MINUTE ITEM
This Calendar Item No. 40
was approved as Minute Item
No. 40 by the State Lands
Commission by a vote of 2
to 0 at its 4-12-88
meeting.

CALENDAR ITEM

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04/12/88
PRC 7114
Hamilton

QUITCLAIM OF STATE OIL AND GAS LEASE PRC 7114,
SAN JOAQUIN COUNTY

LESSEE: Mr. Corbin J. Robertson
c/o Quintana Petroleum Corporation
Attention: Mr. Bob Gerber
1050 Seventeenth Street, Suite 400
Denver, Colorado 80265

OPERATOR: Quintana Petroleum Corporation
Attention: Mr. Bob Gerber
1050 Seventeenth Street, Suite 400
Denver, Colorado 80265

BACKGROUND INFORMATION:

On July 16, 1987, the Commission issued State Oil and Gas Lease PRC 7114 to Mr. Corbin J. Robertson. The lease contains approximately 171 acres of tide and submerged land in the natural bed of Middle River in San Joaquin County, California.

On February 10, 1988, a Quitclaim Deed for State Oil and Gas Lease PRC 7114 was filed with the Commission. The Quitclaim Deed was executed by the lessee on December 15, 1987.

STATUTORY AND OTHER AUTHORITY:

P.R.C. 6804.1 and paragraph 30 of State Oil and Gas Lease PRC 7114 provide that the lessee may make at any time a written quitclaim or relinquishment of all rights under the lease or of any portion of the leased lands comprising a ten-acre parcel or multiple thereof in compact form, or of any separate or distinct zone or geological horizon or portion thereof underlying a ten-acre parcel or multiple

thereof in compact form. The quitclaim or relinquishment will be effective when it is filed with the Commission subject to the continued obligation of the lessee and its surety to pay all accrued rentals and royalties and to abandon all wells drilled on, into or through the leased lands or in the zones or horizons to be quitclaimed or relinquished.

Staff has reviewed information supplied by the lessee and other data in the Commission files and has found no default existing on State Oil and Gas Lease PRC 7114 as of February 10, 1988, the date the quitclaim deed was filed with the Commission. Therefore, pursuant to P.R.C. 6804.1 and the lease terms, the effective date of the quitclaim will be February 10, 1988.

AB 884: N/A.

OTHER INFORMATION:

1. As of February 10, 1988, all rentals have been paid. No royalties are due as the lease was never developed. One well was drilled through the leased lands. All well data including logs, well history and directional survey have been filed with the Commission. This well was properly abandoned in accordance with the terms of the lease and the rules and regulations of the Commission and the Division of Oil and Gas.

2. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Adm. Code 15061), the staff has determined that the acceptance of the quitclaim is exempt from the requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

   Authority: P.R.C. 21065 and 14 Cal. Adm. Code 15378.

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EXHIBITS: A. Land Description (Quitclaimed State Lands - all lands described in State Oil and Gas Lease PRC 7114).

B. Site Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACCEPTANCE OF THE QUITCLAIM IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. ADM. CODE 15061 BECAUSE IT IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND 14 CAL. ADM. CODE 15378.

2. ACCEPT, IN ACCORDANCE WITH P.R.C. 6804.1 AND THE TERMS OF STATE OIL AND GAS LEASE PRC 7114 DATED JULY 16, 1987, THE LESSEE'S QUITCLAIM DEED FOR STATE OIL AND GAS LEASE PRC 7114 WHICH WAS DULY EXECUTED BY CORBIN J. ROBERTSON ON DECEMBER 15, 1987. THE EFFECTIVE DATE OF THE LEASE QUITCLAIM WILL BE FEBRUARY 10, 1988, THE FILING DATE OF THE QUITCLAIM DEED.

EXHIBIT "A" PRC 7114

LAND DESCRIPTION W 40529

A parcel of tide and submerged land in the natural bed of Middle River in San Joaquin County, California, said parcel is described as follows:

That portion of the natural bed of the Middle River lying within projected Sections 22, 27, 28, 33 and 34, T2N, R4E, MDM, bounded on the north by the south line of the bed of Connection Slough; on the south by the south line of said projected Section 33; on the east by the west line of Mildred Island as described in the deed to Coleman Foley, recorded March 11, 1966, in Book 3022, at page 476, Official Records of San Joaquin County; and on the west by the east line of the lands of Reclamation District No. 2028 as described in the Judgment Quieting Title, recorded June 14, 1968, in Book 3216, at page 501, Official Records of said San Joaquin County.

EXCEPTING THEREFROM any portion lying landward of the ordinary high water marks of Middle River.

END OF DESCRIPTION

REVIEWED JUNE 22, 1987 BY BOUNDARY SERVICES UNIT, M. L. SHAFER, SUPERVISOR.

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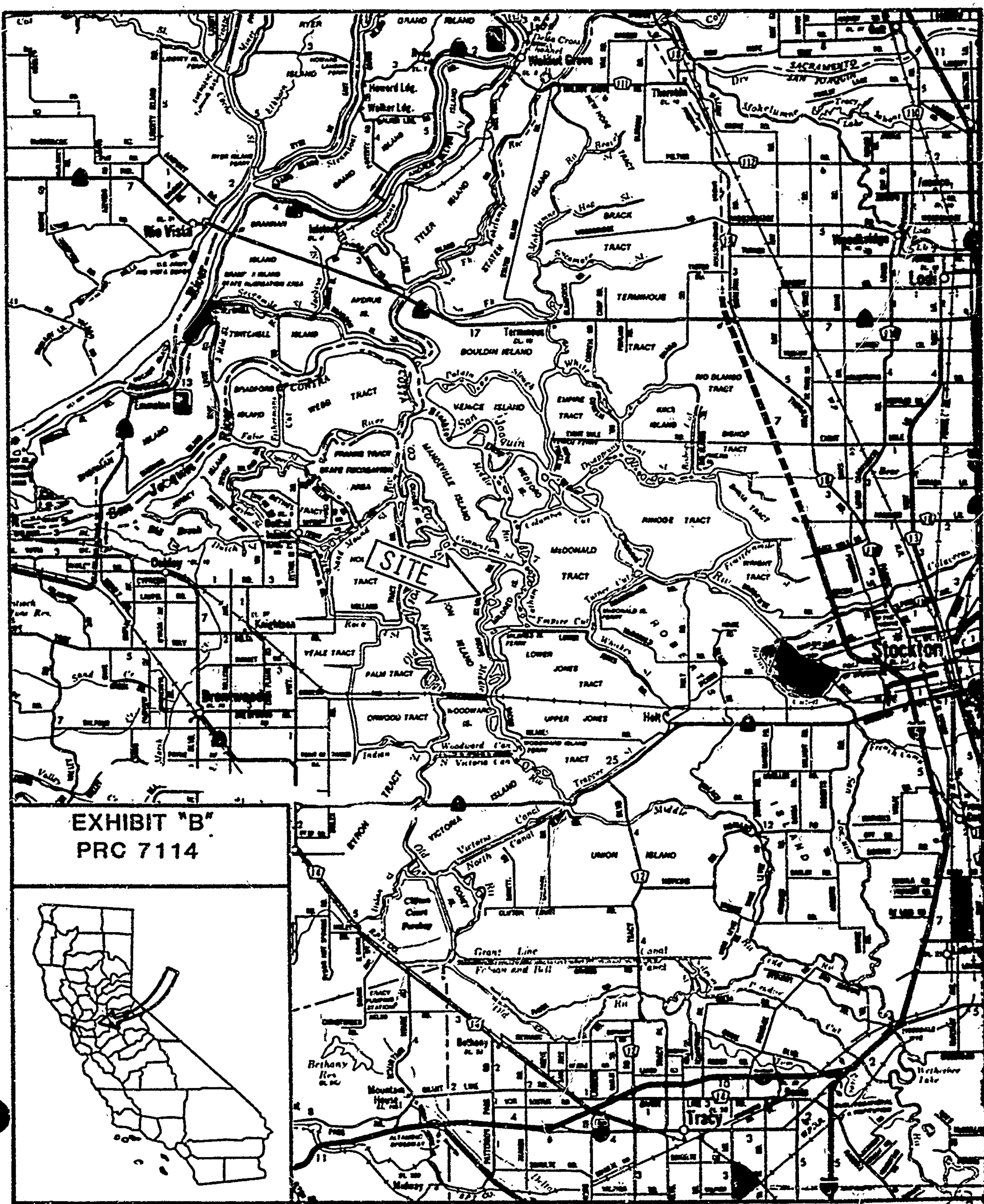
EXHIBIT "B"
PRC 7114



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