

=====

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 8-K

Current Report

Pursuant to Section 13 of 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): June 23, 1999

Chevron Corporation

(Exact name of registrant as specified in its charter)

Delaware

1-368-2

94-0890210

(State or other jurisdiction of incorporation) (Commission File Number) (I.R.S. Employer No.)

575 Market Street, San Francisco, CA

94105

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: (415) 894-7700

NONE

(Former name or former address, if changed since last report)

Item 5. Other Events.

On June 23, 1999, Chevron Corporation issued a press release announcing its intent to petition the U.S. Supreme Court to hear the Cities Service case as a result of the Oklahoma Supreme Court's decision not to reconsider its previous ruling.

Item 7. Financial Statements and Exhibits.

(c) Exhibits.

99.1 Press Release of Chevron Corporation dated June 23, 1999, entitled "CHEVRON TO PETITION U.S. SUPREME COURT TO HEAR CITIES SERVICE CASE."

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: June 24, 1999

CHEVRON CORPORATION

By

/s/ S.J. Crowe

S. J. Crowe, Comptroller
(Principal Accounting Officer
and Duly Authorized Officer)

FOR IMMEDIATE RELEASE

CHEVRON TO PETITION U.S. SUPREME COURT
TO HEAR CITIES SERVICE CASE

SAN FRANCISCO, June 23 -- Chevron Corp. today announced its intent to petition the U.S. Supreme Court to hear the Cities Service case as a result of the Oklahoma Supreme Court's decision yesterday not to reconsider its previous ruling. The state Supreme Court, on March 2, upheld a trial court's damage award of \$742 million in a breach of contract action.

"Chevron is disappointed with the Oklahoma Supreme Court's decision," said Chevron Chairman Ken Derr. "We feel there were numerous errors in the trial proceedings and believe the U.S. Supreme Court, after reviewing the case, will reverse."

The case dates back to 1982 when Cities Service Co., a Tulsa oil company, filed suit against Gulf Oil Corp. after Gulf terminated an agreement to merge with Cities, which was trying to avoid a hostile takeover by Mesa Petroleum. Cities Service was subsequently acquired by Occidental Petroleum in 1982 and Gulf was acquired by Chevron in 1984.

#

6/23/99

Contact: Dawn Soper - (415) 894-4447