

MINUTE ITEM

This Calendar Item No. C02 was approved as
Minute Item No. 02 by the California State Lands
Commission by a vote of 3 to 0 at its
1-29-99 meeting.

**CALENDAR ITEM
C02**

A 8
S 4

PRC 4270

01/29/99
WP 4270.1
L. Burks

ASSIGNMENT OF LEASE

LESSEE/ASSIGNOR:

Chevron U.S.A., Inc.
P.O. Box 1392
Bakersfield, California 93302

ASSIGNEE:

Venoco, Inc., a Delaware Corporation (formerly Venoco, LLC)
217 State Street, Suite 300
Santa Barbara, California 93101

AREA, LAND TYPE, AND LOCATION:

0.09 acres, more or less, of tide and submerged lands in Roaring River Slough
and Grizzly Slough, at Van Sickle Island, Solano County.

AUTHORIZED USE:

Continued use and maintenance of an existing two-inch diameter steel water and
condensate pipeline and a six-inch diameter steel natural gas pipeline.

LEASE TERM:

Ten years, beginning August 1, 1994.

CONSIDERATION:

\$200 per year, with the State reserving the right to fix a different rent periodically
during the lease term, as provided in the lease.

OTHER PERTINENT INFORMATION:

1. Applicant has a right to use the uplands adjoining the lease premises.
2. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 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 the CEQA and the State CEQA Guidelines.

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CALENDAR ITEM NO. C02 (CONT'D)

Authority: Public Resources Code section 21065 and Title 14, California Code of Regulations, section 15378.

EXHIBITS:

- A. Site and Location Map

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

AUTHORIZE THE ASSIGNMENT OF LEASE NO. PRC 4270.1, A GENERAL LEASE - RIGHT OF WAY USE, OF TIDE AND SUBMERGED LANDS SHOWN ON EXHIBIT A ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF; FROM CHEVRON U.S.A., INC. TO VENOCO, INC., A DELAWARE CORPORATION, EFFECTIVE JANUARY 29, 1999.

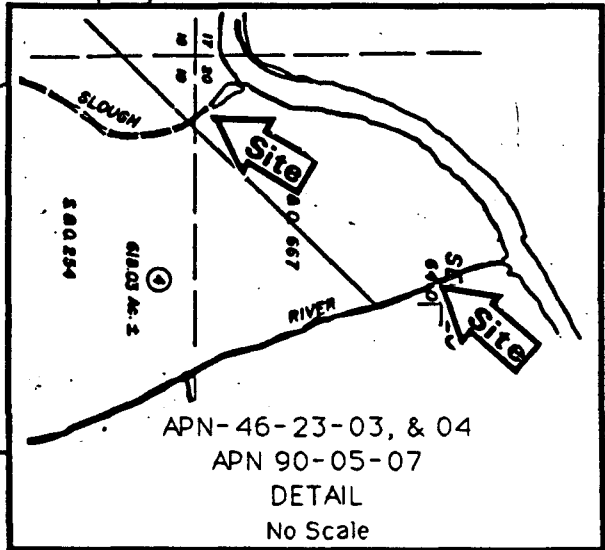
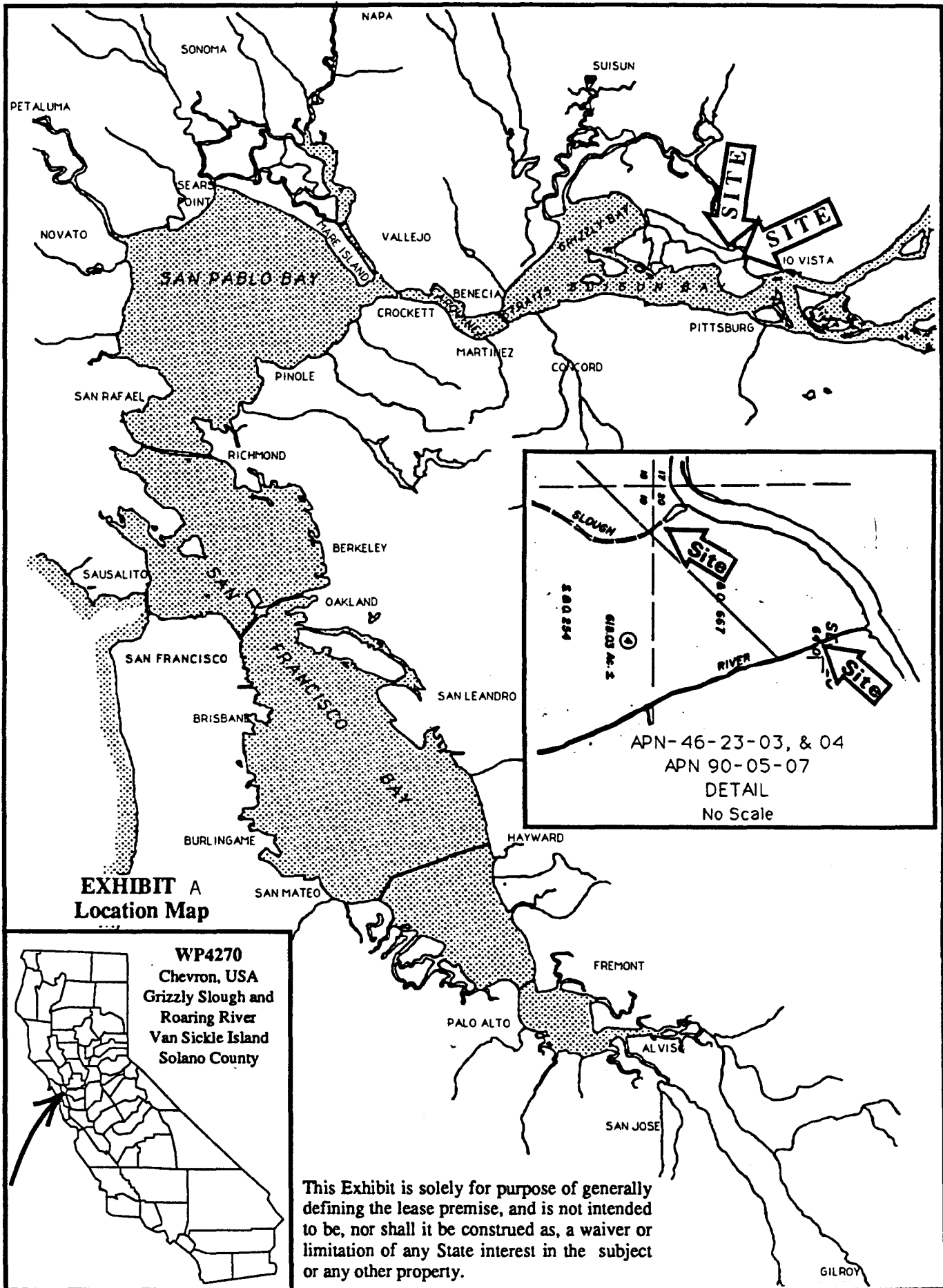
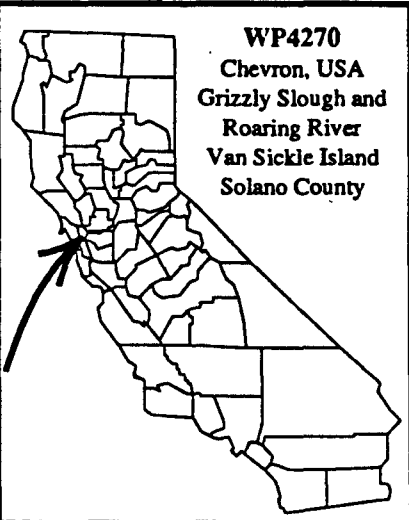


EXHIBIT A
Location Map



This Exhibit is solely for purpose of generally defining the lease premise, and is not intended to be, nor shall it be construed as, a waiver or limitation of any State interest in the subject or any other property.