MINUTE ITEM

3. COOPERATIVE AGREEMENT, WATER INJECTION, FAULT PLOCKS I AND II (RANGER AND UPPER TERMINAL ZONES), WILMINGTON OIL FIELD - REQUEST FOR APPROVAL BY CITY OF LOS ANGELES - L.B.W.O. 10,106.

After consideration of Calendar Item 1 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION -

- 1. FINDS: (A) THAT THE ENTERING INTO AND THE PERFORMANCE OF THE WATER-FLOODING PROGRAM KNOWN AS COOPERATIVE AGREEMENT-FAULT BLOCK I AND II (RANGER AND UPPER TERMINAL ZONES), WILMINGTON OIL FIELD, BETWEEN GENERAL PETROLEUM CORPORATION, SOUTHERN CALIFORNIA EDISON COMPANY, LOS ANGELES AND SALT LAKE RAILROAD COMPANY, ITS LESSEE, UNION PACIFIC RAILROAD COMPANY, AND THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH, MADE AND ENTERED INTO JULY 15, 1959, ARE IN THE PUBLIC INTEREST; (B) THAT, AS REQUIRED BY SECTION 6879 OF THE PUBLIC RESOURCES CODE, SUCH COOPERATIVE AGREEMENT PROVIDES THAT ANY IMPAIRMENT OF THE PUBLIC TRUST OF COMMERCE, NAVIGATION OR FISHERIES TO WHICH THE GRANTED LANDS ARE SUBJECT IS PROHIBITED; (C) THAT THE SAID AGREEMENT PROVIDES FOR ITS SUBMISSION TO THE STATE LANDS COMMISSION FOR APPROVAL; AND
- 2. APPROVES THE AFORESAID COOPERATIVE AGREEMENT AT THE REQUEST OF 'HE CITY OF LOS ANGELES, PURSUANT TO THE PROVISIONS OF SECTION 6879 OF THE PUBLIC RESOURCES CODE, WHICH APPROVAL WILL SATISFY THE REQUIREMENTS OF SECTION 7058 AND SECTION 7060(b) OF THE PUBLIC RESOURCES CODE; SAID APPROVAL BEING GIVEN UPON THE CONDITION THAT THE CITY OF LOS ANGELES IN CONSENTING TO AND APPROVING THE EXECUTION OF SAID AGREEMENT BY ITS LESSEE, SHALL FIRST DETERMINE THAT IT IS IN THE INTEREST OF INCREASING THE ULTIMATE RECOVERY OF OIL OR GAS FROM SUCH LANDS, OR OF THE PROTECTION OF OIL OR GAS IN SAID LANDS FROM UNREASONABLE WASTE, OR THAT THE SUBSIDENCE OR SINKING OF SICH LANDS AND ABUTTING LANDS MAY POSSIBLY BE AFRESTED OR AMELIGRATED THEREBY.

Attachment
Calendar Item 1 (2 pages)

CALENDAR ITEM

1.

COOPERATIVE AGREEMENT, WATER INJECTION, FAULT BLOCKS I AND II (RANGER AND UPPER TERMINAL ZONES), WILMINGTON OIL FIELD - REQUEST FOR APPROVAL BY CITY OF LOS ANGELES - L.B.W.O. 10,106.

Pursuant to submittal by the City of Long Beach for the approval of the State Lands Commission of a cooperative agreement providing for water injection into the Ranger and Upper Terminal Zones in Fault Blocks I and II of the Wilmington Oil Field, the Commission, on October 29, 1959 (Minute Item 7, page 5369), made the determinations required under Section 6879 of the Public Resources Code and approved the agreement.

The Board of Harbor Commissioners of the City of Los Angeles has now submitted the same type of cooperative agreement, dated July 15, 1959, for the purpose of having the Commission make the determination and give the consent required under Sections 6879 and 7060(b) respectively of the Public Resources Code, as to tide and submerged lands within the Wilmington Field held by the City of Los Angeles. Granted tidelands are placed by the City Charter of Los Angeles under the management, supervision, and control of the Los Angeles Board of Harbor Commissioners.

It is the opinion of the office of the Attorney General that the cooperative agreement conforms with the requirements of Section 6879 of the Public Resources Code, that it may be conditionally approved by the State Lands Commission, and that approval under Section 6879 will satisfy the requirements of Sections 7058 and 7060(b) of the Public Resources Code.

IT IS RECOMMENDED THAT THE COMMISSION

- 1. FIND: (A) THAT THE ENTERING INTO AND THE PERFORMANCE OF THE WATER-FLOODING PROGRAM KNOWN AS COOPERATIVE AGREEMENT--FAULT BLOCK I AND II (RANGER AND UPPER TERMINAL ZONES), WILMINGTON OIL FIELD, BETWEEN GENERAL PETROLEUM CORPORATION, SOUTHERN CALIFORNIA EDISON COMPANY, LOS ANGELES AND SALT LAKE RAILROAD COMPANY, ITS LESSEE, UNION PACIFIC RAILROAD COMPANY, AND THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH, MADE AND ENTERED INTO JULY 15, 1959, ARE IN THE PUBLIC INTEREST. (B) THAT, AS REQUIRED BY SECTION 6879 OF THE PUBLIC RESOURCES CODE, SUCH COOPERATIVE AGREEMENT PROVIDES THAT ANY IMPAIRMENT OF THE PUBLIC TRUST OF COMMERCE, NAVIGATION OR FISHERIES TO WHICH THE GRANTED LANDS ARE SUBJECT IS PROHIBITED. (C) THAT THE SAID AGREEMENT PROVIDES FOR ITS SUBMISSION TO THE STATE LANDS COMMISSION FOR APPROVAL.
- 2. APPROVE THE AFORESAID COOPERATIVE AGREEMENT AT THE REQUEST OF THE CITY OF LOS ANGELES, PURSUANT TO THE PROVISIONS OF SECTION 6879 OF THE PUBLIC RESOURCES CODE, WHICH APPROVAL WILL SATISFY THE REQUIREMENTS OF SECTION 7058 AND SECTION 7060(b) OF THE PUBLIC RESOURCES CODE; SAID APPROVAL TO BE UPON THE CONDITION THAT THE CITY OF LOS ANGELES IN CONSENTING TO AND APPROVING THE EXECUTION OF SAID AGREEMENT BY ITS LESSEE, SHALL FIRST DETERMINE THAT IT IS IN THE INTEREST

5608

CALENDAR ITEM 1. (CONTD.)

OF INCREASING THE ULTIMATE RECOVERY OF OIL OR GAS FROM SUCH LANDS, OR OF THE PROTECTION OF OIL OR GAS IN SAID LANDS FROM UNREASONABLE WASTE, OR THAT THE SUBSIDENCE OR SINKING OF SUCH LANDS AND ABUTTING LANDS MAY POSSIBLY BE ARRESTED OR AMELIORATED THEREBY.