Santa Barbara County Board of Supervisors

Tranquillon Ridge Appeals

August 19, 2008



Hearing Purpose

- □ Planning Commission Approved Project
 - April 21, 2008
 - 4-0-1 vote
- □ Three Appeals Filed
 - ExxonMobil/Sunset
 - Vaquero Energy
 - Bruce Bell



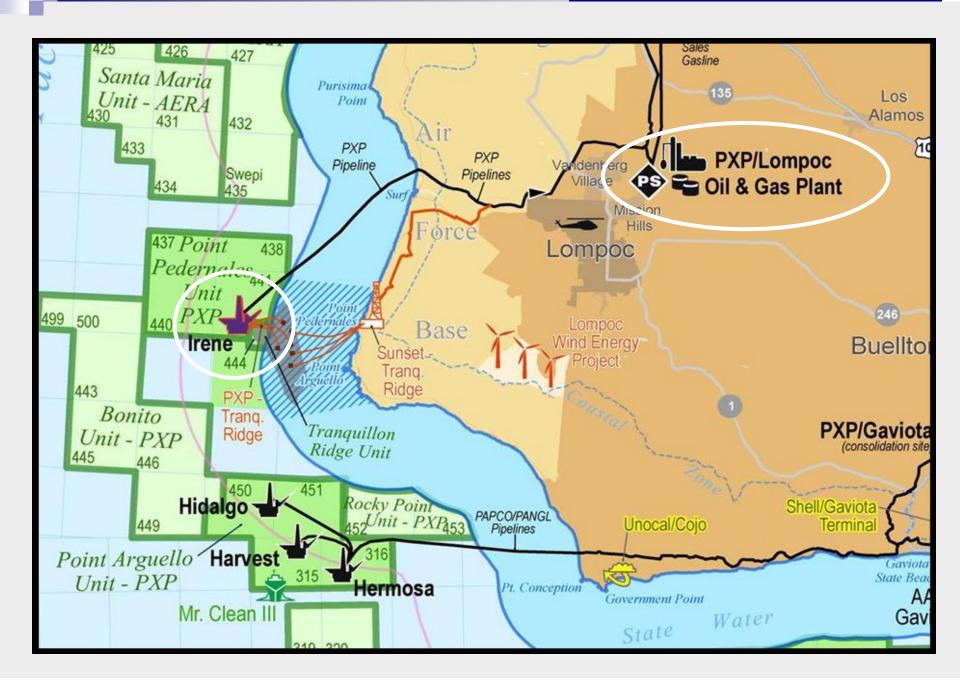
Hearing Procedure

- Project Description & Environmental Review
- Bell Appeal & Board Action
- ExxonMobil/Sunset & Vaquero Appeals
- Board Action on ExxonMobil/Sunset & Vaquero Appeals
- Board Action on Tranquillon Ridge Project



■ Tranquillon Ridge Project Description

- Drill from Platform Irene into State Waters
- Existing Pipelines and Processing Plant
- Existing Permitted Throughput
- □ 105 Million Barrels of Oil Equivalent
- □ 2022 End Date
- □ Greenhouse Gas Measures



- Project Description (concluded)
 - □ Detail available in:
 - Board Letters, pp. 2-4
 - PC Staff Report Section 5.0
 - EIR Section 2.0





- □ Proposed Final EIR (April 2008)
- □ 30-year Tranquillon Ridge Project
 - 13 Class I impacts
 - 23 Class II impacts
- □ 14-year Tranquillon Ridge Project
 - 11 Class I impacts
 - 15 Class II impacts
- □ Alternatives
 - VAFB Onshore Alternative
 - Project component alternatives
- □ Cumulative Impacts



Bell Appeal

- Board determine Appellant Bell standing to appeal
- If no standing, deny appeal for lack of standing
- If standing, hear appeal
- Appeal Issue
 - Consideration of significant environmental effects and alternatives
 - PC considered environmental effects and alternatives; see Board Letter, pp. 5-6
- Staff Recommendation: Deny Appeal



ExxonMobil/Sunset Appeal

- ExxonMobil withdrew, Sunset did not
- □ Appeal Issues
 - "Actual" Onshore Alternative
 - □ VAFB Onshore Alt. adequately described and evaluated
 - □ Vahevala not an "actual" project
 - LOGP 2022 end date
 - Staff Recommendation: Remove LOGP from 2022 end date in Condition A-6



■ Revised Condition A-6 (second paragraph)

On or before December 31, 2022, all oil and gas production, transportation, and processing associated with the Tranquillon Ridge Project permitted and Platform Irene, the Lompoc Oil and Gas Plant, and the oil, gas, and produced water return pipelines operated under this Final Development Plan shall permanently cease.





- ☐ Appeal Issues (continued)
 - Financial Information
 - □ See Board Letter, pp. 20-22



Estimated Property Tax / Allocation to County Estimated Mineral Value = \$80/bbl \$8/mcf General Fire Dept. **Estimated Property Tax Fund** Allocation Allocation (14.4%)\$5,000,000 1st year \$1,181,950 \$720,000 2009 Peak year \$33,000,000 \$7,800,870 2012 \$4,752,000 14th year \$4,000,000 \$945,560 \$576,000 2022 **Total 14 years** \$228,000,000 \$53,896,920 \$32,832,000



Estimated Property Tax / Allocation to County Estimated Mineral Value = \$100/bbl \$10/mcf Fire Dept. **Estimated** General **Property Tax** Allocation **Fund** Allocation (14.4%)1st year \$6,000,000 \$1,418,340 \$864,000 2009 \$44,000,000 Peak year 2012 \$10,401,160 \$6,336,000 14th year \$1,654,730 \$7,000,000 \$1,008,000 2022

\$313,000,000

\$73,990,070

\$45,072,000

Total 14 years



Estimated Property Tax / Allocation to County Estimated Mineral Value = \$120/bbl \$12/mcf Fire Dept. **Estimated** General **Property Tax** Allocation **Fund** Allocation (14.4%)1st year \$8,000,000 \$1,891,120 \$1,152,000 2009 Peak year 2012 \$54,000,000 \$12,765,060 \$7,776,000 14th year \$10,000,000 \$2,363,900 \$1,440,000 2022 **Total 14 years** \$94,319,610 \$57,456,000 \$399,000,000

ExxonMobil/Sunset Board Letter, p. 22.



- ExxonMobil/Sunset Appeal (concluded)
 - ☐ Staff Recommendation:
 - Uphold appeal point regarding LOGP end date
 - Deny remaining appeal points



- □ Appeal Issues
 - LOGP 2022 end date
 - Revised Condition A-6



■ Revised Condition A-6 (second paragraph)

On or before December 31, 2022, all oil and gas production, transportation, and processing associated with the Tranquillon Ridge Project permitted and Platform Irene, the Lompoc Oil and Gas Plant, and the oil, gas, and produced water return pipelines operated under this Final Development Plan shall permanently cease.

- Vaquero Energy Appeal (continued)
 - ☐ Appeal Issues (continued)
 - PXP Consolidation requirements
 - □ LOGP not County-designated site
 - EIR analysis
 - LOGP Closure
 - □ Alternatives
 - Conditions A-18 and Q-9
 - Conditions are consistent



- Vaquero Energy Appeal (concluded)
 - ☐ Staff Recommendation:
 - Uphold appeal point regarding LOGP end date
 - Deny remaining appeal points



Staff Recommendations

- ExxonMobil/Sunset Appeal
 - Uphold portion, deny remaining
- Vaquero Energy Appeal
 - Uphold portion, deny remaining
- □ Approve Tranquillon Ridge Project
 - Certify Final EIR with minor clarifications
 - Adopt Findings for Approval
 - Adopt Conditions of Approval

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