Meeting Date: 10/17/24 Lease Number: 8377 Staff: N. Heda

Staff Report 56

APPLICANT:

California Resources Production Corporation

PROPOSED ACTION:

Acknowledgment of a Quitclaim Deed for negotiated subsurface (No Surface Use) Oil and Gas Lease No. 8377.

AREA, LAND TYPE, AND LOCATION:

Oil and Gas Lease No. 8377 contains approximately 356 acres of State sovereign lands and approximately 4,166 acres of California Department of Fish and Wildlife lands underlying Montezuma Slough, Grizzly Slough, Howard Slough, and Roaring River, Solano County (as shown in Figure 1).

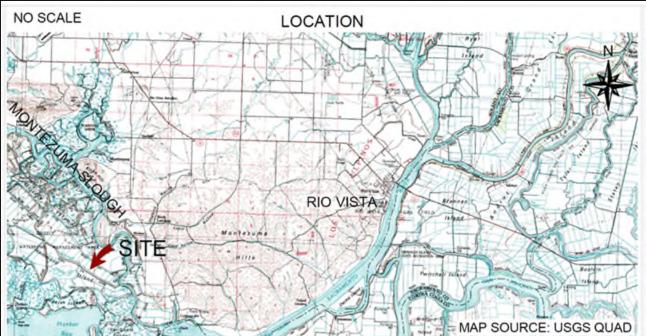
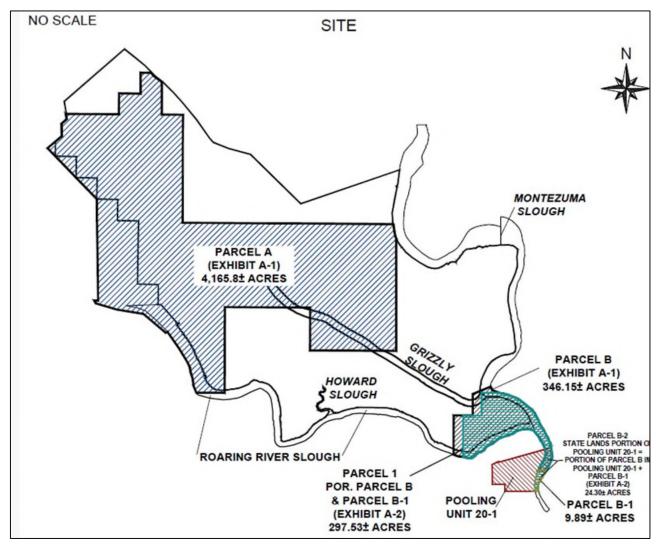


Figure 1. Location

Figure 2. Site Map

The Site Map below illustrates the delineation and boundaries of Parcels A, B, B1, and the designated pooling unit area associated with Lease No. 8377, in accordance with the terms and conditions stipulated within the lease agreement (as shown in Figure 2).



NOTE: This depiction of the lease premises is based on unverified information provided by the Lessee or other parties and is not a waiver or limitation of any State interest in the subject or any other property.

BACKGROUND:

On August 13, 2024, the Lessee submitted a lease quitclaim deed (Exhibit B, attached) for Oil and Gas Lease No. 8377 (Lease) pursuant to Public Resources Code section 6804.1¹. This document, dated August 13, 2024, surrenders to the State all the Lessee's rights, title, and interest in and to the leased lands.

Oil and Gas Lease Quitclaim deeds are effective the date they are filed. However, they do not relieve a lessee from any existing defaults or the obligation to decommission improvements on the leased property.

The Lease provides a primary term of 20 years and was required to pay an annual rental fee of \$97,840.00, a royalty of 20 percent on produced gas, and maintain a performance bond in the amount of \$610,000.

STAFF ANALYSIS AND RECOMMENDATION:

AUTHORITY:

Public Resources Code section 6804.1.

The Commission issued the Lease to Occidental Resources of California, LLC on January 30, 2002 (Item 45 January 30, 2002). Section 1(a) of the lease provides a "primary term of 20 years and for so long thereafter as oil or gas is produced in paying quantities from the leased lands, or so long as the Lessee is diligently conducting producing, drilling, deepening, repairing, redrilling or other necessary lease or well maintenance operations on or in the leased lands." The Lease has been amended on six separate occasions: June 2, 2003 (Item 44, June 2, 2003); August 19, 2003 (Item 98, August 19, 2003); February 17, 2005 (Item 53, February 17, 2005); June 20, 2005 (Item 47, June 20, 2005); February 9, 2006 (Item 54, February 9, 2006), and February 22, 2013 (Item 89, February 22, 2013).

¹Public Resources Code section 6804.1 – " ... [S]uch quitclaim shall be effective as of the date of the filing, subject to the continued obligation of the lessee and his surety to make payment of all rentals and royalties therefore accrued and to place all wells on the lands..., in condition for suspension or abandonment in accordance with applicable lease terms and regulations; thereupon the lessee shall be released from all obligations thereafter occurring under said lease...."

During this period and through multiple amendments, various partial acreage additions and partial acreage quitclaims of the leased lands were executed. Additionally, during this period, the Commission granted its consent to a pooling agreement, as illustrated in Figure 2 (above). None of the amendments changed the primary term of 20 years. Following a series of assignments and transfers, California Resources Production Corporation is now the lessee of record.

During the lease term, two wells, South Suisun-1 and Sangria-1, were drilled and completed, from adjacent private lands, into the leased lands. The wellheads and associated infrastructure for both wells are located on adjacent private lands, but they produced from the leased lands. As of December 2020, mechanical failures resulted in the termination of production from these wells. The 20-year primary lease term expired on January 30, 2022. Sections 30 and 31 of the lease documents state that California Resources Production Corporation is obligated to abandon the wells South Suisun-1 and Sangria-1, safely and responsibly, and restore the property to the Commission's satisfaction.

On March 25, 2024, staff received reports from the California Geologic Energy Management Division confirming South Suisun-1 and Sangria-1 were properly plugged and abandoned. There are no default payments on the Lease, and the Lessee has complied with all applicable laws and lease provisions.

On August 14, 2024, staff received the Quitclaim Deed for State Oil and Gas Lease No. 8377 (Exhibit B, attached). This document is dated August 13, 2024, and surrenders to the State all the Lessee's rights, title, and interest in and to the leased lands described in the attached Exhibits A1, A2, and B.

PUBLIC TRUST AND STATE'S BEST INTERESTS:

Public Resources Code section 6804.1, and lease sections 30 and 31, permit the Lessee to make, at any time, a written quitclaim of all rights under the Lease. The quitclaim is effective when it is filed with the State subject to continued obligation of the Lessee and its surety to pay all accrued rentals and royalties and to abandon all wells drilled on or into the leased lands.

Staff has reviewed the Lease terms and obligations and found no outstanding default or breach of the Lease at the time the quitclaim deed was filed. In addition, no improvements connected to the Lease were placed on the lease premises as the wells have been drilled from the adjacent private lands. Therefore, there is no decommissioning or infrastructure removal work under the Lease that needs to be completed. Consistent with Public Resources Code section 6804.1, staff

recommend that the Commission acknowledge receipt of the quitclaim deed because no outstanding Lease obligations remain. The Lease quitclaim does not negatively impact the Public Trust needs and values at this location. The Lessee did not place any improvements on the lease premises and thus the proposed action in fact, frees up the land for future Public Trust uses. As such, the proposed action is consistent with the Public Trust Doctrine and is in the best interests of the State.

CONCLUSION:

The Lessee executed a lease quitclaim deed releasing all rights, title, and interest in the Lease effective as of August 13, 2024. Staff recommends acknowledgement of the lease quitclaim deed.

OTHER PERTINENT INFORMATION:

- 1. This action is consistent with the "Meeting Evolving Public Trust Needs" Strategic Focus Area of the Commission's 2021-2025 Strategic Plan.
- 2. Acknowledgement of the quitclaim deed is not a project as defined by the California Environmental Quality Act because it is an administrative action that will not result in direct or indirect physical changes in the environment.

Authority: Public Resources Code section 21065 and California Code of Regulations, title 14, sections 15060, subdivision (c)(3), and 15378, subdivision (b)(5).

3. No default payments currently exist on the Lease, and the Lessee has complied with all applicable laws and lease provisions including plugging and abandoning of the two wells completed within the leased land.

EXHIBITS:

- A1. Land Description
- A2. Land Description
- B. Lease Quitclaim Deed

RECOMMENDED ACTION:

It is recommended that the Commission:

PUBLIC TRUST AND STATE'S BEST INTERESTS:

Find that the acknowledgment of the lease quitclaim deed filed August 13, 2024, will not substantially interfere with the Public Trust needs and values at this location, at this time; is consistent with the Public Trust Doctrine; and is in the best interests of the State.

AUTHORIZATION:

- 1. Acknowledge receipt of a quitclaim deed filed on August 13, 2024, for Oil and Gas Lease No. 8377, wherein the Lessee surrenders to the State all of its rights, title, and interest in and to the leased lands described in the attached Exhibits A-1 and A-2.
- 2. Release California Resources Production Corporation from any remaining obligations under Lease No. 8377 accruing after August 13, 2024, the filing date of the lease quitclaim deed.

EXHIBIT A-1 LAND DESCRIPTION (Retained Lands)

Parcel A

All that certain parcel of land situated within the protracted Sections 3, 4, 5, 9, 10, 11, 12, 13, 15 and 16 in Township 3 North, Range 1 West, M.D.M., and protracted Sections 33 and 34, Township 4 North, Range 1 West, M.D.M., County of Solano, State of California and being portions of Parcels 1, 2, 3 and all of Parcel 4 as conveyed to the State of California by the Final Order and Decree of Condemnation as recorded March 30, 1950 in Book 527 of Deeds at Page 43, Official Records of Solano County and portion of Parcels 1 and 2 as described in Exhibit A-2, Instrument No. 2002-00042596, recorded April 3, 2002 in Official Records of Solano County and more particularly described as follows:

Commencing at NGS Control Station CATTLE, said point having California Coordinates X=2,041,076.61 feet; Y=154,103.88 feet, Zone 2, NAD 27; thence North 52°01'20" West a distance of 21,242.52 feet to the POINT OF BEGINNING on the Oil and Gas lease line, said point being on the westerly line described in Parcel 4 Montezuma Slough-North Portion of said Exhibit A-2 having California Coordinates X=2,024,332.18 feet, Y=167,175.55 feet, Zone 2, NAD 27; thence southerly along said Parcel 4 the following three (3) consecutive courses:

- 1) South 08°36'25" East a distance of 541.27 feet;
- 2) South 12°16'33" East a distance of 304.05 feet;
- South 25°25'59" East a distance of 93.88 feet; thence leaving said westerly Lease line South 00°02'54" West a distance of 7021.52 feet;
- North 89°43'06" West a distance of 5400.20 feet;
- 5) North 00°11'39" East a distance of 2681.85 feet;
- 6) North 89°43'06" West a distance of 5333.97 feet;
- 7) South 00°11'39" West a distance of 5363.69 feet;
- 8) North 89°43'06" West a distance of 1772.12 feet to a point on the westerly line of said Oil and Gas Lease line of Parcel 2 as described in said Exhibit A-2, said point having California Coordinates X=2,011,997.02 feet, Y=156,616.62 feet, Zone 2, NAD 27; thence westerly along said Lease line the following eight (8) consecutive courses:
- 9) North 21°52'08" West a distance of 437.84 feet;
- 10) North 07°17'42" West a distance of 303.98 feet;
- 11) North 12°43'59" West a distance of 209.97 feet:
- 12) North 16°08'19" West a distance of 337.65 feet;
- 13) North 11°08'09" West a distance of 391.86 feet;
- 14) North 26°38'15" West a distance of 339.81 feet;
- 15) North 31°15'07" West a distance of 979.33 feet;

16) North 35°00'27" West a distance of 1262.06 feet to a point on the southerly boundary of said Parcel 3 as described in said Final Order and Decree of Condemnation; thence leaving said Lease line South 73°14'47" West a distance of 133.39 feet; 1.000

:

- 17) North 49°45'13" West a distance of 1810.00 feet;
- 18) North 80°30'13" West a distance of 1690.00 feet;
- 19) North 73°30'13" West a distance of 1376.00 feet;
- 20) North 28°15'13" West a distance of 191.00 feet to a point on the southerly line of Tide Land Location No. 39; thence easterly along said southerly line South 89°37'03" East a distance of 241.70 feet to the Southwest corner of Parcel 4 as described in said Final Order and Decree of Condemnation; thence leaving said southerly line along the westerly line of said Parcel 4 North 00°46'49" East a distance of 6361.08 feet;
- 21) North 43°58'37" West a distance of 4436.45 feet to a point on centerline of Chaplin Dredger Cut; thence along said centerline North 50°05'58" East a distance of 647.88 feet to a point on northwesterly line of said Parcel 3; thence along said centerline the following four (4) consecutive courses:
- 22) North 50°05'58" East a distance of 508.02 feet;
- 23) North 02°01'46" West a distance of 773.10 feet;
- 24) North 48°10'21" East a distance of 440.86 feet;
- 25) North 09°57'13" West a distance of 341.23 feet; thence leaving said centerline South 89°34'16" East a distance of 3340.24 feet;
- 26) North 00°11'39" East a distance of 1305.07 feet;
- 27) South 89°34'16" East a distance of 1350.90 feet;
- 28) North 00°11'39" East a distance of 1305.07 feet;
- 29) South 89°34'16" East a distance of 638.98 feet to a point on the south line of Lot 6 as shown on Map of Survey for J.W. Dutton and F.N. Chaplin, April 1910, by E.N. Eager, said map filed in the Office of County Recorder, in Book 3 of Maps at Page 29, said point having California Coordinates X=2,009,151.47 feet Y=176,647.35 feet, Zone 2, NAD 27; thence southeasterly along said south line following three (3) consecutive courses;
- 30) South 44°00'37" East a distance of 308.49 feet;
- 31) South 52°24'37" East a distance of 582.80 feet;
- 32) South 45°28'37" East a distance of 19.65 feet; thence leaving said south line the following four (4) consecutive courses;
- 33) South 00°11'39" West a distance of 2024.15 feet;
- 34) South 89°34'16" East a distance of 1331.13 feet;
- 35) South 00°11'39" West a distance of 6765.60 feet;
- 36) South 89°38'54" East a distance of 13189.49 feet to the POINT OF BEGINNING.

Containing 223.0 acres of State Sovereign Lands, more or less and containing 3942.8 acres of Department of Fish and Game Lands, more or less.

Parcel B

All that certain parcel of land situate within the protracted Sections 17, 19 and 20, Township 3 North, Range 1 East, M.D.M., County of Solano, State of California being a portion of Parcel 3 as conveyed to the State of California by the Final Order and Decree of Condemnation recorded March 30, 1950 in Book 527, Page 43 Official Records Solano

County and portions of Parcels 1, 2 and 5 as described in Exhibit A-2 as recorded April 3, 2002 in Instrument Number 2002-00042596 Official Records Solano County, the northerly and westerly boundary of which is more particularly described as follows:

BEGINNING at a point on the easterly Oil and Gas Lease line described in said Parcel 5 Montezuma Slough-South Portion having a California Coordinate System 1927 Zone 2 coordinates of X = 2030421.197 feet and Y = 156996.137 feet from which the NGS Control Station CATTLE bears South 74°48'50" East 11040.97 feet, thence leaving said Lease line the following four (4) courses:

- 1) South 67°24'12" West a distance of 1209.11 feet;
- 2) South 00°11'39" West a distance of 1340.92 feet;
- 3) North 89°43'06" West a distance of 1197.90 feet;
- South 00°09'28" West a distance of 2456.64 feet to the southerly Oil and Gas Lease line as said line is described in said Parcel 2 Roaring River Slough in said Exhibit A-2.

Containing 129.6 acres of State Sovereign Lands, more or less and containing 222.7 acres of Department of Fish and Game Lands, more or less.



EXHIBIT A-2

PRC 8377

LAND DESCRIPTION

Parcel 1 (portion of Lease Parcel B)

All that certain parcel of land situate within the protracted Sections 17, 19 and 20, Township 3 North, Range 1 East, M.D.M., County of Solano, State of California being a portion of Parcel 3 as conveyed to the State of California by the Final Order and Decree of Condemnation recorded March 30, 1950 in Book 527, Page 43 Official Records Solano County and portions of Parcels 1, 2 and 5 as described in Exhibit A-2 as recorded April 3, 2002 in Instrument Number 2002-00042596 Official Records Solano County, the northerly and westerly boundary of which is more particularly described as follows:

BEGINNING at a point on the easterly Oil and Gas Lease line described in said Parcel 5 Montezuma Slough-South Portion having a California Coordinate System 1927 Zone 2 coordinates of X = 2030945.231 feet and Y = 156613.773 feet from which the NGS Control Station CATTLE bears South 76° 05' 10" East 10,437.64 feet, thence leaving said Lease line the following four (4) courses:

- 1) South 89° 47' 13" West, 1,087.67 feet;
- South 00°11'39" West, 1,421.81 feet;
- North 89°43'06" West, 1,148.75 feet;
- South 00°09'28" West, 2,588.71 feet to the southerly Oil and Gas Lease line as said line is described in said Parcel 2 Roaring River Slough in said Exhibit A2.

Parcel 2 (Lease Parcel B-2)

A Parcel of sovereign land situate on Van Sickle Island and in the bed of Montezuma Slough, Solano County, California, lying in protracted Section 29, Township 3 North, Range 1 East, being a portion of Parcel 5 as described in Exhibit A-2, recorded April 3, 2002 in instrument Number 2002-00042596 Official Records Solano County, more particularly described as follows:

BEGINNING at a point on the Agreed Ordinary High Water Mark of the easterly bank of Montezuma Slough as shown on that certain map filed in Book 21 of Records of Survey at Pages 3 to 10, Solano County Records, having coordinates X= 2,033,415.838 feet Y=150448.117 feet, CCS 27 Zone 2, said point bears North 16°41'21" West, 137.40 feet from the southerly terminus of Course T144 "North 16°41'21" West, 216.94 feet" shown on said map; thence along said Agreed Ordinary High Water Mark the following seventeen (17) courses:

- North 16°41'21" West, 79.54 feet; 1)
- 2) North 00°31'35" East, 206.81 feet;
- 3) North 04°24'51" East, 57.17 feet;
- 4) 5)
- North 15°22'45" East, 137.63 feet; North 29°30'43" East, 354.04 feet; North 22°15'18" East, 354.04 feet; North 32°15'18" East, 132.80 feet; North 28°18'21" East, 76.55 feet; North 31°26'59" East, 271.01 feet; 6)
- 7)
- 8)
- North 19°10'08" East, 120.90 feet; 9)
- North 41°47'52" East, 16.84 feet to the northerly 10) line of said section 29 also being the southerly line of Parcel B as described in PRC 8377 Exhibit C (Retained Lands); thence along said Parcel B and leaving said Agreed Ordinary High Water Mark
- 11) South 89°25'56" West, 489.72 feet to a point on the westerly Oil and Gas lease line of said Parcel 5; thence along said lease line
- 12)
- South 27°54'02" West, 134.88 feet; South 16°30'59" West, 430.88 feet; 13)
- South 06°24'37" West, 474.97 feet; 14)
- South 09°51'26" East, 207.36 feet; 15)
- South 08°57'39" East, 107.12 feet; thence leaving 16) said westerly bank
- 17) North 89°44'24" East, 182.30 feet to said Agreed Ordinary High Water Mark and the POINT OF BEGINNING.

EXCEPTING THEREFROM any portion of said Parcel 1 lying easterly of the ordinary high water of the east bank of Montezuma Slough and lying southerly of the ordinary high water of the south bank of Roaring River Slough.

ALSO EXCEPTING THEREFROM any portion of said Parcel 2 lying easterly and landward of said Agreed Ordinary High Water Mark of the easterly bank of Montezuma Slough and lying above the ordinary high water mark of Montezuma slough.

The Basis of Bearings for in this description is the California Coordinate System 1927, Zone 2, and calculated using NGS Control Station CATTLE, Coordinates X=2,041,076.61 feet Y=154,103.88 feet, and NGS Control Station KIRBY, Coordinates X=2,023,097.83 feet Y=182,444.10 feet. All distances are grid and in feet.

END OF DESCRIPTION

Containing 117.315 acres of State Sovereign Lands, more or less and containing 180.211 acres of Department of Fish and Game Lands, more or less.



Exhibit B

RECORDED AT THE REQUEST OF AND WHEN RECORDED MAIL TO: STATE OF CALIFORNIA

State Lands Commission 100 Howe Avenue, Suite 100-South Sacramento, CA 95825-8202 Attn: Title Unit

STATE OF CALIFORNIA **OFFICIAL BUSINESS**

Acknowledgment

Document entitled to free recordation pursuant to Government Code Section 27383

No Tax Due

SPACE ABOVE THIS LINE FOR RECORDER'S USE

LEASE QUITCLAIM DEED FOR STATE OIL AND GAS LEASE

State Oil and Gas Lease No. PRC 8377 (Lease), covering certain State lands County, State of California, located in <u>Solano</u> was issued by the State of California, acting through the California State Lands Commission (State), on 1/30/2002 , and was recorded in the Official Records of County, as ____ 4/3/2002 2002-00042596 _, on (Attach additional recording information if leased lands are located in and Lease is recorded in more than one county.)

California Resources Production Corporation (Lessee) is the present holder of the Lease.

Pursuant to the terms of the Lease and Section 6804.1 of the Public Resources Code, the Lessee may at any time make and file with the State a written guitclaim or relinguishment of all rights under the Lease or of any portion of the Lease comprising a 10-acre parcel or multiple thereof in compact form, or of any separate or distinct zone or geological horizon thereof underlying such 10-acre parcel or multiple thereof.

Acting in accordance with such terms, the **Lessee** does hereby release, remise and forever auticlaim unto the **State of California** all of its right, title and interest in and to the State lands or that portion of the State lands held by virtue of the Lease, which lands are, or portion is described in the attached exhibit.

Such quitclaim and relinquishment is subject to the continued obligation of the Lessee to make payment of all rentals and royalties theretofore accrued, to place all wells on the lands, or in the zones or horizons to be guitclaimed or relinguished, in a condition of abandonment in accordance with the terms of the Lease and all applicable state, local, and federal regulations, and to comply with all other terms and obligations of the Lease. Such quitclaim and relinguishment does not release Lessee from any liability for breach of any obligation of the Lease with respect to which the Lessee is in default at the time of filing the quitclaim.

IN WITNE	SS WHEREOF, this Qu	itclaim Deed is executed this <u>13</u> day of <u>August 202</u> .			
LESSEE:	California Resources Production Corporation				
Ву:	Nalie	(Signature)			
	Valerie Riley	(Name of Officer)			
	Attorney-In-Fact	(Title)			

EXHIBIT A-1 LAND DESCRIPTION (Retained Lands)

Parcel A

All that certain parcel of land situated within the protracted Sections 3, 4, 5, 9, 10, 11, 12, 13, 15 and 16 in Township 3 North, Range 1 West, M.D.M., and protracted Sections 33 and 34, Township 4 North, Range 1 West, M.D.M., County of Solano, State of California and being portions of Parcels 1, 2, 3 and all of Parcel 4 as conveyed to the State of California by the Final Order and Decree of Condemnation as recorded March 30, 1950 in Book 527 of Deeds at Page 43, Official Records of Solano County and portion of Parcels 1 and 2 as described in Exhibit A-2, Instrument No. 2002-00042596, recorded April 3, 2002 in Official Records of Solano County and more particularly described as follows:

Commencing at NGS Control Station CATTLE, said point having California Coordinates X=2,041,076.61 feet; Y=154,103.88 feet, Zone 2, NAD 27; thence North 52°01'20" West a distance of 21,242.52 feet to the POINT OF BEGINNING on the Oil and Gas lease line, said point being on the westerly line described in Parcel 4 Montezuma Slough-North Portion of said Exhibit A-2 having California Coordinates X=2,024,332.18 feet, Y=167,175.55 feet, Zone 2, NAD 27; thence southerly along said Parcel 4 the following three (3) consecutive courses:

- 1) South 08°36'25" East a distance of 541.27 feet;
- 2) South 12°16'33" East a distance of 304.05 feet;
- South 25°25'59" East a distance of 93.88 feet; thence leaving said westerly Lease line South 00°02'54" West a distance of 7021.52 feet;
- North 89°43'06" West a distance of 5400.20 feet;
- 5) North 00°11'39" East a distance of 2681.85 feet;
- 6) North 89°43'06" West a distance of 5333.97 feet;
- 7) South 00°11'39" West a distance of 5363.69 feet;
- 8) North 89°43'06" West a distance of 1772.12 feet to a point on the westerly line of said Oil and Gas Lease line of Parcel 2 as described in said Exhibit A-2, said point having California Coordinates X=2,011,997.02 feet, Y=156,616.62 feet, Zone 2, NAD 27; thence westerly along said Lease line the following eight (8) consecutive courses:
- 9) North 21°52'08" West a distance of 437.84 feet;
- 10) North 07°17'42" West a distance of 303.98 feet;
- 11) North 12°43'59" West a distance of 209.97 feet:
- 12) North 16°08'19" West a distance of 337.65 feet;
- 13) North 11°08'09" West a distance of 391.86 feet;
- 14) North 26°38'15" West a distance of 339.81 feet;
- 15) North 31°15'07" West a distance of 979.33 feet;

16) North 35°00'27" West a distance of 1262.06 feet to a point on the southerly boundary of said Parcel 3 as described in said Final Order and Decree of Condemnation; thence leaving said Lease line South 73°14'47" West a distance of 133.39 feet; 1.000

:

- 17) North 49°45'13" West a distance of 1810.00 feet;
- 18) North 80°30'13" West a distance of 1690.00 feet;
- 19) North 73°30'13" West a distance of 1376.00 feet;
- 20) North 28°15'13" West a distance of 191.00 feet to a point on the southerly line of Tide Land Location No. 39; thence easterly along said southerly line South 89°37'03" East a distance of 241.70 feet to the Southwest corner of Parcel 4 as described in said Final Order and Decree of Condemnation; thence leaving said southerly line along the westerly line of said Parcel 4 North 00°46'49" East a distance of 6361.08 feet;
- 21) North 43°58'37" West a distance of 4436.45 feet to a point on centerline of Chaplin Dredger Cut; thence along said centerline North 50°05'58" East a distance of 647.88 feet to a point on northwesterly line of said Parcel 3; thence along said centerline the following four (4) consecutive courses:
- 22) North 50°05'58" East a distance of 508.02 feet;
- 23) North 02°01'46" West a distance of 773.10 feet;
- 24) North 48°10'21" East a distance of 440.86 feet;
- 25) North 09°57'13" West a distance of 341.23 feet; thence leaving said centerline South 89°34'16" East a distance of 3340.24 feet;
- 26) North 00°11'39" East a distance of 1305.07 feet;
- 27) South 89°34'16" East a distance of 1350.90 feet;
- 28) North 00°11'39" East a distance of 1305.07 feet;
- 29) South 89°34'16" East a distance of 638.98 feet to a point on the south line of Lot 6 as shown on Map of Survey for J.W. Dutton and F.N. Chaplin, April 1910, by E.N. Eager, said map filed in the Office of County Recorder, in Book 3 of Maps at Page 29, said point having California Coordinates X=2,009,151.47 feet Y=176,647.35 feet, Zone 2, NAD 27; thence southeasterly along said south line following three (3) consecutive courses;
- 30) South 44°00'37" East a distance of 308.49 feet;
- 31) South 52°24'37" East a distance of 582.80 feet;
- 32) South 45°28'37" East a distance of 19.65 feet; thence leaving said south line the following four (4) consecutive courses;
- 33) South 00°11'39" West a distance of 2024.15 feet;
- 34) South 89°34'16" East a distance of 1331.13 feet;
- 35) South 00°11'39" West a distance of 6765.60 feet;
- 36) South 89°38'54" East a distance of 13189.49 feet to the POINT OF BEGINNING.

Containing 223.0 acres of State Sovereign Lands, more or less and containing 3942.8 acres of Department of Fish and Game Lands, more or less.

Parcel B

All that certain parcel of land situate within the protracted Sections 17, 19 and 20, Township 3 North, Range 1 East, M.D.M., County of Solano, State of California being a portion of Parcel 3 as conveyed to the State of California by the Final Order and Decree of Condemnation recorded March 30, 1950 in Book 527, Page 43 Official Records Solano

County and portions of Parcels 1, 2 and 5 as described in Exhibit A-2 as recorded April 3, 2002 in Instrument Number 2002-00042596 Official Records Solano County, the northerly and westerly boundary of which is more particularly described as follows:

BEGINNING at a point on the easterly Oil and Gas Lease line described in said Parcel 5 Montezuma Slough-South Portion having a California Coordinate System 1927 Zone 2 coordinates of X = 2030421.197 feet and Y = 156996.137 feet from which the NGS Control Station CATTLE bears South 74°48'50" East 11040.97 feet, thence leaving said Lease line the following four (4) courses:

- 1) South 67°24'12" West a distance of 1209.11 feet;
- 2) South 00°11'39" West a distance of 1340.92 feet;
- 3) North 89°43'06" West a distance of 1197.90 feet;
- South 00°09'28" West a distance of 2456.64 feet to the southerly Oil and Gas Lease line as said line is described in said Parcel 2 Roaring River Slough in said Exhibit A-2.

Containing 129.6 acres of State Sovereign Lands, more or less and containing 222.7 acres of Department of Fish and Game Lands, more or less.



EXHIBIT A-2

PRC 8377

LAND DESCRIPTION

Parcel 1 (portion of Lease Parcel B)

All that certain parcel of land situate within the protracted Sections 17, 19 and 20, Township 3 North, Range 1 East, M.D.M., County of Solano, State of California being a portion of Parcel 3 as conveyed to the State of California by the Final Order and Decree of Condemnation recorded March 30, 1950 in Book 527, Page 43 Official Records Solano County and portions of Parcels 1, 2 and 5 as described in Exhibit A-2 as recorded April 3, 2002 in Instrument Number 2002-00042596 Official Records Solano County, the northerly and westerly boundary of which is more particularly described as follows:

BEGINNING at a point on the easterly Oil and Gas Lease line described in said Parcel 5 Montezuma Slough-South Portion having a California Coordinate System 1927 Zone 2 coordinates of X = 2030945.231 feet and Y = 156613.773 feet from which the NGS Control Station CATTLE bears South 76° 05' 10" East 10,437.64 feet, thence leaving said Lease line the following four (4) courses:

- 1) South 89° 47' 13" West, 1,087.67 feet;
- 2) South 00°11'39" West, 1,421.81 feet;
- North 89°43'06" West, 1,148.75 feet;
- South 00°09'28" West, 2,588.71 feet to the southerly Oil and Gas Lease line as said line is described in said Parcel 2 Roaring River Slough in said Exhibit A2.

Parcel 2 (Lease Parcel B-2)

A Parcel of sovereign land situate on Van Sickle Island and in the bed of Montezuma Slough, Solano County, California, lying in protracted Section 29, Township 3 North, Range 1 East, being a portion of Parcel 5 as described in Exhibit A-2, recorded April 3, 2002 in instrument Number 2002-00042596 Official Records Solano County, more particularly described as follows:

BEGINNING at a point on the Agreed Ordinary High Water Mark of the easterly bank of Montezuma Slough as shown on that certain map filed in Book 21 of Records of Survey at Pages 3 to 10, Solano County Records, having coordinates X= 2,033,415.838 feet Y=150448.117 feet, CCS 27 Zone 2, said point bears North 16°41'21" West, 137.40 feet from the southerly terminus of Course T144 "North 16°41'21" West, 216.94 feet" shown on said map; thence along said Agreed Ordinary High Water Mark the following seventeen (17) courses:

- North 16°41'21" West, 79.54 feet; 1)
- 2) North 00°31'35" East, 206.81 feet;
- 3) North 04°24'51" East, 57.17 feet;
- 4) 5)
- North 15°22'45" East, 137.63 feet; North 29°30'43" East, 354.04 feet; North 22°15'18" East, 354.04 feet; North 32°15'18" East, 132.80 feet; North 28°18'21" East, 76.55 feet; North 31°26'59" East, 271.01 feet; 6)
- 7)
- 8)
- North 19°10'08" East, 120.90 feet; 9)
- North 41°47'52" East, 16.84 feet to the northerly 10) line of said section 29 also being the southerly line of Parcel B as described in PRC 8377 Exhibit C (Retained Lands); thence along said Parcel B and leaving said Agreed Ordinary High Water Mark
- 11) South 89°25'56" West, 489.72 feet to a point on the westerly Oil and Gas lease line of said Parcel 5; thence along said lease line
- 12)
- South 27°54'02" West, 134.88 feet; South 16°30'59" West, 430.88 feet; 13)
- South 06°24'37" West, 474.97 feet; 14)
- South 09°51'26" East, 207.36 feet; 15)
- South 08°57'39" East, 107.12 feet; thence leaving 16) said westerly bank
- 17) North 89°44'24" East, 182.30 feet to said Agreed Ordinary High Water Mark and the POINT OF BEGINNING.

EXCEPTING THEREFROM any portion of said Parcel 1 lying easterly of the ordinary high water of the east bank of Montezuma Slough and lying southerly of the ordinary high water of the south bank of Roaring River Slough.

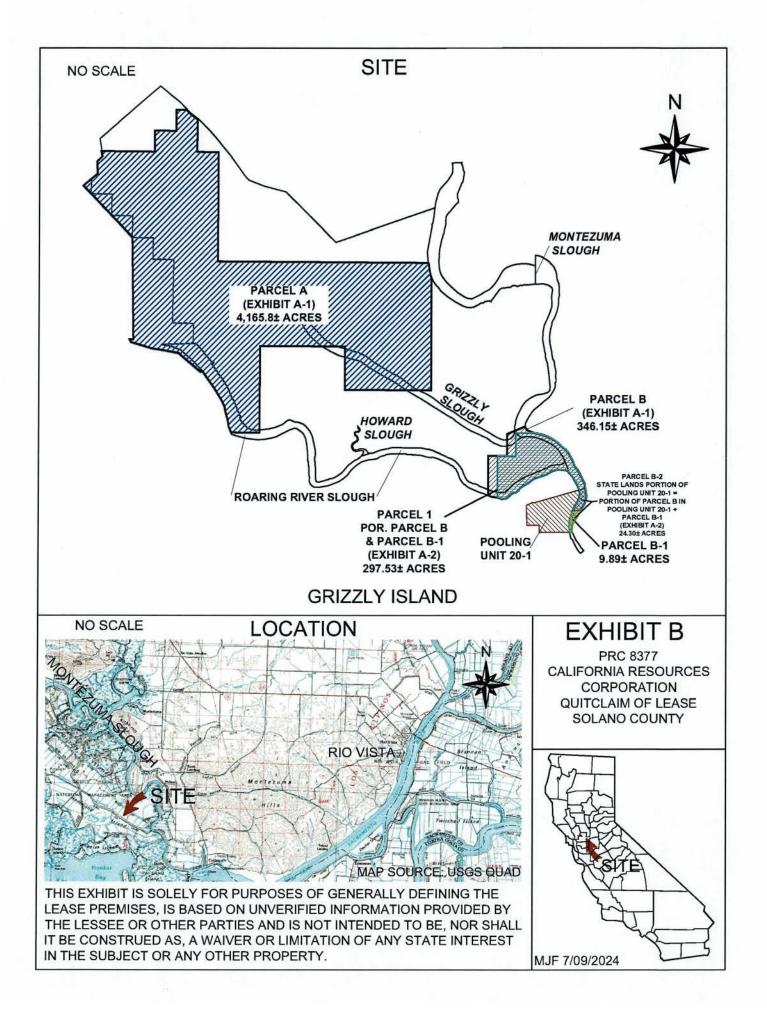
ALSO EXCEPTING THEREFROM any portion of said Parcel 2 lying easterly and landward of said Agreed Ordinary High Water Mark of the easterly bank of Montezuma Slough and lying above the ordinary high water mark of Montezuma slough.

The Basis of Bearings for in this description is the California Coordinate System 1927, Zone 2, and calculated using NGS Control Station CATTLE, Coordinates X=2,041,076.61 feet Y=154,103.88 feet, and NGS Control Station KIRBY, Coordinates X=2,023,097.83 feet Y=182,444.10 feet. All distances are grid and in feet.

END OF DESCRIPTION

Containing 117.315 acres of State Sovereign Lands, more or less and containing 180.211 acres of Department of Fish and Game Lands, more or less.





	ACKNO	OWLEDGME	NT		
verifies only th document to v	c or other officer completine identity of the individual which this certificate is attass, accuracy, or validity of	who signed the iched, and not			
State of Califo	ornia	_			
County of Kerr	n				
On <u>August</u>	13, 2024 before r	ne, <u>Jill Starr, Nota</u> (insert nar	r <u>y Public</u> ne and title of the officer)		
personally appeared <u>Valerie Riley</u> , who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.					
I certify under PENALTY OF PERJURY under the laws of the State of <u>California</u> that the foregoing paragraph is true and correct.					
WITNESS my	hand and official seal.	inne	JILL STARR Notary Public - California Kern County Commission # 2454166 My Comm. Expires Aug 1, 2027		
Signature	Auto	(Se	eal)		