MINUTE ITEM
This Calendar Item No. C39 was approved as Minute Item No. 39 by the California State Lands Commission by a vote of 3 to 0 at its 10-01-02 meeting.

CALENDAR ITEM
C39

A 53

S 28

10/01/02
PRC 628.1
J. Smith

REVISION OF RENT

LESSEE:

Chevron USA, Inc.
P.O. Box 1392
Bakersfield, California 93302

AREA, LAND TYPE, AND LOCATION:

0.877 acres, more or less, of sovereign lands in Santa Monica Bay, El Segundo, Los Angeles County.

AUTHORIZED USE:

Continued use and maintenance of a 42" diameter saltwater intake pipeline associated with the El Segundo Refinery.

LEASE TERM:

15 years, beginning February 15, 1998.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff has conducted a review of the rent under this lease, and recommends that the rent be revised from $10,336 per year to $11,562 per year, effective February 15, 2003.

The recommended rent is based on adjustment of the prior rent by application of the Consumer Price Index (CPI). The adjustment does not obligate the Commission to use the CPI to adjust future rents.

EXHIBIT:

A. Location Map

RECOMMENDED ACTION:
IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS NOT SUBJECT TO THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15060(c)(3) 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:

APPROVE THE REVISION OF RENT FOR LEASE NO. PRC 628.1 FROM $10,336 PER YEAR TO $11,562 PER YEAR, EFFECTIVE FEBRUARY 15, 2003.

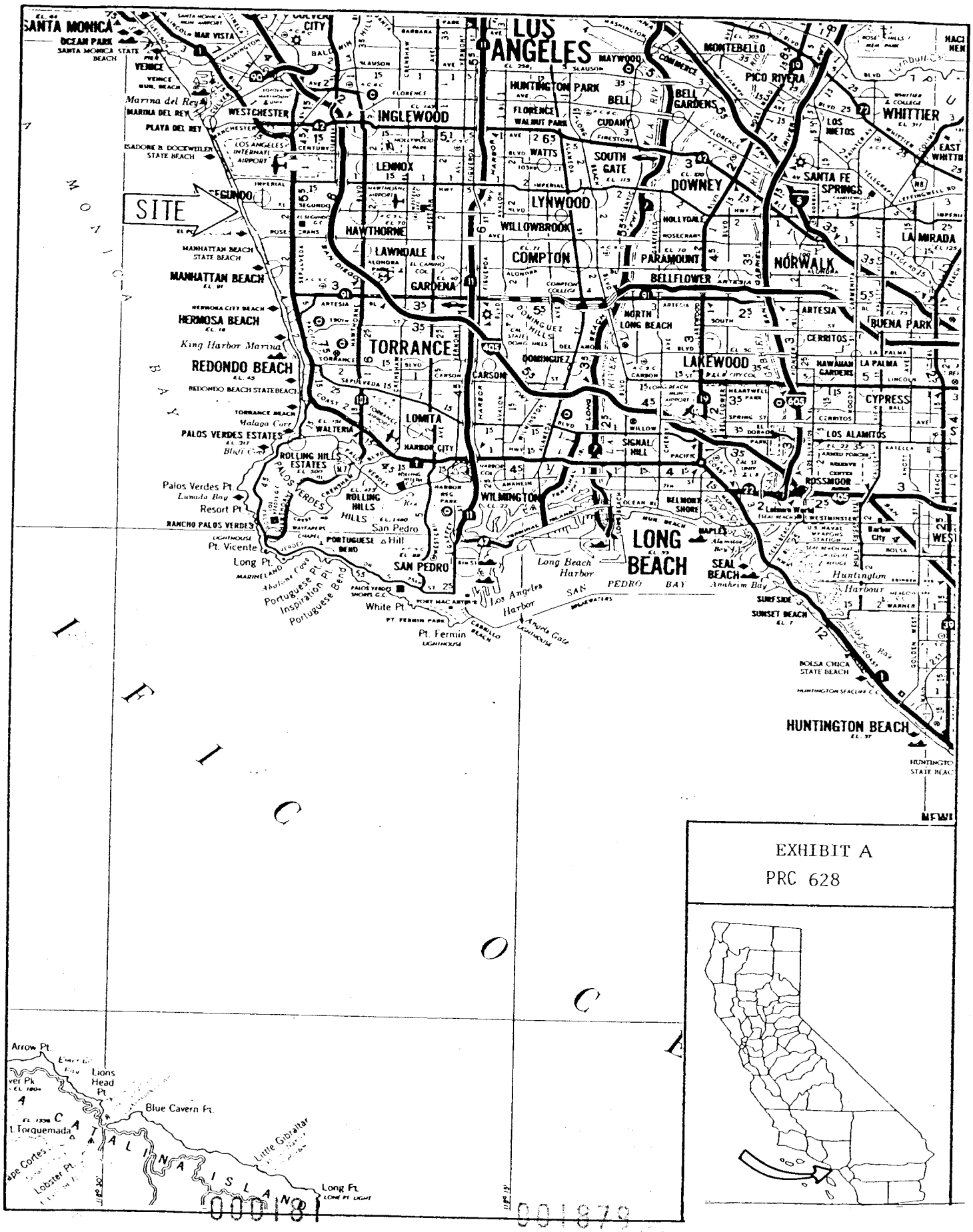

EXHIBIT A
PRC 628