June 18, 1968

25.000

Phillips Petroleum Company 1306 Santa Barbara Street Santa Barbara, California 93104

Attention: Mr. F. R. Davis

Gentlemen:

You requested approval of the oil and gas processing facilities for lease OCS-P 0166 in your letter of May 28, 1968. The letter, with drawings attached, described the treating facilities, automatic shutdown controls, safety precautions, and pollution prevention methods to be utilized. The sale of oil is to be measured by a positive displacement meter type Lease Automatic Custody Transfer Unit. The sale of gas will be measured by orifice meter.

The letter and plans of the facility have been reviewed and a field inspection has been made of the facility. The oil and gas processing facility and LACT Unit are approved as requested subject to the following conditions:

- 1. The LACT Unit shall be proved initially and thereafter at regular intervals of not greater than a month. The District Engineer shall be notified in ample time to witness each proving of the LACT Unit.
- The right is reserved to require changes or cancel this
 permit in its entirety if for any reason, in our opinion,
 the interests of the Government are not adequately protected.

Sincerely yours,

(Orig. Sgd.) F. J. SCHAMBECK

F. J. Schambeck Acting Regional Oil and Gas Supervisor West Coast Region

cc: OCS-P 0166
L.A.Dist. Lease File This Copy for L.A.Dist.

NOTED - SOLANAS

HTCypher:jf