

MINUTE ITEM

4/10/67

1. PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, SOLANO COUNTY -
W.O. 6345 (PARCEL 48), P.R.C. 3743.1.

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

THE COMMISSION ACCEPTS THE BID MADE BY STANDARD OIL COMPANY OF CALIFORNIA ON MARCH 23, 1967, AND AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR APPROXIMATELY 2,241 ACRES OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 6345 (PARCEL 48), IN SUISUN BAY, SOLANO COUNTY, AS DETAILED IN THE NOTICE OF INTENTION PUBLISHED JANUARY 25, 1967, AND FEBRUARY 1, 1967. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$1,788,060.00, AS OFFERED IN THE BID.

Attachment

Calendar Item 1 (2 pages)

1.

PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, SOLANO COUNTY - W.O. 6345 (PARCEL 48).

On March 23, 1967, two 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 approximately 2,241 acres of tide and submerged lands designated as W.O. 6345 (Parcel 48) in Suisun Bay, Solano County. This offer was authorized by the Commission on January 24, 1967 (Minute Item 29, page 58). The 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 Standard Oil Company of California, 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 as 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 as Exhibit "A".

IT IS RECOMMENDED THAT THE COMMISSION ACCEPT THE BID MADE BY STANDARD OIL COMPANY OF CALIFORNIA ON MARCH 23, 1967, AND AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDER FOR APPROXIMATELY 2,241 ACRES OF TIDE AND SUBMERGED LANDS DESIGNATED AS W.O. 6345 (PARCEL 48), IN SUISUN BAY, SOLANO COUNTY, AS DETAILED IN THE NOTICE OF INTENTION PUBLISHED JANUARY 25, 1967, AND FEBRUARY 1, 1967. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$1,788,060.00, AS OFFERED IN THE BID.

Attachment
Exhibit "A"

W.O. 6345

EXHIBIT "A"

SUMMARY

PARCEL 48

BIDDER

CASH-BONUS
OFFER

Standard Oil Company of California

\$1,788,060.00

Shell Oil Company

1,559,457.00