MINUTE ITEM
This Calendar Item No. C68 was approved as Minute Item No. 68 by the California State Lands Commission by a vote of 3 to 0 at its 2/27/98 meeting.

CALENDAR ITEM
C68

A 67

S 35

02/27/98
PRC 1980.1
J. Smith

ASSIGNMENT OF LEASE

LESSEE/ASSIGNOR:
Southern California Edison Company
244 Walnut Grove Avenue
Rosemead, California 91770

ASSIGNEE:
AES Huntington Beach, LLC
c/o AES Enterprises, Inc.
44 Montgomery Street, Suite 3450
San Francisco, California 94104

AREA, LAND TYPE, AND LOCATION:
11.78 acres, more or less, of sovereign lands in the Pacific Ocean, in Huntington Beach, Orange County.

AUTHORIZED USE:
Operation and maintenance of intake/discharge pipelines.

LEASE TERM:
49 years, beginning August 8, 1957.

CONSIDERATION:
$6553.12, prepaid for the full 49 years.

OTHER PERTINENT INFORMATION:

1. Applicant owns and has a right to use the uplands adjoining the lease premises.

2. Southern California Edison Company (SCE), our Lessee, is in the process of an asset divestiture mandated by the California Legislature in connection with the restructuring of California's electric industry. In accordance with this mandate, SCE has entered into an asset sale agreement with AES Huntington Beach, LLC for the purchase of the

Huntington Beach Generating Station. This would also include the assignment of SCE's right, title and interest in Lease No. PRC 1980.1.

3. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 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 the CEQA and the State CEQA Guidelines.

   Authority: Public Resources Code section 21065 and Title 14, California Code of Regulations, section 15378.

EXHIBIT:

A. Location and Site Map.

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

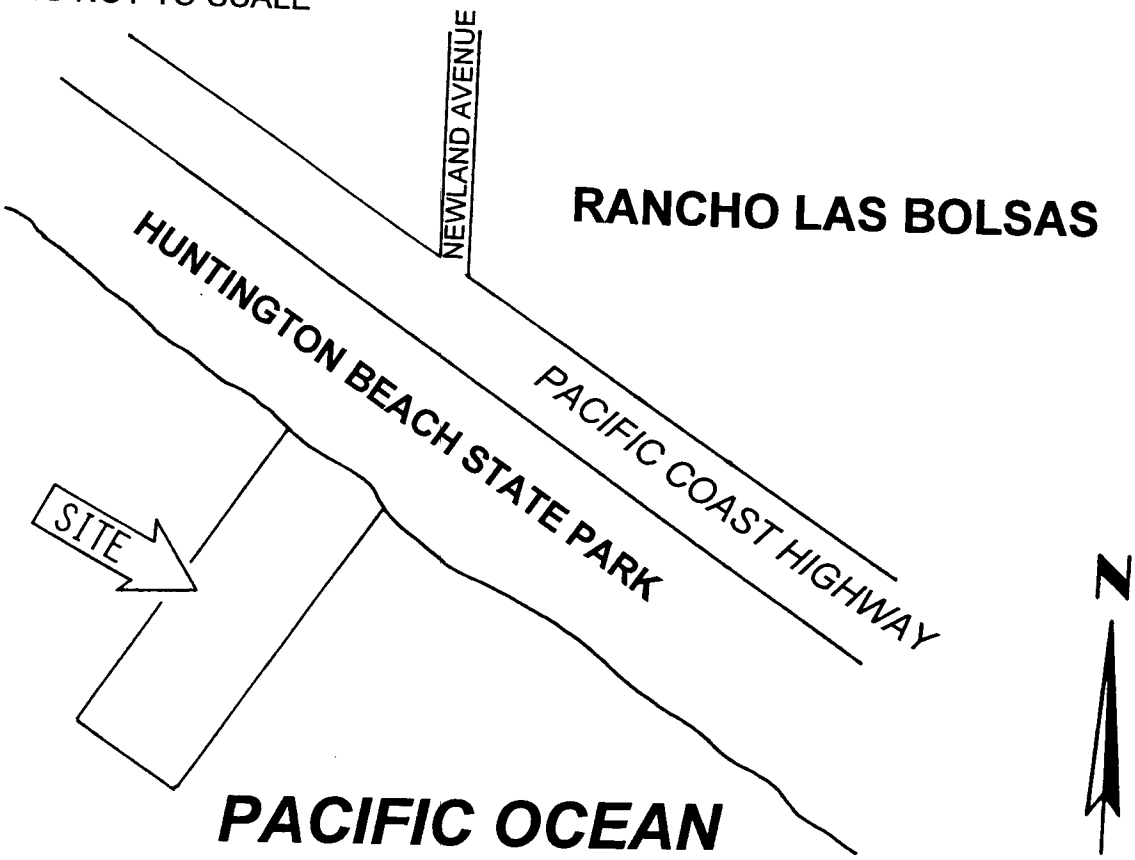
CEQA FINDING:

FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

AUTHORIZE THE ASSIGNMENT OF LEASE NO. PRC 1980.1, A RIGHT-OF-WAY EASEMENT, OF SOVEREIGN LANDS FROM SOUTHERN CALIFORNIA EDISON COMPANY TO AES HUNTINGTON BEACH, LLC, EFFECTIVE FEBRUARY 1, 1998.

DRAWING NOT TO SCALE



This Exhibit is solely for purposes of generally defining the lease premises and is not intended to be, nor shall it be construed as a waiver or limitation of any State interest in the subject or any other property.

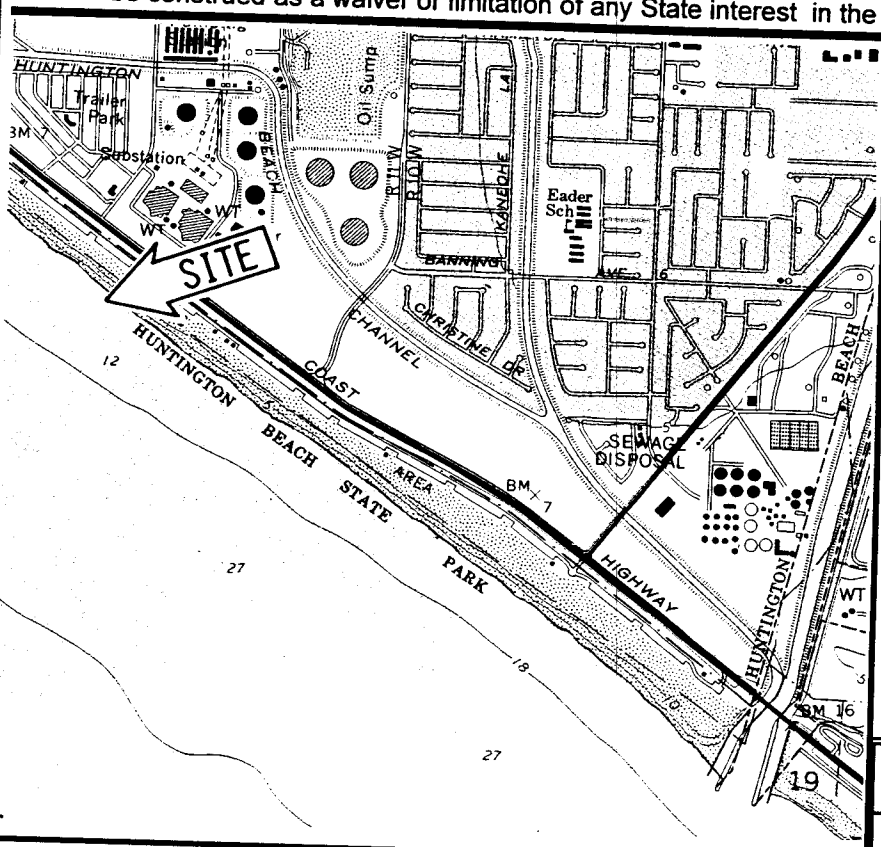


EXHIBIT "A"
LOCATION MAP-PRC 1980.1
SOUTHERN CALIF. EDISON
GENERATION STATION
HUNTINGTON BEACH
ORANGE COUNTY, CA.

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