

**CALENDAR ITEM
C79**

A 67
S 35

02/22/13
PRC 5636.1
D. Oetzel

REVISION OF RENT

LESSEE:

San Pedro Bay Pipeline Company
111 W. Ocean Blvd., Suite 1240
Long Beach, CA 90802

AREA, LAND TYPE, AND LOCATION:

10.72 acres, more or less, of sovereign lands in the Pacific Ocean, San Pedro Bay, offshore of the cities of Seal Beach and Huntington Beach, Orange County.

AUTHORIZED USE:

Continued operation and maintenance of an existing 16-inch diameter crude oil pipeline serving federal oil and gas leases within the Outer Continental Shelf in the Beta Unit Oil Field.

LEASE TERM:

20 years, beginning March 25, 2008.

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 revised from \$190,440 per year to \$205,050 per year, effective March 25, 2013.

OTHER PERTINENT INFORMATION:

The staff recommends that the Commission find that the subject revision of rent does not have a potential for resulting in either a direct or a reasonably foreseeable indirect physical change in the environment, and is, therefore, not a project in accordance with the California Environmental Quality Act (CEQA).

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14, sections 15060, subdivision (c)(3), and 15378.

CALENDAR ITEM NO. **C79** (CONT'D)

EXHIBIT:

- A. Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

CEQA FINDING:

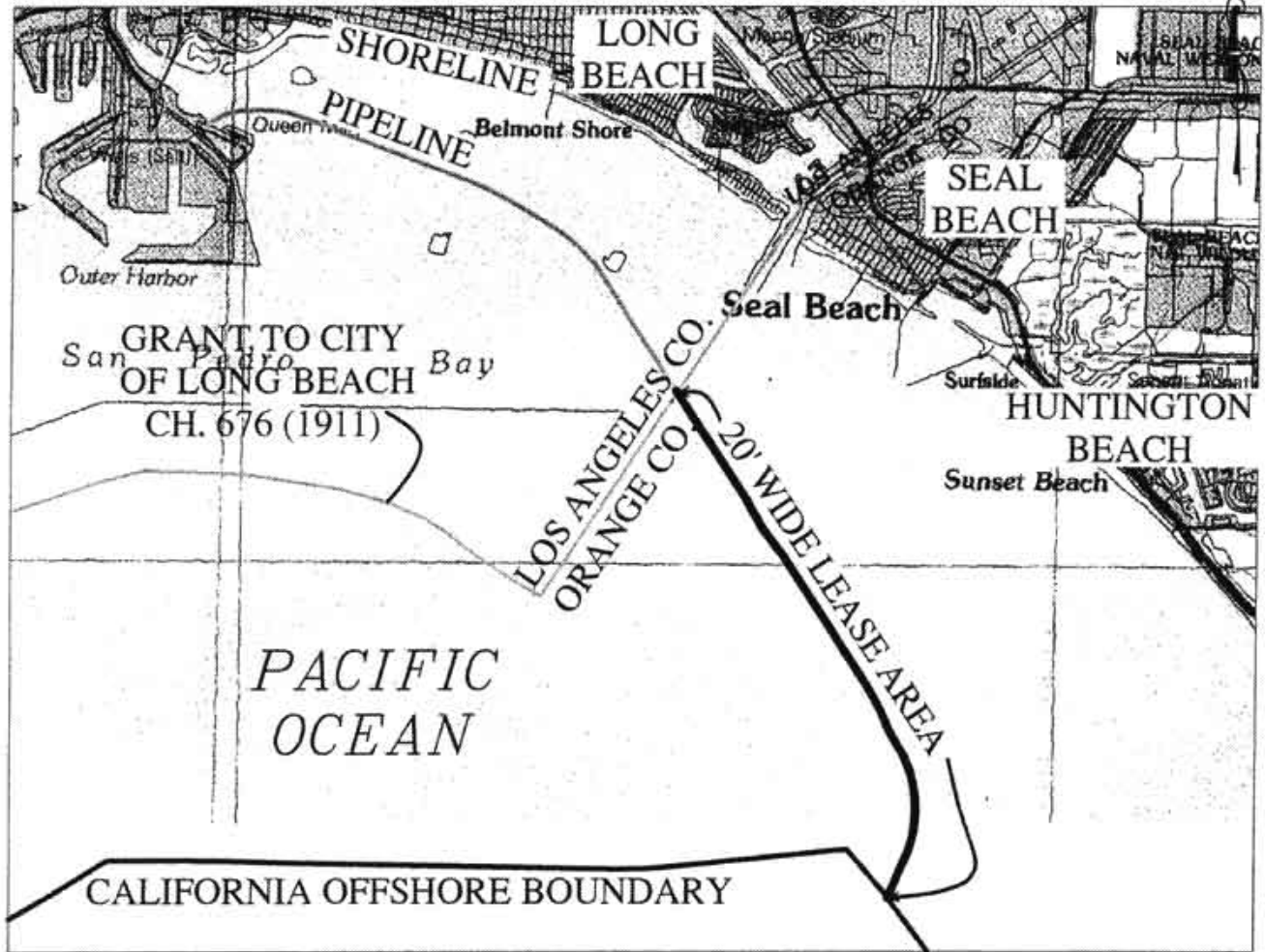
Find that the subject revision of rent is not subject to the requirements of CEQA pursuant to California Code of Regulations, Title 14, section 15060, subdivision (c)(3), because the subject activity is not a project as defined by Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378.

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 5636.1 from \$190,440 per year to \$205,050 per year, effective March 25, 2013.

NO SCALE

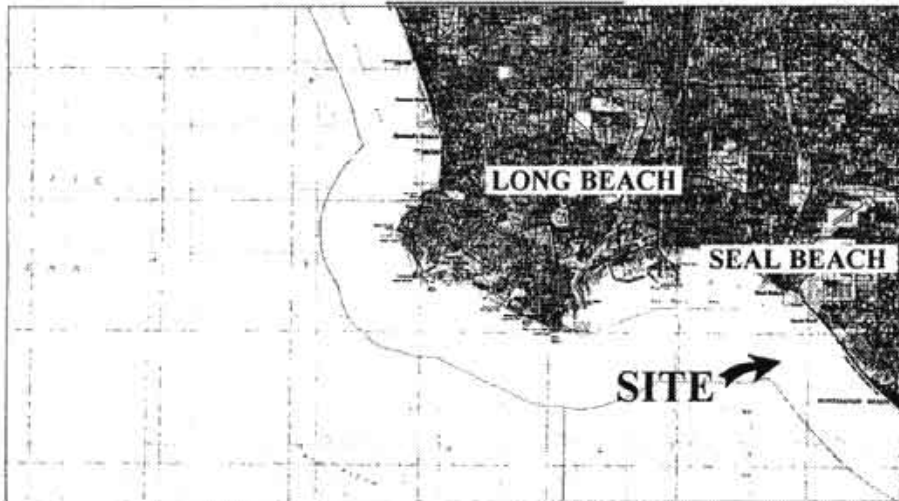
SITE



Existing 16" Diameter Crude Oil Pipeline
Offshore of the Cities of Seal Beach and Huntington Beach

NO SCALE

LOCATION



MAP SOURCE: USGS QUAD

Exhibit A

PRC 5636.1
SAN PEDRO BAY PIPELINE CO.
GENERAL LEASE -
RIGHT-OF-WAY USE
SEAL BEACH & HUNTINGTON BEACH
ORANGE COUNTY



This Exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by the Lessee or other parties 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.