

MINUTE ITEM

This Calendar Item No. 18 was approved as Minute Item No. 18 by the California State Lands Commission by a vote of 2 to 0 at its 5-9-96 meeting.

CALENDAR ITEM

C18

A 67

S 35

05/09/96
PRC 3116.1
B. Dugal

**ASSIGNMENT OF A
GENERAL LEASE - RIGHT-OF-WAY USE**

ASSIGNOR:

Chevron U.S.A., Inc., a Corporation
Post Office Box 1392
Bakersfield, California 93302

ASSIGNEE:

Union Oil Company of California (UNOCAL)
2141 Rosecrans Avenue, #400
El Segundo, California 90245

AREA, TYPE LAND AND LOCATION:

A 16.552-acre parcel, more or less, of tide and submerged land located in San Pedro Bay, City of Huntington Beach, Orange County.

LAND USE:

Continued use and maintenance of existing submarine pipe lines, water line and a power cable which serve Platform Eva (PRC 3033.1) in the Pacific Ocean.

LEASE:

The existing lease was issued for an initial period of 26 years beginning March 26, 1983.

CONSIDERATION:

\$54,552 per annum; with the State reserving the right to fix a different rental on each fifth anniversary of the lease.

BASIS FOR CONSIDERATION:

Pursuant to 2 Cal. Code Regs. 2003.

PREREQUISITE CONDITIONS, FEES AND EXPENSES:

Filing fees and processing costs have been received.

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STATUTORY AND OTHER REFERENCES:

- A. Public Resources Code: Div. 6, Parts 1 and 2; Div. 13.
- B. Cal. Code Regs.: Title 3, Div. 3; Title 14, Div. 6.

AB 884:

N/A

OTHER PERTINENT INFORMATION:

1. This is an assignment of Lease No. PRC 3116.1 and includes the following existing facilities.
 - 2 - 8" oil pipeline (one abandoned in place)
 - 1 - 8" gas line
 - 1 - 4" water line
 - 1 - 4" power cable
2. Staff recently received information that UNOCAL desires to assign their interest in Lease No. PRC 3116.1 to Nuevo Energy Company.
3. The Commission is being requested to further assign Lease No. PRC 3116.1 to Nuevo Energy Company by a separate Calendar Item.
4. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Code Regs. 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

Authority: Public Resources Code Section 21065 and 14 Cal. Code Regs. 15378.

5. This activity involves lands identified as possessing significant environmental values pursuant to Public Resources Code Sections 6370, et seq. Based upon the staff's consultation with the persons nominating such lands and through the CEQA review process, it is the staff's opinion that the project, as proposed, is consistent with its use classification.

CALENDAR ITEM NO. C18 (CONT'D)

EXHIBIT:

- A. Location Map

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. CODE REGS. 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE 21065 AND 14 CAL. CODE REGS. 15378.

2. FIND THAT THIS ACTIVITY IS CONSISTENT WITH THE USE CLASSIFICATION DESIGNATED FOR THE LAND PURSUANT TO PUBLIC RESOURCES CODE SECTION 6370, ET SEQ.

AUTHORIZATION:

1. AUTHORIZE THE APPROVAL OF AN ASSIGNMENT OF LEASE NO. PRC 3116.1 BETWEEN CHEVRON U.S.A., INC., A CORPORATION (ASSIGNOR) AND UNION OIL COMPANY OF CALIFORNIA (ASSIGNEE), COVERING A GENERAL LEASE - RIGHT-OF-WAY USE; THE ASSIGNMENT TO BE EFFECTIVE FROM JANUARY 1, 1989, ALL OTHER TERMS AND CONDITIONS OF LEASE NO. PRC 3116.1 REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.

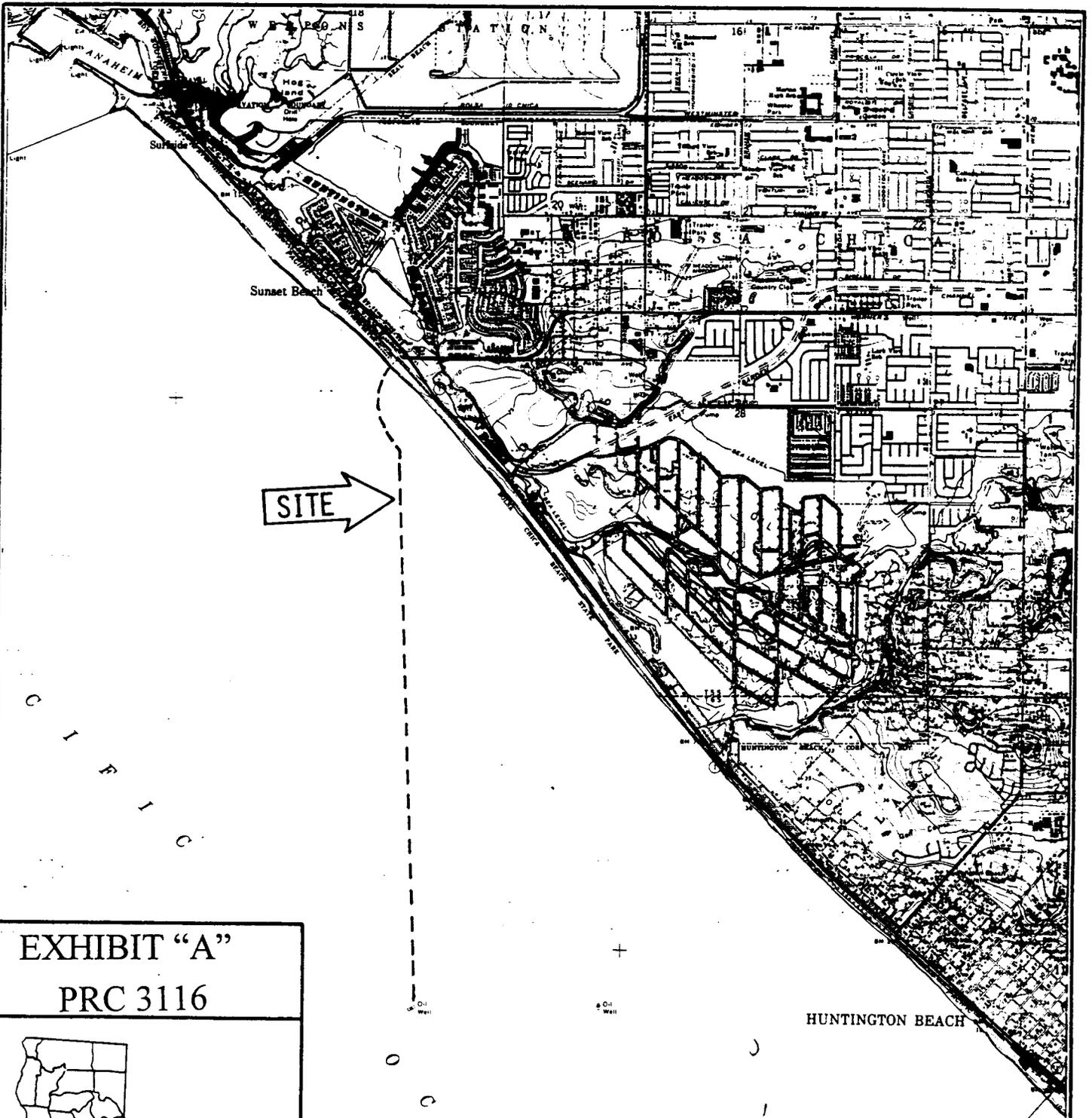


EXHIBIT "A"
 PRC 3116



HUNTINGTON BEACH

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