

MINUTE ITEM

This Calendar Item No. C35 was approved as Minute Item No. 35 by the California State Lands Commission by a vote of 3 to 0 at its 218100 meeting.

**CALENDAR ITEM
C35**

A 28
S 15

PRC 7772

02/08/00
WP 7772.1
N. Smith

**AMENDMENT OF LEASE AND
CONTINUATION OF RENT**

LESSEE:

Mobil Pacific Pipeline Company
3700 West 190th Street
Torrance, California 90509

AREA, LAND TYPE, AND LOCATION:

0.32 acres, more or less, of sovereign lands in the bed of the Salinas River, near Bradley, Monterey County.

AUTHORIZED USE:

Continued use and maintenance of a 12-inch diameter steel oil pipeline and a 4-inch diameter steel cutter stock oil pipeline.

LEASE TERM:

15 years, beginning May 1, 1994.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff has conducted a review of the rent under this lease, and recommends that the rent be continued at \$224 per year, effective May 1, 1999.

PROPOSED AMENDMENT:

Change the use of the pipelines from the transportation of oil to the transportation of filtered production water from the San Ardo Oil Fields to the San Joaquin Valley for steamflooding. All other terms and conditions of the lease shall remain in effect without amendment.

OTHER PERTINENT INFORMATION:

1. Applicant has a right to use the uplands adjoining the lease premises.

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2. The existing pipelines have been cleaned of all hazardous liquids and taken out of service, pursuant to the requirements approved by the California State Fire Marshall.
3. 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 as a categorically exempt project. The project is exempt under Class 1, Existing Facilities; Title 14, California Code of Regulations, section 15301.

Authority: Public Resources Code section 21084 and Title 14, California Code of Regulations, section 15300.

4. This activity involves lands identified as possessing significant environmental values pursuant to Public Resources Code sections 6370, et seq. Based upon the staff's consultation with the persons nominating such lands and through the CEQA review process, it is the staff's opinion that the project, as proposed, is consistent with its use classification.

EXHIBITS:

- A. Land Description
- B. 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 AS A CATEGORICALLY EXEMPT PROJECT, CLASS 1, EXISTING FACILITIES; TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15301.

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SIGNIFICANT LANDS INVENTORY FINDING:

FIND THAT THIS ACTIVITY IS CONSISTENT WITH THE USE CLASSIFICATION DESIGNATED BY THE COMMISSION FOR THE LAND PURSUANT TO PUBLIC RESOURCES CODE SECTIONS 6370, ET SEQ.

AUTHORIZATION:

AUTHORIZE THE AMENDMENT OF LEASE NO. PRC 7772.1, A GENERAL LEASE - RIGHT OF WAY USE, OF LANDS DESCRIBED ON EXHIBIT A ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF, EFFECTIVE FEBRUARY 1, 2000, TO CHANGE THE USE OF THE PIPELINES FROM THE TRANSPORTATION OF OIL TO THE TRANSPORTATION OF FILTERED PRODUCTION WATER; ALL OTHER TERMS AND CONDITIONS OF THE LEASE WILL REMAIN IN EFFECT WITHOUT AMENDMENT.

APPROVE THE CONTINUATION OF RENT FOR LEASE NO. PRC 7772.1 AT \$224 PER YEAR, EFFECTIVE MAY 1, 1999.

EXHIBIT A.

LAND DESCRIPTION

WP 7772

Two parcels of land in the State-owned bed of the Salinas River, located in Section 23 and Section 24, T23S, R10E, MDM, Monterey County, California, said parcels being more particularly described as follows:

PARCEL 1 - 4" M-121 CUTTER STOCK OIL LINE

A strip of land 10 feet in width, lying 5 feet on each side of the following described centerline: COMMENCING at the northeast corner of Section 23 as shown on record of survey in Volume 4, at page 102, Monterey County, California; thence N89°31'47"W, 50.57 feet along the northerly line of Sec. 23; thence S12°04'56"W, 371.39 feet; thence S19°32'56"W, 192.64 feet to the POINT OF BEGINNING of this parcel; thence from said point of beginning S26°18'36"W, 144.63 feet; thence S28°19'21"W, 71.97 feet; thence S61°12'30"E, 56.45 feet; thence S09°58'23"W, 973.34 feet; thence S20°48'39"E, 1140.37 feet to the end of the herein described centerline.

PARCEL 2 - 12" M-120 OIL LINE

A strip of land 10 feet in width, lying 5 feet on each side of the following described centerline: COMMENCING at the northeast corner of Section 23 as shown on record of survey in Volume 4, at page 102, Monterey County, California; thence N89°31'47"W, 70.85 feet along the northerly line of Sec. 23; thence S12°26'03"W, 122.59 feet; thence S11°18'15"W, 155.14 feet; thence S14°36'24"W, 161.98 feet to the POINT OF BEGINNING of this parcel; thence S27°00'40"W, 184.93 feet; thence S22°45'14"W, 175.06 feet; thence S61°12'30"E, 43.05 feet; thence S04°49'20"W, 1018.00 feet; thence S25°10'40"E, 102.88 feet; thence S22°59'01"E, 962.30 feet to the end of the herein described centerline.

EXCEPTING THEREFROM any portion of Parcels 1 and 2 lying landward of the ordinary low water marks of the Salinas River.

BASIS OF BEARING of this description is the Record of Survey Map, filed in Volume 4 at page 102 in Monterey County, State of California.

END OF DESCRIPTION

REVISED APRIL, 1994 BY SFB&CC.

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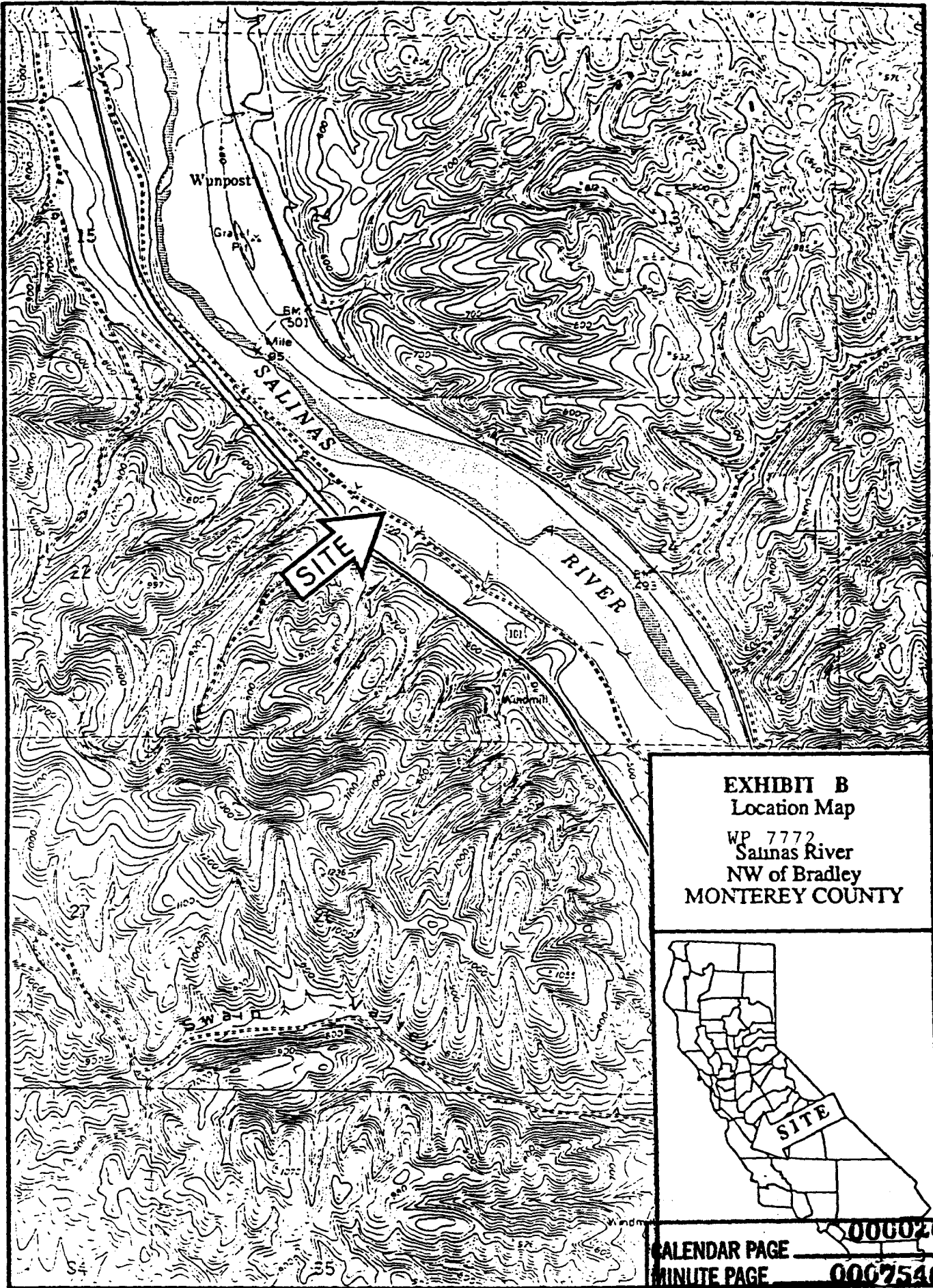


EXHIBIT B
 Location Map
 WP 7772
 Salinas River
 NW of Bradley
 MONTEREY COUNTY



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