

MINUTE ITEM

11th. Calendar Item No. 13
was approved as Minute Item
No. 13 by the State Lands
Commission by a vote of 2
0 at its 4-27-78
Meeting.

MINUTE ITEM

4/78
Sanders

13. SHELL RETA DEVELOPMENT EIR - W 21706.

During consideration of Calendar Item 13, attached,
Mr. N. Gregory Taylor, Assistant Attorney General, requested
that the staff's recommendation be amended as set forth in
the following resolution which was approved by the Commission
by a vote of 2-0.

ON THE CONDITION THAT THE ACTIONS SET FORTH BELOW ARE WITHOUT
PREJUDICE TO THE POSITION OF THE STATE AND PENDING LITIGATION
AGAINST THE FEDERAL GOVERNMENT WITH REGARD TO OCS LEASE
SALE 35, THE COMMISSION AUTHORIZED THE EXECUTIVE OFFICER TO:

1. DEVELOP AND SIGN AN AGREEMENT WITH THE SHELL OIL COMPANY
WHICH WILL PROVIDE THE NECESSARY FUNDING FOR THE
PREPARATION, ETC., OF THE EIR FOR THE SHELL OIL DEVELOPMENT.
2. ISSUE THE RFP FOR THE PREPARATION OF THE EIR FOR THE
SHELL OIL DEVELOPMENT.
3. AWARD THE CONTRACT FOR THE SHELL OIL DEVELOPMENT EIR
TO THE BEST QUALIFIED BIDDER.

Attachment: Calendar Item 13 (2 pages)

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CALENDAR ITEM

13.

4/78
W 21706
Sanders

SHELL BETA DEVELOPMENT EIR

The Shell Oil Company proposes to develop 5 parcels in the Federal Outer Continental Shelf (OCS) which were acquired in Lease Sale 35. The parcels are located approximately 9 miles offshore in San Pedro Bay near the communities of Seal Beach and Huntington Beach, Los Angeles County. At present, the development would include 2 production platforms, 1 processing platform, pipelines between such platforms and an oil transport pipeline to upland facilities (surge tank, refineries, etc.). The production transportation pipeline route would cross Federal OCS lands and enter State waters about 3 miles south of the Belmont Horn, pass around the east end of Long Beach breakwater, cross the Long Beach outer harbor to a point near the south side of Island Chaffee, follow the southern edge of the THUMS undersea pipeline corridor, come ashore near the Queen Mary and thence pass overland to a point near the THUMS manifold at Broadway and Mitchell Streets in the Port of Long Beach.

The State Lands Commission and the Port of Long Beach are currently functioning as a "co-lead agency" in the preparation of the environmental impact report for the Shell Oil development. At its meeting of February 23, 1978, the State Lands Commission authorized the Executive Officer to negotiate and sign an agreement with the Port of Long Beach, Los Angeles County which would govern the above mentioned process.

The staffs of the Commission and the Port have determined that the EIR should be prepared by a private consulting organization(s) under a contract arrangement with the State Lands Commission. In order to solicit bids from such firms for the preparation of an EIR, a request for proposal (RFP) must be developed and circulated. The staffs of the Commission and the Port have jointly developed an appropriate RFP and a list of prospective recipients.

Further, the provisions of the Resource Agency Guidelines for the implementation of the California Environmental Quality Act of 1970, as amended, and the Commission's Article 10 contained within Title 2, Division 3 of the California Administrative Code stipulate that all costs for the preparation, etc. of an EIR shall be borne by the project applicant.

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CALENDAR ITEM NO. 13. (CONTD)

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO:

1. DEVELOP AND SIGN AN AGREEMENT WITH THE SHELL OIL COMPANY WHICH WILL PROVIDE THE NECESSARY FUNDING FOR THE PREPARATION, ETC., OF THE EIR FOR THE SHELL OIL DEVELOPMENT.
2. ISSUE THE RFP FOR THE PREPARATION OF THE EIR FOR THE SHELL OIL DEVELOPMENT.
3. AWARD THE CONTRACT FOR THE SHELL OIL DEVELOPMENT EIR TO THE LOWEST QUALIFIED BIDDER.