

MINUTE ITEM

7. APPLICATION FOR SUBMARINE FLOW-LINE EASEMENT FOR OCEAN-FLOOR OIL-WELL COMPLETION, WELL NO. 1, LOCATED ON PHILLIPS PETROLEUM COMPANY-PAULEY PETROLEUM INC. STATE LEASE P.R.C. 2933.1, TO AN ONSHORE POINT SOUTH OF GAVIOTA, SANTA BARBARA COUNTY; PHILLIPS PETROLEUM COMPANY - W.O. 4793, P.R.C. 3037.1.

After consideration of Calendar Item 15 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A 49-YEAR EASEMENT TO PHILLIPS PETROLEUM COMPANY FOR THE CONSTRUCTION, OPERATION, AND MAINTENANCE OF SUBMARINE FLOW LINES OVER TIDE AND SUBMERGED LANDS OF THE SANTA BARBARA CHANNEL, AT AN ANNUAL RENTAL OF \$149.31. THE LANDS ARE DESCRIBED AS FOLLOWS:

WELL NO. 1, A STRIP OF TIDE AND SUBMERGED LAND 50 FEET IN WIDTH IN THE SANTA BARBARA CHANNEL, SANTA BARBARA COUNTY, THE CENTERLINE BEING DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE MEAN HIGH TIDE LINE ON THE SHORE OF SANTA BARBARA CHANNEL WHICH BEARS N. 61° 12' 59" W., 181.47 FEET FROM STATION 182 ON SAID LINE AS SHOWN UPON THE MAP ENTITLED "SURVEY OF THE MEAN HIGH TIDE LINE ALONG THE SHORE OF THE PACIFIC OCEAN, VICINITY OF TAJIGUAS CREEK", DATED FEBRUARY, 1957, SHEET 12 OF 39, AND RECORDED IN BOOK 41 OF MISCELLANEOUS MAPS AT PAGE 23, SANTA BARBARA COUNTY RECORDS; THENCE FROM SAID POINT OF BEGINNING S. 44° 47' 32" W., 4578.82 FEET TO THE EASTERN LINE OF STATE LEASE P.R.C. 2933.1, CONTAINING 5.256 ACRES MORE OR LESS.

Attache

Calendar Item 15 (1 page)

CALENDAR ITEM

15.

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An application has been received from Phillips Petroleum Company for a right-of-way easement for the construction, operation, and maintenance of submarine flow lines to provide for the movement of production from Well No. 1, located on Phillips Petroleum Company and Pauley Petroleum Inc. Lease P.R.C. 2933.1, to an onshore point near Tajiguas, approximately 8 miles south of Gaviota (see Exhibit "A").

The lines will cross the northwest portion of Lease P.R.C. 2198.1, issued to Standard Oil Company of California. Phillips Petroleum has provided copies of statements of nonobjection on the part of Standard Oil Company of California as to the crossing of their lease. Based on a \$300-per-acre valuation of the tide and submerged lands for the easement area involved in crossing Lease P.R.C. 2198.1, the annual rental for a 49-year easement has been determined to be \$149.31.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE A 49-YEAR EASEMENT TO PHILLIPS PETROLEUM COMPANY FOR THE CONSTRUCTION, OPERATION, AND MAINTENANCE OF SUBMARINE FLOW LINES OVER TIDE AND SUBMERGED LANDS OF THE SANTA BARBARA CHANNEL, AT AN ANNUAL RENTAL OF \$149.31. THE LANDS ARE DESCRIBED AS FOLLOWS:

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