

CITY COUNCIL MEETING

AUGUST 19, 1981

CC-2700

192

Continued August 19, 1981

BIDS RECEIVED
FOR CERTAIN OIL
AND GAS LEASE

City Clerk Reimche presented the following bids which had been received pursuant to Resolution No. 81-80, "Resolution Declaring the Council's Intention to Call for Bids for a Certain Oil and Gas Lease":

- a) Texas Oil and Gas Corporation - \$15,000.00 - which includes the first year's rental
- b) City of Santa Clara - \$10,005.00 - which includes first year's rental

On motion of Councilman Pinkerton, Katnich second, Council referred the bids to Staff for recommendation to be presented at the next Council Meeting.

RESOLUTION NO. 81-80

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LODI, CALIFORNIA, DECLARING ITS INTENTION TO CALL FOR BIDS FOR A CERTAIN OIL AND GAS LEASE AND MAKING FINDINGS IN CONNECTION THEREWITH

The City Council of the City of Lodi, California, does resolve as follows:

Section 1. - That certain form of Subsurface Oil and Gas Lease presented to the City Council, with the original filed in the office of the City Clerk at the Council Meeting this date, is hereby referred to and by this reference incorporated herein.

Section 2. - Pursuant to Section 7058.5 of the Public Resources Code of the State of California, the City Council declares that it intends to call for bids for an oil and gas lease in the form of the lease referred to in Section 1 of this Resolution. The property to be leased is situated in the County of San Joaquin, State of California, and is described as follows:

Portions of Sections 23, 24, 25 and 26, Township 3 North, Range 5 East, Mount Diablo Base and Meridian, also being described as Assessor's Parcels 055-120-1, 055-120-7, 055-130-4, 055-130-13, 055-130-14, 055-130-15, 055-150-11, 055-150-12, 055-150-14, 055-150-15, and 055-150-17. The property is also commonly known as the

White Slough Control Plant Property.

For more detailed description, reference is hereby made to Exhibit "A" appended to proposed form of Subsurface Oil and Gas Lease, hereinabove referred to in Section 1 which is on file in the office of the City Clerk of the City of Lodi. Diagrams of the subject areas are also on file in the office of the Lodi City Clerk.

Section 3. - The royalty share payable for oil, gas, and other hydrocarbons produced from wells on the leased land shall be one-sixth (1/6), to be computed as provided in said form of lease. The one variable bidding factor upon which bids shall be received shall be the cash bonus consideration, including the first year's rental. The minimum rental per year during the primary term shall be as specified in paragraph 4 of the lease. The term of the lease shall be for a period of five (5) years and for such longer period (not to exceed 35 years) during which oil, gas and other hydrocarbon substances shall be produced from the leased land, or lands with which the leased land may be pooled. Lessor will permit drill sites only at such locations as may be mutually agreed upon by Lessor and Lessee.

Section 4. - None of the land described in the form of lease hereto has been used, owned, dedicated or acquired as parks, highways, streets, walks or public playgrounds for park purposes.

Section 5. - The bidder shall submit his bid in letter form accompanied by a Certified or Cashier's check in the full amount of the cash bonus consideration, including rental, bid for the first year. The bid shall set forth the said cash bonus consideration, and shall indicate bidder's willingness to enter into a lease in all respects identical to the lease referred to in Section 1, except for the identity of the Lessee.

Section 6. - Bids for said Agreement of Lease are hereby invited and shall be received in the office of the City Clerk located in the City Hall, Lodi, California, until 5:00 p.m. on Wednesday, the 19th day of August, 1981, and shall be opened and publicly declared by the Council at 8:00 p.m. on said date.

Section 7. - The City Clerk shall publish this resolution once a week for four successive weeks in the Lodi News Sentinel and Lodi Life and Times, newspapers of general circulation published and printed in the City and County where the property is situated.

Dated: July 1, 1981

I hereby certify that Resolution No. 81-80 was passed and adopted by the City Council of the City of Lodi in a regular meeting held July 1, 1981 by the following vote:

Ayes: Councilmen - Murphy, Hughes, Pinkerton and
McCarty

Noes: Councilmen - None

Absent: Councilmen - Katnich


ALICE M. REIMCHE
City Clerk

CITY COUNCIL

JAMES A. McCARTY, Mayor
ROBERT C. MURPHY, Mayor Pro Tem
RICHARD L. HUGHES
WALTER KATNICH
JAMES W. PINKERTON, Jr.

CITY OF LODI

CITY HALL, 221 WEST PINE STREET
POST OFFICE BOX 320
LODI, CALIFORNIA 95241
(209) 334-5634

HENRY A. CLAVES, Jr.
City Manager

ALICE M. REIMCHE
City Clerk

RONALD M. STEIN
City Attorney

August 31, 1981

Mike Good
Project Manager
Texas Oil and Gas Corp.
100 Howe Avenue
Suite 200 North
Sacramento, CA 95825

Dear Mr. Good:

Please be advised that bids were received by this office on August 19, 1981 and were presented to the Lodi City Council at the regular Council Meeting held that evening commencing at 8:00 p.m.

Following presentation of the bids, it was Council's direction that the bids be forwarded to staff for review and recommendation and that the award be made at the next regular meeting.

Because of the canvass of the Special Election that was held on August 25, 1981, Council will meet on Tuesday, September 1, 1981 at 8:00 p.m. at which time the award for the bid will be made.

Should you have any questions regarding this action, please do not hesitate to call.

Very truly yours,

Alice M. Reimche
Alice M. Reimche
City Clerk

AR:dg

CITY COUNCIL

JAMES A. McCARTY, Mayor
ROBERT G. MURPHY, Mayor Pro Tem
RICHARD L. HUGHES
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City Manager
ALICE M. REIMCHE
City Clerk
RONALD M. STEIN
City Attorney

August 31, 1981

D.R. Von Raesfeld
City Manager
City of Santa Clara
1500 Warburton Ave.
Santa Clara, CA

Dear Mr. Von Raesfeld:

Please be advised that bids were received by this office on August 19, 1981 and were presented to the Lodi City Council at the regular council meeting held that evening commencing at 8:00 p.m.

Following presentation of the bids, it was Council's direction that the bids be forwarded to staff for review and recommendation and that the award be made at the next regular meeting.

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Should you have any questions regarding this action, please do not hesitate to call.

Very truly yours,


Alice M. Reimche
City Clerk

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