MINUTE ITEM

30. PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, ORANGE COUNTY; SOCONY MOBIL OIL COMPANY, INC. - W.O. 4970 (PARCEL 17), P.R.C. 3119.1.

After consideration of Calendar Item 7 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION ACCEPTS THE HIGHEST QUALIFIED BID MADE BY SOCONY MOBIL OIL COMPANY, INC., A NEW YORK CORPORATION, ON MARCH 12, 1964, AND AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR THE 3,420 ACRES MORE OR LESS OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 4970 (PARCEL 17), IN ORANGE COUNTY, AS DETAILED IN THE NOTICE OF INTENTION, W.O. 4970, PUBLISHED JANUARY 2 AND JANUARY 9, 1964. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE $1,250,285.00, AS OFFERED IN THE BID.

Attachment
Calendar Item 7 (2 pages)

CALENDAR ITEM

7.

PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, ORANGE COUNTY; SOCONY MOBIL OIL COMPANY, INC. - W.O. 4970 (PARCEL 17).

On March 12, 1964, four bids were received in response to a published Notice of Intention of the State Lands Commission to enter into a lease for the extraction of oil and gas from 3,420 acres more or less of tide and submerged lands, designated as W.O. 4970 (Parcel 17), Orange County. This offer was authorized by the Commission on December 20, 1963 (Minute Item 25, page 9542).

All bids submitted were reviewed by the staff as to technical sufficiency and economic factors. The office of the Attorney General reviewed the highest bid submitted by Socony Mobil Oil Company, Inc., and determined:

A. That the Commission has complied with the procedural requirements of law;

B. That the bid submitted conforms with:

1. The bid requirements specified in the proposals of the Commission;

2. The applicable provisions of law; and

3. The rules and regulations of the Commission.

A summary tabulation of the bonus-payment offers received pursuant to the lease proposal is attached (Exhibit "A").

IT IS RECOMMENDED THAT THE COMMISSION ACCEPT THE HIGHEST QUALIFIED BID MADE BY SOCONY MOBIL OIL COMPANY, INC., A NEW YORK CORPORATION, ON MARCH 12, 1964, AND AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR THE 3,420 ACRES MORE OR LESS OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 4970 (PARCEL 17), IN ORANGE COUNTY, AS DETAILED IN THE NOTICE OF INTENTION, W.O. 4970, PUBLISHED JANUARY 2 AND JANUARY 9, 1964. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS IN THE $1,250,285.00, AS OFFERED IN THE BID.

Attachment
Exhibit "A"

W.O. 4970

EXHIBIT "A"

SUMMARY

PARCEL 17

| Bidder | Cash-Bonus Offer |
|---|---|
| Socony Motor Oil Company, Inc. | $ 1,250,285.00 |
| Richfield Oil Corporation | 300,030.30 |
| Texaco, Inc. | 183,654.00 |
| Standard Oil Company of California | 177,777.76 |