

MINUTE ITEM

This Calendar Item No. C128 was approved as Minute Item No. 128 by the California State Lands Commission by a vote of 3 to 0 at its 12/16/98 meeting.

**CALENDAR ITEM
C128**

A 35, 36, 57, 58, 69

S 18, 19, 37

12/16/98
W 4848.1
W 4848.2
W 4848.3
W 4848.4
W 4848.5
W 4848.6
W 4848.8
W 4848.9
J. Tanner
D. Brown

**CONSIDER APPROVAL OF QUALIFYING MILES FOR SUBVENTIONS
TO CITIES AND COUNTIES FOR FISCAL YEAR 1998-99,
ORANGE, LOS ANGELES, VENTURA AND
SANTA BARBARA COUNTIES**

APPLICANT:

California State Lands Commission
100 Howe Avenue, Suite 100 South
Sacramento, California 95825-8202

BACKGROUND:

Public Resources Code section 6817 provides for subventions of State tidelands oil and gas revenues to cities and counties, under conditions described below, and requires the California State Lands Commission to report to the State Controller the amounts of revenues to be used for purposes of calculating subventions.

STATUTORY AND OTHER REFERENCES:

- A. Public Resources Code section 6817

OTHER PERTINENT INFORMATION

1. 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.

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

2. The subventions shall be made to cities and counties that own or operate beach parks (public beaches) free of charge to the public for recreational purposes.
3. Fiscal Year 1983/84 oil and gas revenues to the State from applicable leases are the basis for application of the subvention formula.
 - a) For amounts up to applicable lease revenue totals for Fiscal Year 1983/84, subventionees may receive one percent of such revenues, up to a maximum of \$100,000 for each mile of qualifying beach frontage, or portion thereof.
 - b) For amounts over and above applicable lease revenue totals for Fiscal Year 1983/84, subventionees will be entitled to receive one percent of such excess amounts without regard to any maximum limitation.
 - c) In addition, pursuant to the provisions and limitations of Public Resources Code sections 6817(b) and (c) added by Chapter 613 statutes of 1996, twenty percent of the revenues paid to the State which are derived from the production of oil, gas, and other hydrocarbons from a State tideland lease, not to exceed a total of \$200,000,000, adjusted for inflation, over a 20 year period, may be paid to the city or county within whose boundaries the lease is located, if the oil, gas or other hydrocarbons are extracted under specified circumstances, as specified in the statute.
4. With respect to each city and county, the apportionment for any given fiscal year shall be based upon the physical facts existing on June 30 of the preceding fiscal year. As of June 30, 1998, based on verification letters received by Commission staff from the cities and counties qualifying mileage is listed in Exhibit A, upon which subventions for Fiscal Year 1998-99 are to be based.

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5. The California State Lands Commission shall, at the time of remitting revenues to the State Treasurer, report to the State Controller the total amount of revenue received from tide and submerged lands shown with respect to each city or county to which such amount is applicable.
6. Subventions for Fiscal Year 1997-98 were are follows:

City of Carpinteria	0.00
City of Huntington Beach	74,465.17
City of Long Beach	20,964.46
City of Seal Beach	16, 144.93
County of Santa Barbara	24,486.36
County of Ventura	18,449.63

EXHIBIT:

- A. Cities and Counties Qualifying for Subventions and Qualifying Mileage, as of June 30, 1998.

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDINGS:

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.

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AUTHORIZATION:

APPROVE THE QUALIFYING BEACHES AND PARKS, AS REPORTED BY CITIES AND COUNTIES, AND VERIFY THIS MILEAGE AS A BASIS FOR SUBVENTIONS IN FISCAL YEAR 1998-99.

APPROVE THE REPORTING OF ASSOCIATED REVENUE BASED ON THE APPROVED QUALIFIED MILEAGES TO THE STATE CONTROLLER AS REQUIRED BY PUBLIC RESOURCES CODE SECTION 6817.

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EXHIBIT A

**CITIES AND COUNTIES QUALIFYING FOR SUBVENTIONS
UNDER PUBLIC RESOURCES CODE SECTION 6817
FISCAL YEAR 1998-99**

<u>Cities and Counties</u>	<u>Park or Beach Owned or Operated by City or County</u>	<u>Footage</u>	<u>Total Qualified Miles</u>
City of Carpinteria	Carpinteria City Beach Park	9,154.00	2
City of Huntington Beach	Huntington Beach Public Park	5,665.00	2
	Bolsa Chica Public Beach	<u>11,873.00</u>	<u>3</u>
		17,583.00	5
City of Long Beach	Alamitos Beach Park Lands	2,005.00	1
City of Seal Beach	Seal Beach Public Beach	8,214.00	2
County of Ventura	Rincon Parkway	12,269.00	3
	Silver Strand Beach	4,645.00	1
	Mandalay Beach Park	1,530.00	1
	Hollywood Beach	<u>3,563.00</u>	<u>1</u>
		22,007.00	6
County of Santa Barbara	Isla Vista Beach	4,792.00	1
	Rincon Beach Park	1,380.00	1
	Loon Point Recreation Area	<u>1,481.00</u>	<u>1</u>
		7,653.00	3