTAL QUATTRY ACT OF 1970, AS AMENDED, AND THE STATE GUIDELINES AND THAT THE COMMISSION HAS REVIEWED AND CONSIDERED THE INFORMATION CONTAINED THEREIN.
- 3. DETERMINES THAT THE PROJECT WILL NOT HAVE A SIGNIFICANT EFFECT ON THE ENVIRONMENT.
- 4. AUTHORIZES THE APPROVAL OF THE ASSIGNMENT TO NORRIS OIL COMPANY OF THE INTEREST OF ATLANTIC RICHFIELD COMPANY IN OIL AND GAS LEASE PRC 410.1, WITH THE ASSIGNEE TO BE BOUND BY THE TERMS AND CONDITIONS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEE.
- 5. AUTHORIZES THE AMENDMENTS OF OIL AND GAS LEASES PRC 410.1 AND PRC 429.1 TO PROVIDE FOR COVERAGE OF BOTH LEASES BY A BLANKET BOND IN THE PENAL SUM OF \$100,000, COPIES OF WHICH ARE ON FILE IN THE OFFICE OF THE STATE LANDS COMMISSION AND BY REFERENCE MADE A PART HEREOF.

Attachment: Calendar Item 14 (2 pages) 14.

ASSIGNMENT OF OIL AND GAS LEASE PRC 410.1 AND AMENDMENT OF OIL AND GAS LEASES PRC 410.1 AND PRC 429.1, NORRIS OIL COMPANY

LOCATION:

Rincon Oil Field, Ventura County.

ACREAGE:

50 acres.

TYPE OF LAND: Tide and submerged.

PAREQUISITE ITEMS:

- a. Assignment executed by assignor and assignee.
- b. Assignee qualified to hold State lease.
- c. Bond submitted by assignee.
- d. Statutory filing fee (\$25) paid.

OTHER PERTINENT INFORMATION:

On February 25, 1974, Norris Oil Company submitted for Commission approval fully executed copies of assignment dated February 1, 1974, of Oil and Gas Lease PRC 410.0 from Atlantic Richfield Company to Norris Oil Company.

State Lease PRC 429.1 currently has its oil processing facilities located at the end of a 3,000-foot pier at Rincon, Ventura County. Lease PRC 410.1 has its facilities located onshore near the entrance to the Rincon pier. Upon assignment of the lease, Norris proposes to bring all production from its facilities for State Lease PRC 429.1, which are now located at the end of the pier, to shore through the present 4" shipping line and process it through existing PRC 410.1 facilities. This would make possible a reduction in fire and pollution hazard on State Lease PRC 429.1 and improve the appearance of the pier facilities.

In assuming the obligation of the lessee under PRC 410.1, a single bond in favor of the State of California in the penal sum of \$100,000 to cover both State Oil and Gas Leases PRC 429.1 and PRC 410.1 has been requested of Norris Oil Company. Amendments to the two leases have been proposed for this purpose.

CALENDAR ITEM NO. 14. (CONTD)

It is the opinion of the Office of the Attorney General that the assignment will comply with the requirements of Section 6804 of Division 6, Part 2 of the Public Resources Code, and with the provisions of the law and the rules and regulations of the Commission.

STATUTORY AND OTHER REFERENCES: Section 4 of lease.

ENVIRONMENTAL IMPACT:

Pursuant to the California Environmental Quality Act of 1970, a negative declaration has been prepared and circulated to agencies and persons having jurisdiction or expertise. No comments were received.

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

- 1. DETERMINE THAT AN ENVIRONMENTAL IMPACT REPORT HAS NOT BEEN PREPARED FOR THIS PROJECT BUT THAT A NEGATIVE DECLARATION HAS BEEN PREPARED BY THE DIVISION.
- 2. CERTIFY THAT THE NEGATIVE DECLARATION (ND EIR 159) HAS BEEN COMPLETED IN COMPLIANCE WITH THE CALIFORNIA ENVIRONMENTAL QUALITY ACT OF 1970, AS AMENDED, AND THE STATE GUIDELINES AND THAT THE COMMISSION HAS REVIEWED AND CONSIDERED THE INFORMATION CONTAINED THEREIN.
- 3. DETERMINE THAT THE PROJECT WILL NOT HAVE A SIGNIFICANT EFFECT ON THE ENVIRONMENT.
- 4. AUTHORIZE THE APPROVAL OF THE ASSIGNMENT TO NORRIS OIL COMPANY OF THE INTEREST OF ATLANTIC RICHFIELD COMPANY IN OIL AND GAS LEASE PRC 410.1, WITH THE ASSIGNEE TO BE BOUND BY THE TERMS AND CONDITIONS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEE.
- 5. AUTHORIZE THE AMENDMENTS OF OIL AND GAS LEASES PRC 410.1 AND PRC 429.1 TO PROVIDE FOR COVERAGE OF BOTH LEASES BY A BLANKET BOND IN THE PENAL SUM OF \$100,000, COPIES OF WHICH ARE ON FILE IN THE OFFICE OF THE STATE LANDS COMMISSION AND BY REFERENCE MADE A PART HEREOF.