

MINUTE ITEM

15. APPLICATION FOR SUBMARINE PIPE LINES LEASE OVER TIDE AND SUBMERGED LANDS, PACIFIC OCEAN, NEAR CAPITAN, SANTA BARBARA COUNTY, SHELL OIL COMPANY - W.O. 3116, P.R.C. 2398.I.

After consideration of Calendar Item 28 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A FIFTEEN-YEAR LEASE TO SHELL OIL COMPANY FOR THE MAINTENANCE AND OPERATION OF PIPE LINES OVER A TRACT OF LAND IN SANTA BARBARA COUNTY, 60 FEET IN WIDTH AND EXTENDING 2,885 FEET IN LENGTH OCEANWARD, THE CENTERLINE OF WHICH TRACT EXTENDS FROM A POINT S. 77° 14' 30" EAST 45.9 FEET FROM MONUMENT NO. 5 TO A POINT S. 11° 33' 30" WEST 2,885 FEET, AS SAID MONUMENT NO. 5 IS SHOWN ON "MAP OF AREAS IN THE VICINITY OF EL CAPITAN, APPROVED MAY 1, 1930 BY W. S. KINGSBURY, CHIEF OF DIVISION OF STATE LANDS AND FILED IN THE DIVISION OF STATE LANDS, STATE CAPITOL, SACRAMENTO". THE LEASE IS TO PROVIDE FOR AN ANNUAL RENTAL OF \$183.41 AND TWO RENEWAL PERIODS OF TEN YEARS EACH, UPON SUCH TERMS AND CONDITIONS AS THE COMMISSION MAY THEN IMPOSE. NO REMOVAL BOND IS REQUIRED.

Attachment

Calendar Item 28 (1 page)

CALENDAR ITEM

28.

APPLICATION FOR SUBMARINE PIPE LINES LEASE OVER TIDE AND SUBMERGED LANDS, PACIFIC OCEAN, NEAR CAPITAN, SANTA BARBARA COUNTY, SHELL OIL COMPANY - W.O. 3116.

An application has been received from Shell Oil Company, pursuant to Section 6502 of the Public Resources Code, for a lease of a strip of tide and submerged lands 60 feet in width and 2885 feet in length, consisting of approximately 3.97 acres. The site is to be used for the continued operation and maintenance of a submarine oil pipe line installed under 25-year-lease P.R.C. 44.9, which expired February 12, 1959.

The applicant has requested a lease for fifteen years with two renewal periods of ten years each, which is the estimated life of the facility.

The centerline of the site extends S. 11° 33' 30" West, 2,885 feet from a point S. 77° 14' 30" East, 45.9 feet from Monument No. 5, as shown on map entitled "Map of Areas in the Vicinity of El Capitan, approved May 1, 1930, by W. S. Kingsbury, Chief of Division of State Lands, and Filed in the Division of State Lands, State Capitol, Sacramento".

As required by Section 2002 of the California Administrative Code, the lessors have a life-of-installation lease, dated June 28, 1937, from the owner of the upland, Juana O' de Erburu. The U. S. Army Corps of Engineers issued a permit for this pipe line on January 27, 1934.

The staff appraisal of the average value of the State lands involved is \$700 per acre, or \$2,779 for 3.97 acres, which, at 6.6% equals \$183.41 annual rental.

The expense deposit and statutory filing fee have been paid. No bond is to be required, since it is anticipated that the major portion of the submerged lines, except for a small segment adjoining the shore, will not be removed upon termination. This portion, according to the terms of the proposed lease, will be removed by the applicant to a depth of 15 feet at mean low tide, or to 150 feet waterward of the line of mean low tide, whichever is greater.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE A FIFTEEN-YEAR LEASE TO SHELL OIL COMPANY FOR THE MAINTENANCE AND OPERATION OF PIPE LINES OVER A TRACT OF LAND IN SANTA BARBARA COUNTY, 60 FEET IN WIDTH AND EXTENDING 2,885 FEET IN LENGTH OCEANWARD, THE CENTERLINE OF WHICH TRACT EXTENDS FROM A POINT S. 77° 14' 30" EAST 45.9 FEET FROM MONUMENT NO. 5 TO A POINT S. 11° 33' 30" WEST 2,885 FEET, AS SAID MONUMENT NO. 5 IS SHOWN ON "MAP OF AREAS IN THE VICINITY OF EL CAPITAN, APPROVED MAY 1, 1930 BY W. S. KINGSBURY, CHIEF OF DIVISION OF STATE LANDS AND FILED IN THE DIVISION OF STATE LANDS, STATE CAPITOL, SACRAMENTO". THE LEASE IS TO PROVIDE FOR AN ANNUAL RENTAL OF \$183.41 AND TWO RENEWAL PERIODS OF TEN YEARS EACH, UPON SUCH TERMS AND CONDITIONS AS THE COMMISSION MAY IMPOSE. NO REMOVAL BOND IS TO BE REQUIRED.