MEETING

STATE LANDS COMMISSION
STATE OF CALIFORNIA

STATE, CAPITOL
ROOM 1145
SACRAMENTO, CALIFORNIA

MONDAY, OCTOBER 29, 1984
9:10 A.M.

Reported by:
Cathleen Slocum, C.S.R.
License No. 2822
MEMBERS PRESENT
Lizabeth Rasmussen, representing Kenneth Cory, State Controller, Acting Chairperson
Nancy Ordway, representing Leo T. McCarthy, Lieutenant Governor

MEMBERS ABSENT
Jesse R. Huff, Director of Finance

STAFF PRESENT
Claire Dedrick, Executive Officer
James Trout, Assistant Executive Officer
Jack Rump, Counsel
Bob Faber
Rick Ludlow
Jane Smith, Secretary
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PROCEEDINGS

ACTING CHAIRPERSON RASMUSSEN: Call the meeting to order. I have a quorum.

We only have one item on the agenda.

EXECUTIVE OFFICER DEDRICK: This is a request for approval of amendment to Phillips Petroleum's oil and gas lease on Lease Number 2933. The purpose of the amendment is that Phillips is upgrading or increasing the volume capacity of their onshore plant at Tajaigus in order to handle the expected new volume from new discoveries on the old lease. There is one well operating from the old production period which pays the State roughly $21,000 a month. Phillips has agreed to pay us an in-lieu royalty of $25,000 a month in order to shut in that well so that they can upgrade the plant.

That's about it. All the usual guarantees obtained. There are deadlines and so forth.

COMMISSIONER ORDWAY: How long will the construction take?

EXECUTIVE OFFICER DEDRICK: Less than a year.

ACTING CHAIRPERSON RASMUSSEN: Any other questions?

COMMISSIONER ORDWAY: Anybody from Phillips who wants to say anything?

EXECUTIVE OFFICER DEDRICK: Excuse me. One more
point. This amendment is limited to one year.

ACTING CHAIRPERSON RASMUSSEN: Do you have anything else?

COMMISSIONER ORDWAY: Just want to know if anybody from Phillips wants to say anything.

MR. HILLBURN: No.

EXECUTIVE OFFICER DEDRICK: I don't think he does.

ACTING CHAIRPERSON RASMUSSEN: Okay. Any more questions?

The item is approved.

The meeting is adjourned.

[Thereupon the State Lands Commission meeting was adjourned at 9:15 a.m.]

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CERTIFICATE OF SHORTHAND REPORTER

I, CATHLEEN SLOCUM, a Certified Shorthand Reporter of the State of California, do hereby certify:

That I am a disinterested person herein; that the foregoing State Lands Commission meeting was reported in shorthand by me, Cathleen Slocum, and thereafter transcribed into typewriting.

I further certify that I am not of counsel or attorney for any of the parties to said meeting, nor in any way interested in the outcome of said meeting.

IN WITNESS WHEREOF, I have hereunto set my hand this ___ day of November, 1984.

CATHLEEN SLOCUM
Certified Shorthand Reporter
License No. 2822

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