

MINUTE ITEM
This Calendar Item No. C43 was approved as
Minute Item No. 43 by the California State Lands
Commission by a vote of 3 to 0 at its
1-29-99 meeting.

CALENDAR ITEM
C43

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01/29/99
PRC 7976
A. Nitsche

**CONSIDER APPROVAL OF AN ASSIGNMENT OF INTEREST
IN OIL AND GAS LEASE NO. PRC 7976
SOLANO COUNTY**

ASSIGNOR:

McFarland Energy, Inc.
Attn.: Mr. Alan A. Kleier
5201 Truxton Avenue
Bakersfield, California 93309

ASSIGNEE:

Slawson Exploration Company, Inc.
Attn.: Ms. Helen M. Capps
1625 Broadway, Suite 1450
Denver, Colorado 80203

AREA, LAND TYPE, AND LOCATION:

42 acres in the bed of Nurse Slough, Solano County.

BACKGROUND:

Oil and Gas Lease No. PRC 7976 was issued to McFarland Energy, Inc. (McFarland) on July 11, 1997. McFarland is the operator for the lease. McFarland is requesting that the California State Lands Commission approve assignment of 100 percent interest in this lease to Slawson Exploration Company, Inc.

STATUTORY AND OTHER REFERENCES:

- A. Section 4 of the Lease.
- B. Public Resources Code section: 6804

OTHER PERTINENT INFORMATION

1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 15061), the staff has determined that this activity is exempt from the requirements of

CALENDAR PAGE	000223
MINUTE PAGE	005004

CALENDAR ITEM NO. C43 (CONT'D)

the CEQA because the activity is not a "project" as defined by the CEQA and the State CEQA Guidelines.

Authority: Public Resources Code section 21065 and Title 14, California Code of Regulations, section 15378.

2. Assignment forms and prerequisite filing fees have been paid by Slawson Exploration Company, Inc.

EXHIBIT:

- A. Land Description.
- B. Location Map.

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

CONSENT TO THE ASSIGNMENT OF 100 PERCENT INTEREST IN OIL AND GAS LEASE NO. PRC 7976 FROM MCFARLAND ENERGY, INC., TO SLAWSON EXPLORATION COMPANY, INC., WITH THE ASSIGNEE TO BE BOUND BY ALL THE TERMS AND CONDITIONS OF THE LEASE.

AUTHORIZE THE EXECUTIVE OFFICER OR HIS DESIGNEE TO EXECUTE ALL DOCUMENTS TO EFFECT THIS ASSIGNMENT.

CALENDAR PAGE	000224
MINUTE PAGE	005005

**Exhibit A
Land Description**

PRC 7976

W40754

A parcel of State owned tide and submerged lands lying in the bed of Nurse Slough (Luco Slough) Solano County, California said parcel described as follows:

All that portion of the bed of Nurse Slough bounded on the north by a line parallel with and 3400 feet southerly of the northerly line of Section 3, T04N, R01W, MDM, and bounded on the south by Little Honker Bay.

END OF DESCRIPTION

CALENDAR PAGE	000225
MINUTE PAGE	005006

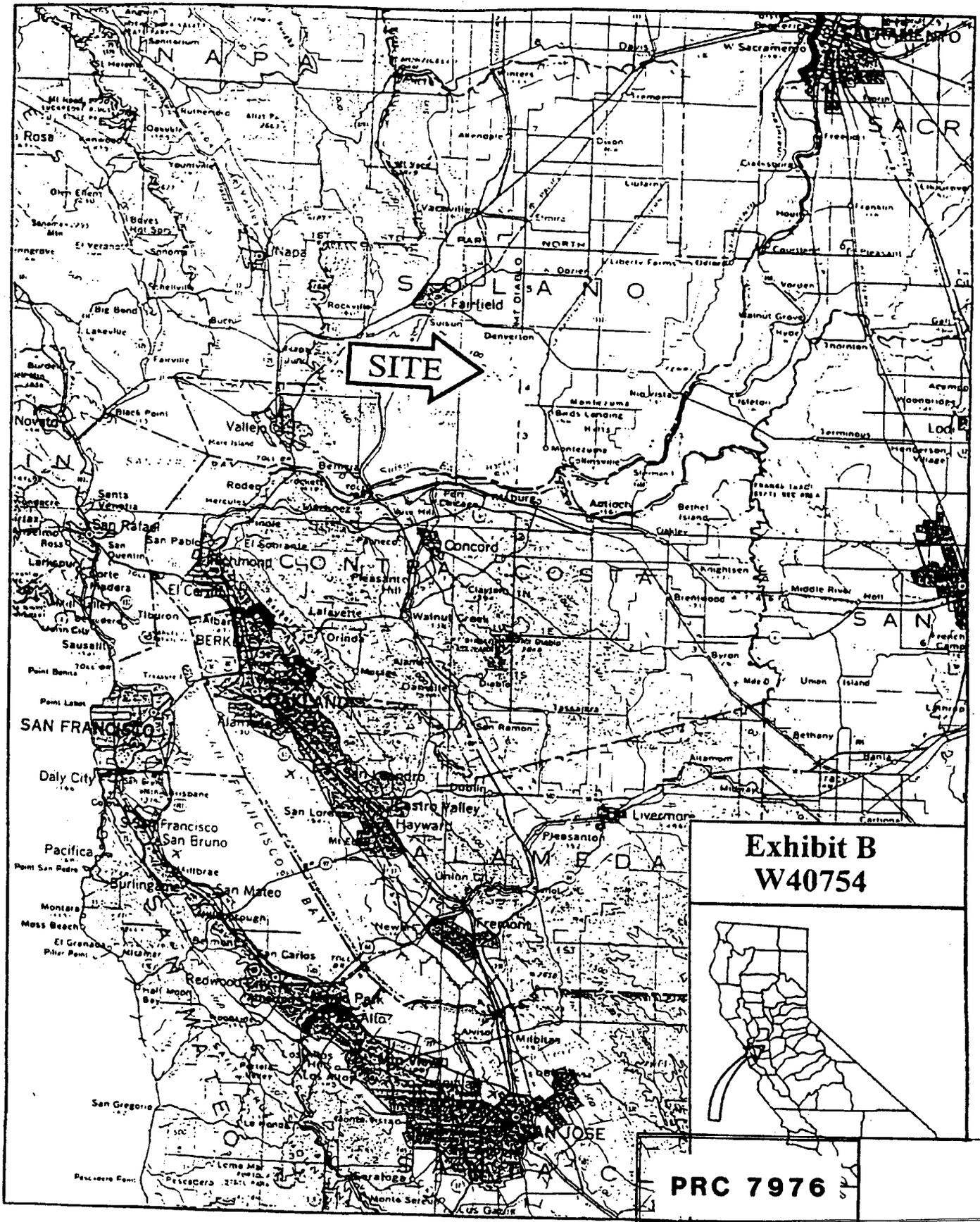


Exhibit B
W40754



PRC 7976

CALENDAR PAGE **000226**

MINUTE PAGE **005007**