

October 24, 1951 - Item 17 - Page 1465 of Minutes

Amended by the following action of June 30, 1952, Item 42, Minute Page 1587:

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED REVISING THE COMMISSION'S ACTION OF OCTOBER 24, 1951, BY STRIKING THE FIGURE \$2,310 IN ITEM NO. 17, PAGE 1465 OF THE MINUTES, AND IN LIEU THEREOF INSERTING THE FIGURE \$1,672.84, ALL OTHER CONDITIONS OF THE ACTION TO REMAIN UNCHANGED.

17. (APPLICATION FOR LEASE, TIDE AND SUBMERGED LANDS IN PACIFIC OCEAN, EL SEGUNDO, LOS ANGELES COUNTY, STANDARD OIL COMPANY OF CALIFORNIA - W.O. 1108, P.R.C. 680.) Standard Oil Company of California holds a legal franchise from the City of El Segundo, Los Angeles County, for maintenance of a concrete wharf. This franchise expires on December 15, 1951. The Company has now applied to the State Lands Commission for a lease of the area for a period of twenty years, with right of renewal for three additional periods of ten years each, the original period and renewal periods being identical to those granted under Lease P.R.C. 236 covering the Company's Long Wharf at Richmond. The area desired for lease has been appraised at \$35,000, annual rental for a fifteen-year period being \$2,310, for a twenty-year period being \$2,415. The policy of the Commission has been to issue a lease for a given term of fifteen years, with option in the lessee to renew for two ten-year periods. The lease to the Standard Oil Company of California at Richmond was an exception in that the structure cost over \$2,000,000. The facilities installed on the land in the application cost \$227,000. Furthermore, in this case the structure has been in existence for many years, and the need for a long-term lease for amortization purposes appears to be slight. Performance bond in the amount of \$30,000 is considered adequate.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE TO STANDARD OIL COMPANY OF CALIFORNIA A LEASE OF 9.72 ACRES OF TIDE AND SUBMERGED LANDS IN THE PACIFIC OCEAN AT EL SEGUNDO, LOS ANGELES COUNTY, FOR THE MAINTENANCE AND USE OF A WHARF AND SUCTION PIPE PIER, PERIOD OF LEASE TO BE FIFTEEN YEARS, AT AN ANNUAL RENTAL OF \$2,310, WITH RIGHT OF RENEWAL FOR TWO PERIODS OF TEN YEARS EACH AT SUCH TERMS AS MAY BE DETERMINED PRIOR TO EACH RENEWAL DATE, PERFORMANCE BOND OF \$30,000 TO BE FURNISHED.

18. (PROPOSED BUDGET, DIVISION OF STATE LANDS, 1952-53 - W.O. 1083.)

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED APPROVING THE PROPOSED BUDGET, DIVISION OF STATE LANDS, FOR THE FISCAL YEAR 1952-53, SAID BUDGET TO BE SUBMITTED TO THE DIRECTOR OF FINANCE FOR APPROPRIATE ACTION.

Appropriations requested for 1952-53 are predicated on an anticipated work load during the budget year which will exceed that of past and current periods. This forecast is substantiated by operations in 1950-51, during which period there was an increase of 50 percent in the number of work orders opened relative to the leasing and sale of State lands.

In addition to this "normal business", the Division anticipates that it will be required to render services in connection with numerous special projects, such as the "Tidelands" matter, the processing of Federal jurisdiction applications under Government Code Section 126, and the establishment of an index of lands under jurisdiction of the United States, as is provided for under Government Code Section 127.

This anticipated increase in work load, plus higher operating costs prognosticated for 1952-53 for salaries, operating supplies and services, accounts for the increase of \$31,805 requested in appropriations for 1952-53 as compared with 1951-52.