

15. TERMINATION OF LICENSE FOR RIGHT-OF-WAY ISSUED MAY 26, 1930, BY THE DEPARTMENT OF FINANCE, DIVISION OF STATE LANDS, TO H. J. BARNESON, OF WHICH SIGNAL OIL AND GAS COMPANY IS THE SUCCESSOR IN INTEREST, AND ISSUANCE OF LEASE TO SIGNAL OIL AND GAS COMPANY, SANTA BARBARA COUNTY - W.O. 6890, P.R.C. 3904.1.

After consideration of Calendar Item 35 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION:

1. AUTHORIZES THE TERMINATION OF THE LICENSE FOR A RIGHT-OF-WAY ISSUED MAY 26, 1930, TO H. J. BARNESON, OF WHICH SIGNAL OIL AND GAS COMPANY IS THE SUCCESSOR IN INTEREST; AND
2. AUTHORIZES THE ISSUANCE TO SIGNAL OIL AND GAS COMPANY OF A 15-YEAR LEASE FROM FEBRUARY 29, 1968, FOR ONE SUBMARINE PIPELINE ON THE LAND DESCRIBED ON EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF, AT AN ANNUAL RENTAL OF \$278.30, PAYABLE IN ADVANCE, WITH THE LEASE TO PROVIDE FOR THREE TEN-YEAR RENEWAL OPTIONS UPON SUCH REASONABLE TERMS AND CONDITIONS AS THE STATE MIGHT IMPOSE.

Attachment

Calendar Item 35 (3 pages)

CALENDAR ITEM

2/68
W.O. 6890

35.

TERMINATION OF THAT CERTAIN LICENSE ISSUED MAY 26, 1930, BY THE DEPARTMENT OF FINANCE, DIVISION OF STATE LANDS, TO H. J. BARNESON, OF WHICH SIGNAL OIL AND GAS COMPANY IS THE SUCCESSOR IN INTEREST, AND APPROVAL OF A NEW LEASE TO SIGNAL OIL AND GAS COMPANY.

APPLICANT: Signal Oil and Gas Company

LOCATION: Santa Barbara County

PROPOSED USE: One submarine loading pipeline

TERMS: Initial period: 15 years, from February 29, 1968
Renewal options: 3 additional periods of 10 years each

CONSIDERATION: \$278.30 per annum

BASIS FOR CONSIDERATION:

\$0.01 (one cent) per diameter-inch per lineal-foot

PREREQUISITE ITEMS:

U.S.A. Corps of Engineers navigational permit issued
Applicant is owner of upland

STATUTORY AND OTHER REFERENCES:

- a. Public Resources Code: Div. 6, Pt. 2, Ch. 1, Secs. 6501-6509
- b. Administrative Code: Title 2, Div. 3, Secs. 2000-2011
- c. Commission policy: Minute Item 18 of November 18, 1959

OTHER PERTINENT INFORMATION:

Signal Oil Company, as the successor in interest to Bankline Oil Company and H. J. Barneson, is the holder of a license, dated May 26, 1930, from the Division of State Lands, which granted a 50-foot wide right-of-way for the installation and maintenance of an existing submarine loading pipeline, which is used to ship oil from Signal's Elwood Marine Terminal, the oil representing production from several State leases.

The applicant has requested approval to install a new line as a replacement, and has agreed to termination of the license by the State and will enter into a new lease agreement.

The lease will be based upon a charge of \$0.01 (one cent) per diameter-inch per lineal-foot. Since the installation will consist of one 11-inch diameter line, the annual rental is calculated to be \$0.11 x 2,530 feet, or \$278.30. The lease is to be for a 15-year term, and is to provide for three ten-year renewal options upon such reasonable terms and conditions as the State might impose.

EXHIBIT "A"

A strip of tide and submerged lands fifty feet in width situate in the County of Santa Barbara, State of California, the center line of said fifty foot strip being described as follows, to wit:

Beginning at a point on the ordinary high water mark of the Pacific Ocean, which point bears S. 36° 54' 30" E. 100.00 feet from Monument No. 16 as shown on "Map of State Leases and Permits *** Elwood Oil Field, Santa Barbara County, California, prepared by Division of State Lands, Department of Finance, State of California ***" approved November 1, 1929, and filed in the office of the County Recorder of Santa Barbara County, State of California, thence out into the Pacific Ocean S. 7° 00' W. 410.00 feet; thence along the arc of a 552.25 foot radius curve concave to the southwest 400.00 feet; thence S. 48° 30' W. 1720.00 feet to the seaward end of the said right of way; said strip of land containing approximately 2.9 acres.