

**Chevron**

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June 30, 1993

**Chevron U.S.A. Inc.**  
575 Market Street  
San Francisco, California  
P.O. Box 7643  
San Francisco, CA 94120-7643

**Minerals Management Service  
770 Paseo Camarillo Street,  
Camarillo, CA 93010**

**Attention: Dr. J. Lisle Reed**

**Development and Production Plan  
Platform Hidalgo and Associated  
Pipelines, OCS Lease P0450  
(Supplement to Point Arguello Field DPP),  
Offshore Santa Barbara County, California**

**Gentlemen:**

On January 13, 1993, the California Coastal Commission approved a marine tankering permit for the transportation of Point Arguello crude oil to Los Angeles area refineries. Condition PC-7 of that permit requires Chevron and Texaco to apply for and receive from your agency amendments to the Development and Production Plans (DPPs) for the Point Arguello Field before the permit will be issued. The permit condition, in essence, requires an amendment which irrevocably commits the Point Arguello Field producers to cease marine shipment of oil and permanently pipeline all oil from the Point Arguello Field no later than January 1, 1996 regardless of whether a new pipeline has been built.

Accordingly, Chevron, on behalf of itself and its co-lessees hereby applies for an amendment to the Development and Production Plan for Platform Hidalgo, previously approved by the

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Minerals Management Service. Chevron proposes that the language of such amendment read substantially as follows:

This amendment shall be operative only if marine tankering of Point Arguello crude oil from the Gaviota Interim Marine Terminal commences under permit A-4-STB-92-16 issued by the California Coastal Commission, and shall remain operative unless and until the permit is set aside by a final judgment of a court in a legal challenge to the permit brought by a third party. Chevron, its co-lessees and their successors and assigns irrevocably commit to cease all marine shipments of crude oil produced from leases OCS-P0450, the west half of OCS-P0451 and the south half of OCS-P0447 to any refinery center at all times after cessation of marine tankering is required by permit A-4-STB-92-16 issued by the California Coastal Commission, and in any event no later than January 1, 1996, and shall permanently pipeline such volumes to all refinery destinations thereafter regardless of whether or not a new pipeline to Los Angeles has been built.

In the event of an emergency as defined in Santa Barbara County CZO section 35-154.5(i)(4)(b) and CZO section 35-154.5(i)(4)(d), the requirements of this

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amendment shall not affect the rights of any party to transport crude oil by  
marine vessel.

The language of this amendment has been reviewed and approved by the Executive Director  
of the California Coastal Commission who agrees it will satisfy the requirements of condition  
PC-7. I would appreciate your approval of this amendment at your earliest convenience.

Very truly yours,

Chevron U.S.A. Inc.

By 

Assistant Secretary

cc: California Coastal Commission