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MEETING  
STATE LANDS COMMISSION  
STATE OF CALIFORNIA

ORIGINAL

STATE CAPITOL  
ROOM 447  
SACRAMENTO, CALIFORNIA

WEDNESDAY, APRIL 26, 1989  
11:35 A.M.

Nadine J. Parks  
Shorthand Reporter

**PETERS SHORTHAND REPORTING CORPORATION**  
3336 BRADSHAW ROAD, SUITE 240  
SACRAMENTO, CALIFORNIA 95827  
TELEPHONE (916) 362-2345

MEMBERS PRESENT

1  
2 Leo T. McCarthy, Lieutenant Governor, Chairman  
3 Jim Tucker for Gray Davis, State Controller,  
4 Commissioner  
5 LaFenus Stancell for Jesse R. Huff,  
6 Director of Finance, Commissioner  
7

Staff Present:

8  
9 Claire T. Dedrick, Executive Officer  
10 James Trout, Assistant Executive Officer  
11 Robert Hight, Chief Counsel  
12 Jan Stevens, Deputy Attorney General  
13 Gail Moore, Secretary to Commission  
14 Lisa Lynn, Executive Secretary I  
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P R O C E E D I N G S

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3 CHAIRMAN MC CARTHY: Welcome to this meeting  
4 of the State Lands Commission. On my left is Jim Tucker,  
5 sitting in for Controller Gray Davis. On my right is  
6 Stan Stancell from the Department of Finance, sitting in  
7 for Jesse Huff.

8 My name is Leo McCarthy.

9 I'm going to start by approving the minutes  
10 of the last Commission meeting. Are there any questions  
11 about those minutes? If not, they're unanimously approved.

12 We will begin with the adoption of the Consent  
13 Calendar. Any questions about any items on the Consent  
14 Calendar? We've pulled off Consent Item 19, as you  
15 remember.

16 In connection with the adoption of the Consent  
17 Calendar Item No. 3, I just wanted to make a couple of  
18 brief remarks.

19 In this 30-year lease item given for the  
20 operation of a marina, we have begun a new policy on  
21 this Commission. Henceforth, starting with this  
22 particular lease, all new leases granted by this  
23 Commission that include food service stands or operations  
24 within the lease being granted will be required to ban  
25 styrofoam containers, and also be required to package

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1 or contain the food they prepare in materials that are  
2 biodegradable within two years.

3 We held a hearing in Los Angeles, and we  
4 received a good deal of testimony that suggested that  
5 plastics are doing a lot of damage to marine life along  
6 the coast and inland waterways. Plastics seem to have  
7 a long life, many of them 100 years. There are lots of  
8 things we will consider to try to address this problem.  
9 This is a modest beginning.

10 We have also sent a letter to Governor  
11 George Deukmejian today on behalf of Gray Davis and myself  
12 urging him to issue an Executive Order banning the use  
13 of styrofoam food containers by all State Government  
14 agencies and vendors.

15 If we set this kind of an example and keep  
16 pointing out the dangers of using styrofoam and other  
17 kinds of plastics, we can do some good in protecting the  
18 public and marine life, which has great economic as well  
19 as environmental value to the people of this State.

20 All right. Any questions about the Consent  
21 Calendar?

22 It is adopted.  
23 We'll now move to Item 20.

24 EXECUTIVE OFFICER DEDRICK: Item 20,  
25 Mr. Chairman, is a denial of application for public  
service district lease to the Capistrano Bay Community

1 Service District in Orange County, Dana Point.

2 CHAIRMAN MC CARTHY: Any questions by members  
3 of the Commission? By members of the audience?

4 If not, Item 20 is approved. We're now on  
5 Item 25

6 EXECUTIVE OFFICER DEDRICK: Yes. The City of  
7 Avalon. Staff requests that you waive penalty and interest  
8 on charges assessed to the lease at Avalon due to a  
9 misunderstanding between the two staffs.

10 CHAIRMAN MC CARTHY: Any questions by members  
11 of the Commission or the audience?

12 If not, that's approved as requested.

13 26.

14 EXECUTIVE OFFICER DEDRICK: 26, Shasta-Trinity  
15 National Forest and the State Lands Commission. This is a  
16 request for authorization to execute an agreement between  
17 the Forest Service and State Lands to jointly finance the  
18 property appraisal for a future exchange of lands to  
19 consolidate our respective management/ownership.

20 CHAIRMAN MC CARTHY: Any questions by members  
21 of the Commission or the audience? That's approved as  
22 requested.

23 27.

24 EXECUTIVE OFFICER DEDRICK: 27 is a royalty  
25 oil sale at Orange County. The winning bid is from

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1 Golden West Refining Company for 37.91 cents over the  
2 posted price.

3 CHAIRMAN MC CARTHY: Any questions by members  
4 of the Commission or the audience?

5 That's approved as requested. 28.

6 EXECUTIVE OFFICER DEDRICK: 28 is a request  
7 by the City of Long Beach for two portions of crude oil  
8 of a royalty oil sales contract. Staff recommends that  
9 the first segment, which has a bid price of 22 cents  
10 over the posted price be approved; but the segment, which  
11 has a bid price of only nine cents over the posted price,  
12 not be approved on the grounds that the State will make  
13 more money on its basic contract than we could on a  
14 nine-cent-over bid.

15 CHAIRMAN MC CARTHY: All right. Any questions  
16 by members of the Commission or the audience? All right.  
17 That recommendation is approved. 29.

18 EXECUTIVE OFFICER DEDRICK: 29 is Moss Landing  
19 Harbor District. This is the authorization of an  
20 amendment to two dredging permits at Moss Landing Harbor  
21 in Monterey County.

22 CHAIRMAN MC CARTHY: Questions by members of  
23 the Commission or the audience? The recommendation is  
24 approved.

25 Let's skip to Item 33.

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1 EXECUTIVE OFFICER DEDRICK: Item 33, this is  
2 a request by the Grupe Development Company in Stockton  
3 for an approval of their boundaries for annexation and  
4 an annexation to the City of Stockton.

5 Staff recommends that the boundaries be  
6 approved, but that the annexation be dealt with at a  
7 later date.

8 CHAIRMAN MC CARTHY: Questions by members of  
9 the Commission or the audience?

10 COMMISSIONER TUCKER: Abstain on this.

11 CHAIRMAN MC CARTHY: All right. Mr. Tucker  
12 abstains. Questions by members of the audience? The  
13 recommendation is approved.

14 34.

15 EXECUTIVE OFFICER DEDRICK: 34, this is the  
16 approval of a compromise settlement agreement in the  
17 City of San Mateo with Jean Sperry involving 1.2 acres of  
18 land within the City of San Mateo.

19 CHAIRMAN MC CARTHY: Questions by members of  
20 the Commission?

21 EXECUTIVE OFFICER DEDRICK: Excuse me,  
22 Mr. Chairman. I failed to mention, you are, in this  
23 capacity, acting as trustees of the Sovereign Lands Trust  
24 as well as Commissioners.

25 CHAIRMAN MC CARTHY: All right. Questions by

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1 members of the Trust? The Commission? Members of the  
2 audience?

3 All right. We approve this as trustees and  
4 Commissioners.

5 35.

6 EXECUTIVE OFFICER DEDRICK: 35 is our request  
7 for approval of a modification to the lists and criteria  
8 as a result of an amendment to the old 884.

9 CHAIRMAN MC CARTHY: Questions by members of  
10 the Commission?

11 COMMISSIONER TUCKER: Does this need to be  
12 approved today?

13 EXECUTIVE OFFICER DEDRICK: I don't think so.  
14 Do you need to withdraw it for review?

15 COMMISSIONER TUCKER: Yes, I just got a copy,  
16 and I'd like to look at this.

17 EXECUTIVE OFFICER DEDRICK: We have no urgency.

18 CHAIRMAN MC CARTHY: All right. The matter is  
19 put over to the next meeting.

20 Thank you very much, ladies and gentlemen.

21 (Thereupon the meeting was  
22 adjourned at 11:40 a.m.)

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CERTIFICATE OF SHORTHAND REPORTER

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I Nadine J. Parks, a shorthand reporter of the State of California, hereby certify that I am a disinterested person herein; that I reported the foregoing meeting of the State Lands Commission in shorthand writing, and thereafter caused my shorthand writing to be transcribed into typewriting.

I further certify that I am not of counsel or attorney for any of the parties to said meeting, nor in any way interested in the outcome of said meeting.

IN WITNESS WHEREOF, I have set my hand this 27th day of April, 1989.

*Nadine J. Parks*  
\_\_\_\_\_  
Nadine J. Parks  
Shorthand Reporter

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