

MINUTE ITEM

This Calendar Item No. C23
was approved as Minute Item
No. 22 by the State Lands
Commission by a vote of 3
to 0 at its 8-3-94
meeting.

CALENDAR ITEM

C23

A)
) Statewide
S)

08/03/94
W 23833
A. Scott

**AMENDMENT OF AGREEMENT
FOR SELF-ADMINISTERED CLAIMS PROGRAM
CHEVRON CORPORATION**

APPLICANT:

Chevron Corporation, a Delaware corporation
P. O. Box 7137
San Francisco, California 94120-7137
Attn: Risk Management Office

BACKGROUND:

Chevron is required under several leases with the State Lands Commission to provide proof of insurance in the form of "certificates of insurance". Chevron and the Commission have entered into an agreement whereby Chevron can provide "Self-administered Claims Letters" in lieu of insurance certificates. This agreement covers many of the existing leases between Chevron and the Commission.

CURRENT SITUATION:

As new and replacement leases are issued to Chevron that require insurance, Chevron wishes to include these leases under the Self-administered Claims Program. Staff of the Commission has recently processed such a replacement lease and Chevron proposes to add this lease to the list of leases covered by the Self-administered Claims Program.

STATUTORY AND OTHER REFERENCES:

- A. P.R.C.: Div. 6, Parts 1 and 2; Div. 13.
- B. Cal. Code Regs.: Title 2, Div. 3; Title 14, Div. 6.

AB 884:

N/A

OTHER PERTINENT INFORMATION:

- 1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Code Regs. 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

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Authority: P.R.C. 21065 and 14 Cal. Code Regs. 15378.

2. This activity involves lands identified as possessing significant environmental values pursuant to P.R.C. 6370, et seq. but will not affect those significant lands.

EXHIBIT:

- A. List of leases to be covered by the self-administered claims program

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. CODE REGS. 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND 14 CAL. CODE REGS. 15378.
2. FIND THAT THIS ACTIVITY WILL INVOLVE LANDS IDENTIFIED AS POSSESSING SIGNIFICANT ENVIRONMENTAL VALUES PURSUANT TO P.R.C. 6370, ET SEQ., BUT THAT SUCH ACTIVITY WILL HAVE NO DIRECT OR INDIRECT EFFECT ON SUCH LANDS.
3. AUTHORIZE ISSUANCE TO CHEVRON CORPORATION OF AN AMENDMENT TO THE EXISTING "AGREEMENT FOR APPROVAL OF SELF-ADMINISTERED CLAIMS PROGRAM CHEVRON CORPORATION" EFFECTIVE AUGUST 21, 1986 TO ADD AN ADDITIONAL LEASE TO THOSE COVERED BY THE PRESENT AGREEMENT. LEASES TO BE COVERED BY THIS PROGRAM ARE INCLUDED ON THE LIST ATTACHED HERETO AS EXHIBIT "A".

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EXHIBIT "A"

**AGREEMENT FOR APPROVAL OF SELF-ADMINISTERED CLAIMS PROGRAM
CHEVRON CORPORATION**

LEASE NO.	LEASE CATEGORY	LEASE TERM	EFFECTIVE DATE	REQUIRED INSURANCE/ LEASE AGREEMENT	COUNTY
PRC 139	Industrial	30 yrs.	03/01/82	\$ 5,000,000 Combines Single Limit	Contra Costa
PRC 236	Industrial	20 yrs.	08/18/47	\$10,000,000 Property Damage \$1,000,000 Bodily Injury	Contra Costa
		Renewed 10 yrs.	08/18/67		Contra Costa
		Renewed 10 yrs.	08/18/77		Contra Costa
PRC 628	Right-of-Way	15 yrs.	02/15/83	\$500,000 Combined Single Limit	Los Angeles
PRC 2478	Industrial	15 yrs.	08/14/59	\$5,000,000 Property Damage \$500,000/\$1,000,000 Bodily Injury	San Luis Obispo
		Renewed 10 yrs.	08/14/74		San Luis Obispo
		Renewed 10 yrs.	08/14/84		
PRC 3394	Right-of-Way	15 yrs.	10/21/65	\$300,000 Combined Single Limit	Orange
		Renewed 10 yrs.	10/21/80		
PRC 3978	Right-of-Way	34 yrs.	05/01/83	\$1,000,000 Combined Single Limit	Contra Costa/Solan
PRC 4270	Right-of-Way	15 yrs.	08/01/79	\$ 300,000 Combined Single Limit	Solano
PRC 5574	Industrial	15 yrs.	10/01/77	\$10,000,000 Combined Single Limit	Los Angeles
PRC 5888	Right-of-Way	25 yrs.	09/01/80	\$ 1,000,000 Combined Single Limit	Solano
PRC 6417	Right-of-Way	25 yrs.	12/01/82	\$ 1,000,000 Combined Single Limit	Orange
PRC 6942	Right-of-Way	25 yrs.	02/01/86	\$ 2,000,000 Combined Single Limit	Santa Barbara
PRC 6943	Right-of-Way	25 yrs.	02/01/86	\$ 2,000,000 Combined Single Limit	Santa Barbara
PRC 1915.1	Right-of-Way	25 yrs.	04/15/94	\$ 1,000,000 Combined Single Limit	Los Angeles

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