

MINUTE ITEM

This Calendar Item No. 16
was approved as Minute Item
No. 16 by the State Lands
Commission by a vote of 3
to 0 at its 7/23/81
meeting.

CALENDAR ITEM

16

7/81
W 40254
Hamilton

REMEDIAL WELL WORK
STATE OIL AND GAS LEASE PRC 976.1, ORANGE COUNTY

LESSEE: The Termo Company
P. O. Box 2767
3275 Cherry Avenue
Long Beach, California 90801

AREA, TYPE LAND AND LOCATION:
State Oil and Gas Lease PRC 976.1 consists
of two onshore wells, Fee No. 2 and Fee
No. 5. Surface locations of these wells
are located on private lands near the inter-
section of 20th Street and Pacific Coast
Highway in Huntington Beach, Orange County.
The lease can be described as two separate
and distinct cylindrical areas, each 24
inches in diameter, extending throughout
the full length, course and distance of
each well in so far as such cylindrical
areas extends into state lands seaward
of the ordinary high-water mark of the
Pacific Ocean.

PROJECT DESCRIPTION:
The Termo Company proposes to repair existing
well Fee No. 5 which is currently not pro-
ducing commercially due to the poor mechanical
condition of a portion of the well's casing/
liner. This repair program consists of
re-entering existing well-head facility,
plugging damaged liner, and then sidetracking
and recompleting the well from essentially
the same drainage point from which the
well has been produced.

AB 884: N/A.

OTHER PERTINENT INFORMATION:
1. The area surrounding State Oil and
Gas Lease PRC 976.1 is included in
State Oil and Gas Lease PRC 91.1 currently
held by Amioil USA, Inc. The Termo

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Company has obtained a letter of non-objection from Aminoil for sidetracking well Fee No. 5 within a 50-foot cylinder of the original hole location.

2. An environmental document is not required. This transaction is within the purview of 14 Cal. Adm. Code 15101(d), Class 1, which exempts the operation, repair, maintenance or minor alteration of an existing structure.
3. This project is situated on land identified as possessing environmental values in that the State Lands Commission stated that all waterways under the Commission's jurisdiction have environmental significance. Staff finds this project to be compatible with Commission policy.

STATUTORY AND OTHER REFERENCES:

- A. P.R.C.: Div. 6, Parts 1 & 2; Div. 13; Div. 3.
- B. Cal. Adm. Code: Title 2, Div. 13; Title 14, Div. 5.5 and 6.

EXHIBIT:

- A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN ENVIRONMENTAL DOCUMENT HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH DOCUMENT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21084, 14 CAL. ADM. CODE 15100 ET SEQ., AND 2 CAL. ADM. CODE 2907.
2. FIND THAT THIS PROJECT IS SITUATED ON LAND IDENTIFIED AS POSSESSING ENVIRONMENTAL VALUES IN THAT THE STATE LANDS COMMISSION FOUND ALL WATERWAYS UNDER THE COMMISSION'S JURISDICTION HAVE ENVIRONMENTAL SIGNIFICANCE, BUT THAT THIS PROJECT IS COMPATIBLE WITH THAT FINDING AS IT APPLIES TO THE SUBJECT LAND.
3. DETERMINE THAT THIS PROJECT IS EXEMPT FROM THE REQUIREMENTS OF ARTICLE 6.5, OF TITLE 2, OF THE CAL. ADM. CODE BECAUSE THIS PROJECT IS NOT A DEVELOPMENT WITHIN THE MEANING OF SECTION 2503, OF TITLE 2, OF THE CAL. ADM. CODE AND SECTION 30105 OF THE P.R.C.

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4. AUTHORIZE APPROVAL OF THE APPLICATION OF TERMO COMPANY TO SIDETRACK WELL FEE NO. 5, STATE OIL AND GAS LEASE, PRC 976.1, IN ACCORDANCE WITH THE RULES AND REGULATIONS OF THE COMMISSION.

EXHIBIT "A"

LOCATION MAP - WELL
FEE No. 5

The Termo Company
W 40254

