

**MINUTE ITEM**

This Calendar Item No. C24 was approved as Minute Item No. 24 by the California State Lands Commission by a vote of 3 to 0 at its 6-19-98 meeting.

**CALENDAR ITEM  
C24**

A 35

06/19/98

PRC 2739.1

PRC 2932.1

PRC 3073.1

PRC 3233.1

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**ASSIGNMENT OF FOUR RIGHT OF WAY LEASES**

**LESSEE/ASSIGNOR:**

CH-Twenty, Inc.  
444 South Flower Street  
Los Angeles, California 90071

**ASSIGNEE:**

ARCO Environmental Remediation, L. L. C.  
515 South Flower Street  
Los Angeles, California 90071

**AREA, LAND TYPE, AND LOCATION:**

The four right-of-way leases consist of a total of 26 acres, more or less, of sovereign lands in the Santa Barbara Channel in the Pacific Ocean, located near Coal Oil Point and Gaviota, Santa Barbara County.

**AUTHORIZED USE:**

The four right-of-way leases are for the continued use and maintenance of existing submarine pipelines which serve various oil and gas leases in the Pacific Ocean.

**LEASE TERM:**

PRC 2739.1 - 49 years, beginning May 25, 1961  
PRC 2932.1 - 49 years, beginning September 12, 1962  
PRC 3073.1 - 49 years, beginning November 21, 1963  
PRC 3233.1 - 49 years, beginning January 28, 1965

**CONSIDERATION:**

PRC 2739.1 - \$213.05 per year  
PRC 2932.1 - \$332.02 per year  
PRC 3073.1 - \$156.24 per year

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PRC 3233.1 - \$ 68.18 per year

**OTHER PERTINENT INFORMATION:**

1. The four leases were originally issued to Atlantic Richfield Company (ARCO). Pursuant to a re-organization of its operations, ARCO transferred certain assets to its subsidiary, CH-Twenty, Inc. On July 11, 1997, the California State Lands Commission (CSLC) approved the assignments, effective December 27, 1996, of the four leases from ARCO to CH-Twenty, Inc.
2. CH-Twenty, Inc., the current lessee of the four right-of-way leases, has reorganized its operations in the United States and proposes to transfer certain assets to its subsidiary, ARCO Environmental Remediation, L. L. C. Therefore, CH-Twenty, Inc., is requesting the CSLC consider assigning their interest in the four right-of-way leases to ARCO Environmental Remediation, L. L. C.
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.

4. 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.

**EXHIBITS:**

- A. Site map - PRC 2739.1
- B. Site map - PRC 2932.1
- C. Site map - PRC 3073.1
- D. Site map - PRC 3233.1
- E. Vicinity Map

CALENDAR ITEM NO. C24 (CONT'D)

**PERMIT STREAMLINING ACT DEADLINE:**

N/A

**RECOMMENDED ACTION:**

IT IS RECOMMENDED THAT THE COMMISSION:

**CEQA FINDING:**

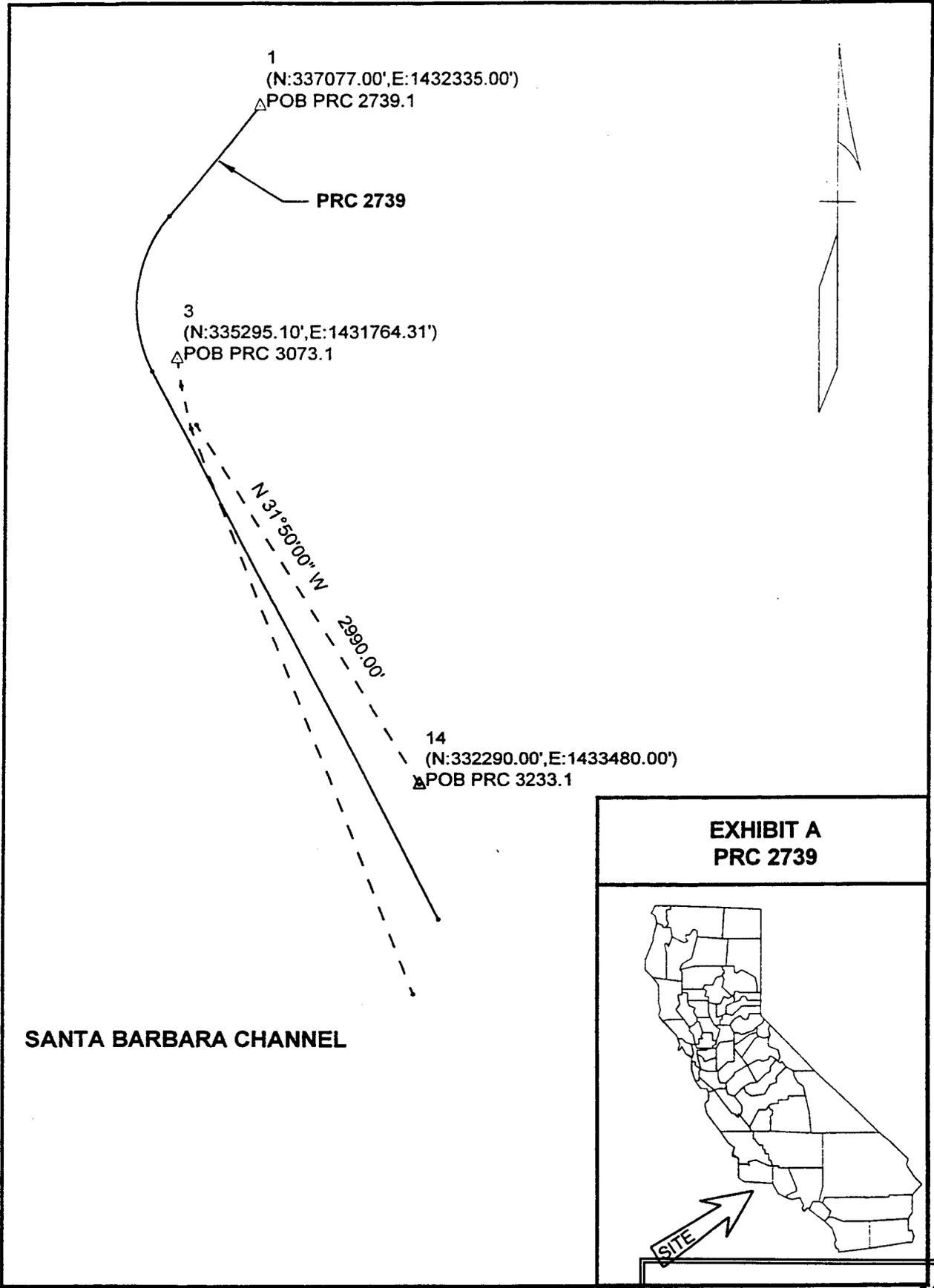
FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

**SIGNIFICANT LANDS INVENTORY FINDING:**

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

**AUTHORIZATION:**

AUTHORIZE THE ASSIGNMENT OF LEASE NOS. PRC 2739.1, PRC 2932.1, PRC 3073.1 AND PRC 3233.1, OF THE LANDS SHOWN ON EXHIBITS A, B, C, AND D ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF; FROM CH-TWENTY, INC. TO ARCO ENVIRONMENTAL REMEDIATION, L.L.C., EFFECTIVE JANUARY 7, 1997.



**EXHIBIT A  
PRC 2739**



SANTA BARBARA CHANNEL

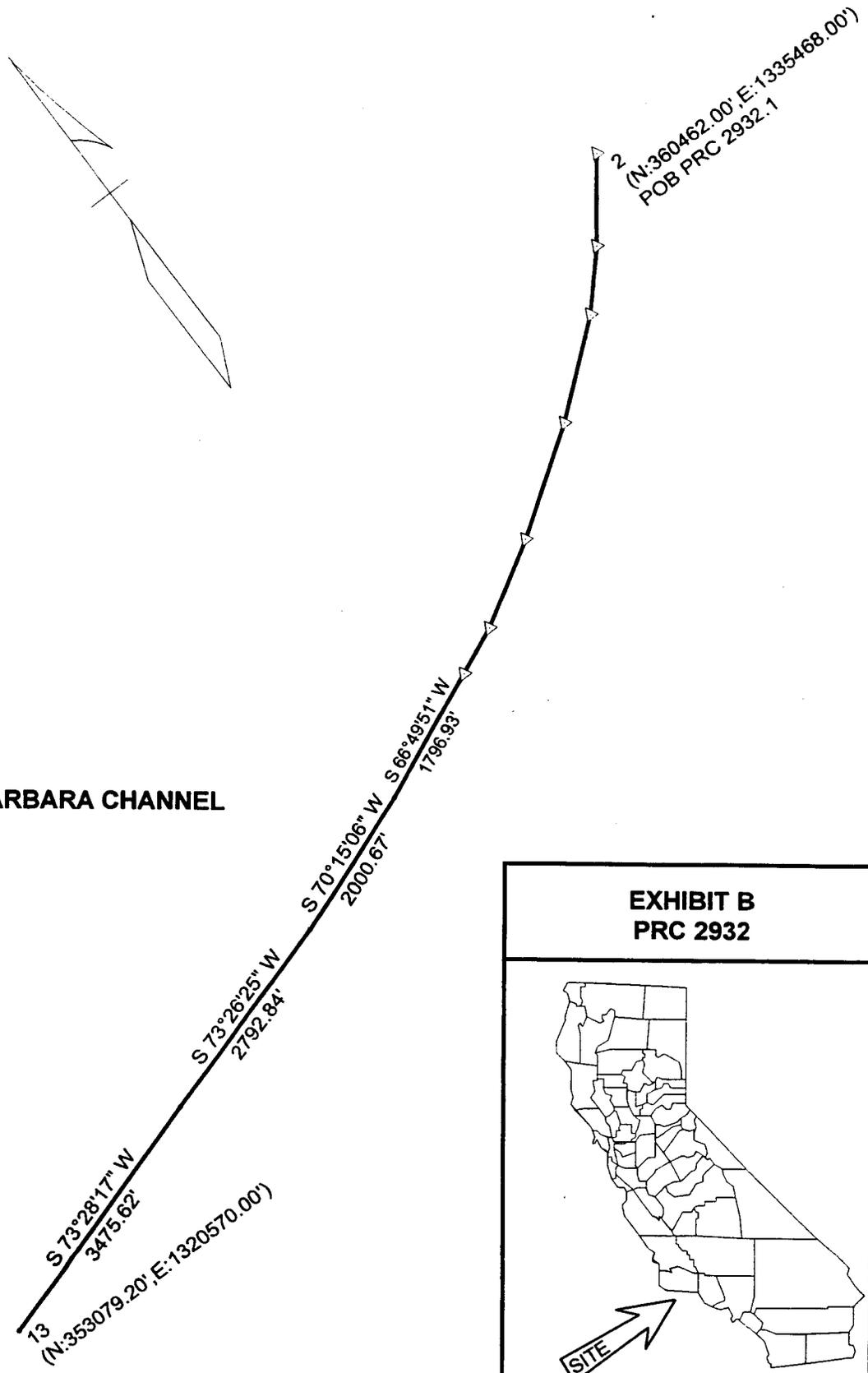
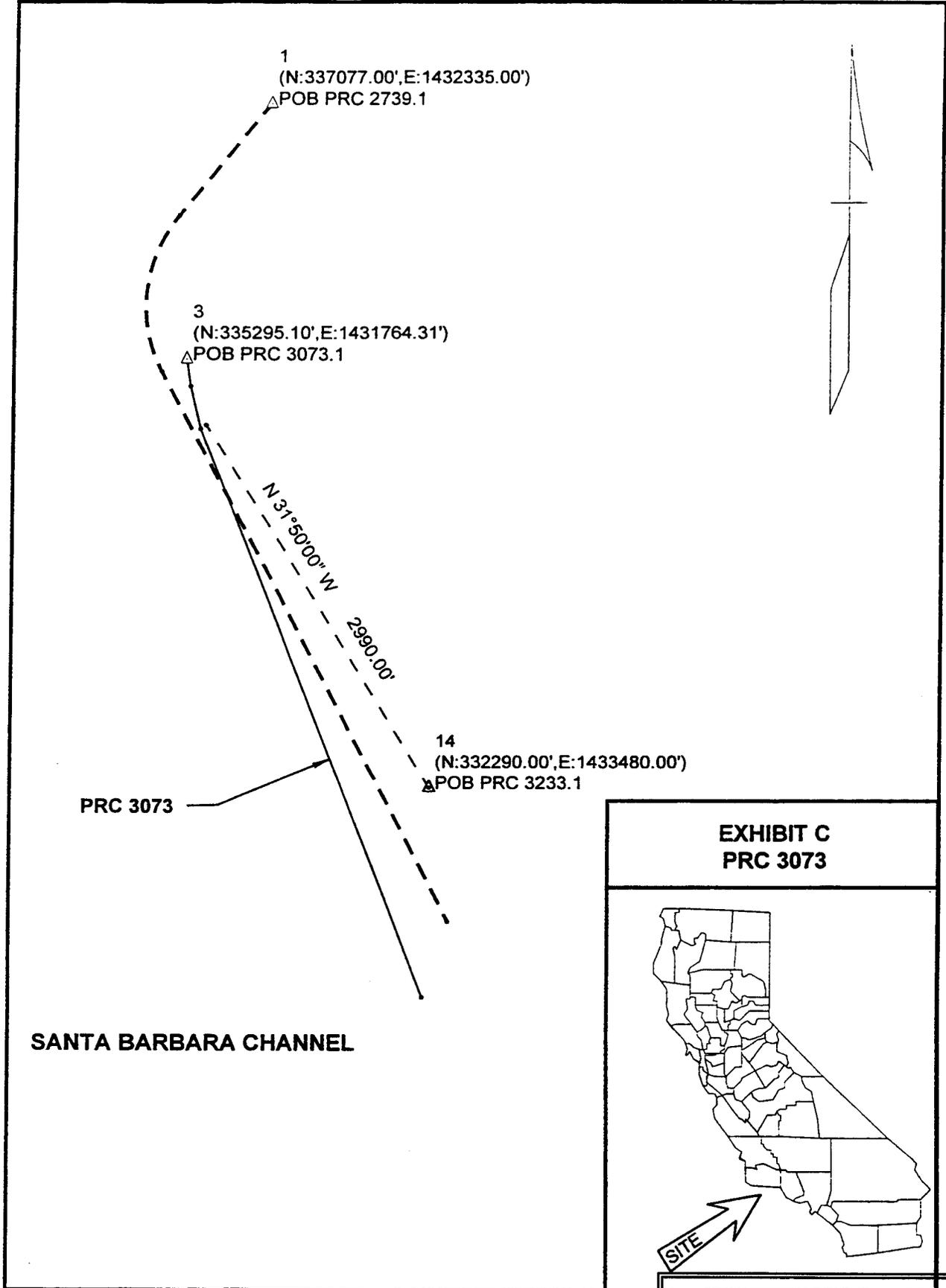


EXHIBIT B  
PRC 2932



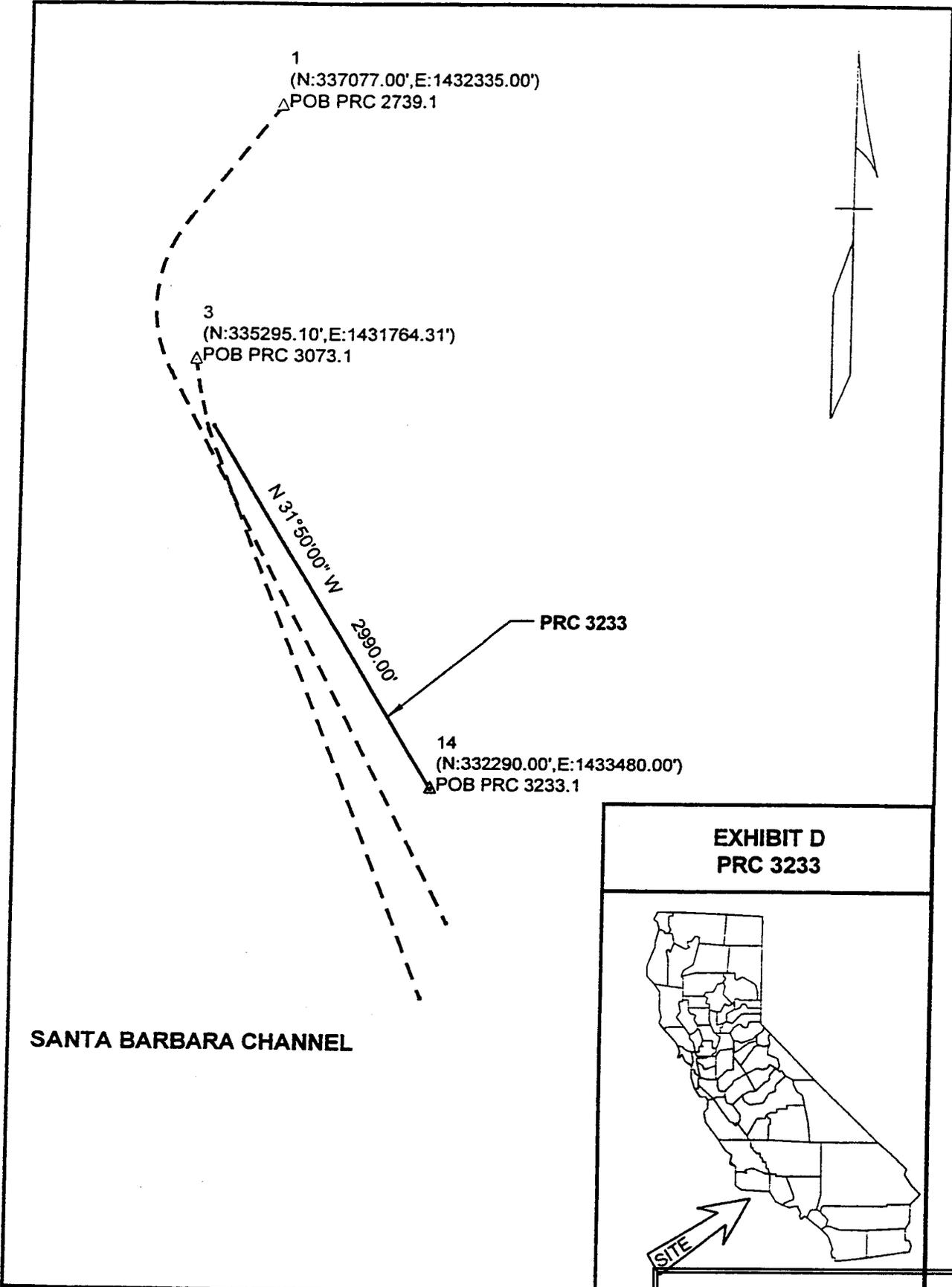
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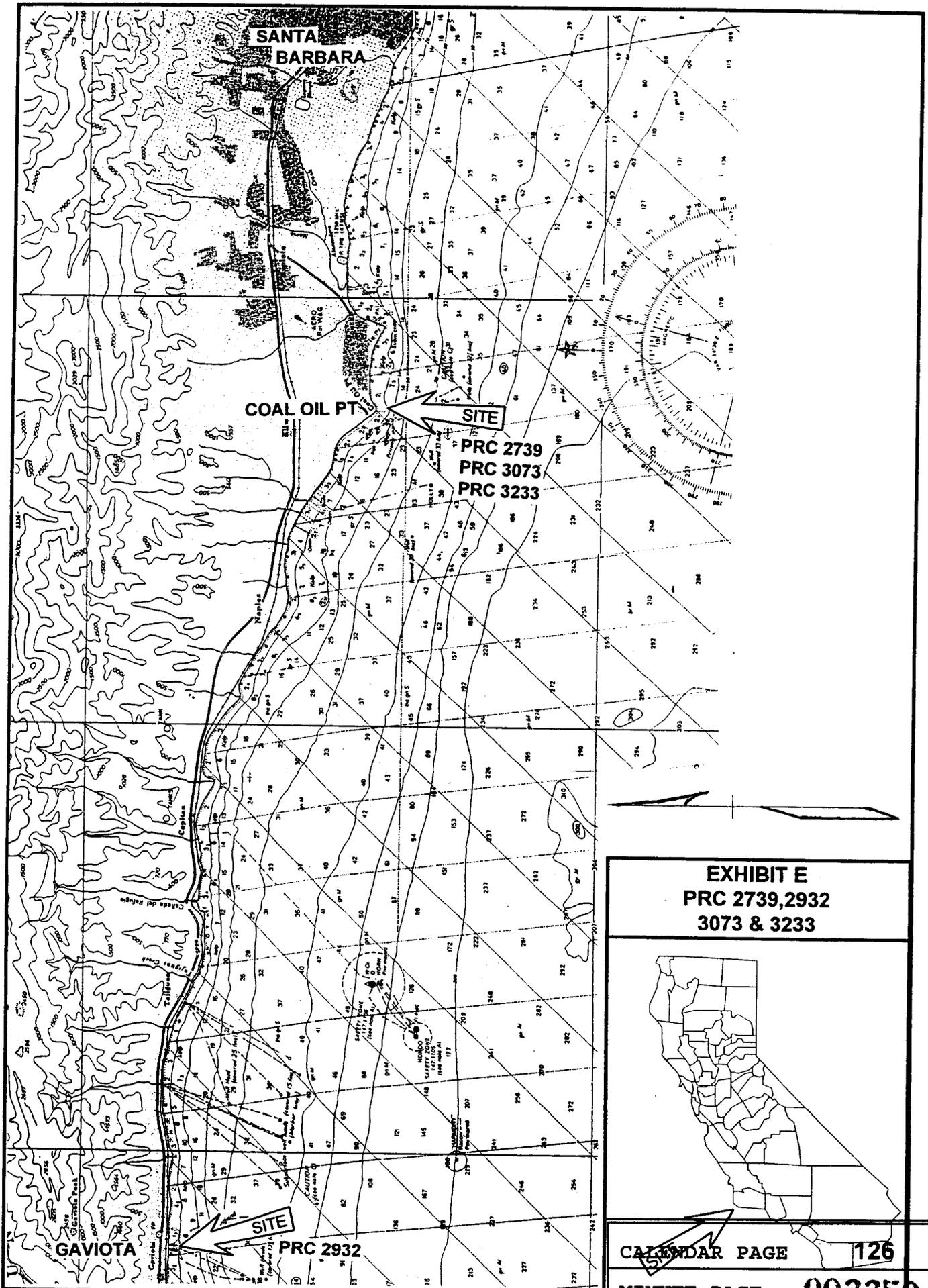
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**EXHIBIT C  
PRC 3073**







**EXHIBIT E**  
**PRC 2739,2932**  
**3073 & 3233**



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