

MINUTE ITEM

This Calendar Item No. 23
was approved as Minute Item
No. 23 by the State Lands
Commission by a vote of 3
to 0 at its 3/28/79
meeting.

CALENDAR ITEM

23.

3779
PRC 236.1
Horn

AUTHORIZE EXECUTION OF A
SUPPLEMENTARY LETTER OF UNDERSTANDING

BACKGROUND:

At its meeting on January 26, 1978, the Commission approved an extension and amendment of Lease PRC 236.1, the site of Chevron's marine petroleum wharf at Richmond, Contra Costa County. The extension was for a 10-year period commencing August 19, 1977. Among other things the agreement provides that Chevron is to pay a volumetric rental on a quarterly basis. For ease of administration of the lease by both Chevron and the State, staff is recommending that a supplementary letter of understanding be prepared which provides that Chevron shall pay rental accruing under the lease on a quarterly basis for whole months, instead of quarters ending during the middle of the month.

This activity is not a project under CEQA and does not require the preparation of environmental documents.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN EIR HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH REPORT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21065, 14 CAL. ADM. CODE 15037 AND 2 CAL. ADM. CODE 2903(d).
2. AUTHORIZE ISSUANCE OF A SUPPLEMENTAL LETTER OF UNDERSTANDING TO CHEVRON USA, INC. WHICH PROVIDES THAT RENTAL ACCRUING UNDER THE TERMS OF LEASE PRC 236.1 SHALL BE PAID ON A QUARTERLY BASIS FOR WHOLE MONTHS COMMENCING WITH THE LEASE PERIOD ENDING MAY 31, 1979.

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