

Present: *McCarthy*  
*Sucker*  
*Ordway*  
*Wallace*

FOR INFORMATION, PLEASE CONTACT:

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 1807 - 13th Street  
 Sacramento, CA 95814  
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*Began: 2:30pm*  
*End: 4:10pm*

**SUMMARY**

MEETING OF THE STATE LANDS COMMISSION  
 STATE CAPITOL, ROOM 447  
 SACRAMENTO CALIFORNIA

Lt. T. MCCARTHY, LIEUTENANT GOVERNOR, CHAIRMAN  
 WY DAVIS, STATE CONTROLLER, COMMISSIONER  
 R. HUFF, DIRECTOR OF FINANCE, COMMISSIONER

THURSDAY - MARCH 26, 1987

2:00 P.M. - CLOSED SESSION. "CONSIDERATION OF POSSIBLE AND PENDING LITIGATION. THESE MATTERS WILL BE DISCUSSED IN A SESSION CLOSED TO THE PUBLIC, PURSUANT TO ATTORNEY-CLIENT PRIVILEGES. (SACRAMENTO NEWSPAPER GUILD V. SACRAMENTO COUNTY BOARD OF SUPERVISORS (1968) 263 CAL. APP. 2D 41, 53-58.)"

2:30 P.M. - OR THEREAFTER UPON ADJOURNMENT OF THE CLOSED SESSION - PUBLIC MEETING (OPEN SESSION).

CALENDAR ITEM REFERENCES TO AB 884 DENOTE THE PERMIT STREAMLINING ACT (CALIFORNIA GOVERNMENT CODE SECTION 65920 ET SEQ.)

ORDER OF BUSINESS

- I. CONFIRMATION OF MINUTES FOR THE MEETING OF FEBRUARY 17, 1987 AND SPECIAL MEETING MARCH 9, 1987.
- II. CONSENT CALENDAR C1-C28. THE FOLLOWING ITEMS ARE CONSIDERED TO BE NON-CONTROVERSIAL. ANYONE WISHING TO ADDRESS AN ITEM ON THE CONSENT CALENDAR MAY COME FORWARD AND STATE THEIR NAME FOR THE RECORD.
  - C1. A) C. FRELAND RACE; B) WILLIAM G. COMBS, ET AL.; C) COLLEEN M. KIMBALL; D) MR. AND MRS. HENRY J. SOSSO; E) DELPHINE F. BACON (APPLICANTS): Approval of five Recreational Pier Permits: three at Lake Tahoe, Placer County; one at Georgiana Slough, Sacramento County and one at Huntington Harbour, Orange County. (Suetta; PRC 5301, PRC 5358, PRC 5277, PRC 5280, PRC 3566; A 7, 10, 58; S 1, 5, 37)
  - C2. A) MR. AND MRS. JOHN FARLOW; B) DONNER LAKE UTILITY COMPANY; C) DENNIS RICCI, ET AL.; D) TAHOE VISTA YACHT HARBOUR; E) TAHOE MARINA DEVELOPMENT, INC.; F) COPYRIGHT SERVICES, LTD.; G) SIERRA BOAT COMPANY, INC.; H) LONE STAR INDUSTRIES, INC.; I) CITY OF NEEDLES; J) QUINTANA MINERALS CORPORATION; K) STEVEN L. WHITE, ET AL. (APPLICANTS): Approval of eleven Rent Reviews/Continuations: one in San Joaquin County; one in Nevada County; five in Placer County; one in Fresno and Madera counties; one in San Bernardino County; one in Inyo County and one in San Diego County. (Suetta; PRC 5926, PRC 4945, PRC 3545, PRC 5739, PRC 1710; PRC 4923, PRC 5680, PRC 5514, PRC 4078, PRC 4627, PRC 5265; A 3, 7, 26, 32, 34, 61, 74; S 1, 5, 14, 15, 25, 37)
  - C3. PACIFIC & TEXAS PIPELINE AND TRANSPORTATION COMPANY (APPLICANT): Approval of the Amendment of Industrial Lease - Right-of-Way parcel of sovereign land located in the historic bed of the Colorado River, Riverside County. (Poe; PRC 7005; A 68; S 36)
  - C4. BUD ANTLE, INC. (APPLICANT): Approval of ten-year General Permit - Protective Structure Use tide and submerged land in the Salinas River near the town of Castroville, Monterey County. (Poe; W 23887; A 28; S 17)
  - C5. JERRY GANZ (APPLICANT): Approval of a ten-year General Permit - Protective Structure Use parcel of tide and submerged land located in Richardson Bay, City of Belvedere, Marin County. (Poe; W 23864; A 9; S 3)
  - C6. PEGGY HOMESTEAD TRUST C/O JAMES SCHLECT, TRUSTEE (APPLICANT): Approval of a ten-year General Permit - Protective Structure Use parcel of tide and submerged land located in Richardson Bay, City of Belvedere, Marin County. (Poe; W 23905; A 9; S 3)
  - C7. SOUTHERN PACIFIC PIPE LINES, INC. (LESSEE): Approval of an Amendment to Master Lease No. PRC 5439, General Lease - Right-of-Way Use Southern Pacific Pipe Lines, Inc., for the addition of a 12-inch diameter petroleum pipeline, on tide and submerged land crossing the Sacramento River and American River located in Yolo County and Sacramento County. (Maricle; W 23821, W 23822; A 4, 6, 10; S 5, 6)
  - C8. CALIFORNIA YACHT CLUB (ASSIGNOR); LAACO, LTD. (ASSIGNEE): Authorize Issuance of an Assignment to LAACO, Ltd. of a five-year General Permit - Recreational Use parcel of tide and submerged land located at Catalina Harbor, Santa Catalina Island, Los Angeles County. (Lipphardt; PRC 6410; A 58; S 29)

=Yes		N=No		A=Abstain		VOTE		
Deferred	Pulled	Considered - No Action Taken	Informational Only - No Action	Approved as Presented	Controller	Lt. Governor	Director of Finance	
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\*See Attached

CALENDAR PAGE \_\_\_\_\_  
 MINUTE PAGE 664

Item	N=No A=Abstain							
	Withdrawn	Pulled	Considered - No Action Taken	Informational Only - No Action Taken	VOTE			
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- C9. COUNTY OF STANISLAUS (APPLICANT): Approval of a 49-year General Permit - Public Agency Use parcel of submerged land located in the Tuolumne River near Modesto and Ceres, Stanislaus County. (Gordon; W 23670; A 27; S 12)
- C10. FRANKLIN D. RAMOS (LESSEE): Authorize Termination of Lease General Permit - Recreational Use and Acceptance of a Quitclaim Deed parcel of tide and submerged land located in Steamboat Slough and Martin's Island, Solano County. (Lane; WP 6748; A 4; S 2)
- C11. CONTRA COSTA COUNTY FLOOD CONTROL & WATER CONSERVATION DISTRICT (APPLICANT): Approval of a 49-year General Permit - Public Agency Use parcel of tide and submerged land located in the San Joaquin River at Antioch, Contra Costa County. (Lane; W 23858; A 10; S 7)
- C12. CITY OF EUREKA (LESSOR); CALIFORNIA COASTAL CONSERVANCY AND THE CALIFORNIA DEPARTMENT OF GENERAL SERVICES (LESSEES): Approval of two Leases of Granted Lands by the City of Eureka to the California Coastal Conservancy and the Department of General Services; City of Eureka, Humboldt County. (Townsend, Stevenson; G 04-02.10, W 23398; A 2; S 2)
- C13. SOUTHERN CALIFORNIA EDISON COMPANY (APPLICANT): Termination of Lease and Approval of General Lease Right-of-Way Use parcel of State school land located in southeastern Inyo County near Shoshone. (N. Smith; WP 3463; A 34; S 25)
- C14. SOUTHERN CALIFORNIA EDISON COMPANY (APPLICANT): Termination of Lease and Approval of General Lease Right-of-Way Use parcel of State school land located in southeastern Inyo County near Shoshone. (N. Smith; WP 3454; A 34; S 25)
- C15. CHARLES E. MADDOX (APPLICANT): Deny without prejudice, an application for purchase of an access easement across State owned land in Lucerne Valley, San Bernardino County. (Fong; SA 5681; A 61; S 25)
- C16. CROWLEY MARITIME CORP. (APPLICANT): Approval of a one-year Maintenance Dredging Permit mineral reserve lands located in the Oakland Inner Harbor Channel at Merritt Ship Repair, Alameda County. (Martinez; W 23878; A 13; S 9)
- C17. ANAVI MINING COMPANY, LTD. (APPLICANT): Approval of a permit to prospect for minerals other than oil, gas, geothermal resources, sand and gravel, San Bernardino County. (Pelka; W 40499; A 61; S 25)
- C18. CRESCENT CITY HARBOR DISTRICT (APPLICANT): Approval of Maintenance Dredging Permit to accommodate mooring of Coast Guard vessels at Crescent City Harbor, Del Norte County. (Martinez; WP 5209; A 2; S 2)
- C19. SHELL WESTERN E&P, INC. (LESSEE); CHEVRON U.S.A., INC. (OPERATOR): Deferral of Drilling Operations State oil and gas Lease PRC 3314, Ventura County. (Livenick; PRC 3314; A 35; S 18)
- C20. CONTINENTAL MARITIME OF SAN DIEGO, INC. (APPLICANT): Amendment of Maintenance Dredging Permit to reflect royalty rates applicable under current Dredging Policy, San Diego County. (Martinez; PRC 6976; A 79; S 40)
- C21. EXXON COMPANY, U.S.A. (APPLICANT): Amendment of Maintenance Dredging Permit to reflect royalty rates applicable under current Dredging Policy, Solano County. (Martinez; PRC 4941; A 4; S 2)
- C22. BENICIA PORT TERMINAL COMPANY (APPLICANT): Amendment of Maintenance Dredging Permit to reflect royalty rates applicable under current Dredging Policy, Solano County. (Martinez; W 5096; A 4; S 2)
- C23. DUVAL CORPORATION (ASSIGNOR); MOUNTAIN STATES MINERAL ENTERPRISES, INC. (ASSIGNEE): Approval of Assignment and Extension of Permit to Prospect for minerals other than oil and gas, geothermal resources and sand and gravel, San Bernardino County. (Pelka; PRC 5906; A 61; S 25)
- C24. TWO PRODUCTION CORP. (APPLICANT): Issuance of a Negotiated Subsurface State oil and gas Lease, Glenn County. (Grabner; W 40508; A 1; S 4)

Deferred	Pulled	Considered - No Action	Informational Only	Approved as proposed	VOTE		
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- C25. HOMESTAKE MINING COMPANY (APPLICANT): Approval of a permit to prospect for minerals other than oil, gas, geothermal resources and sand and gravel, San Bernardino County. (Pelka; W 40513; A 61; S 25)
  - C26. TEXASGULF MINERALS AND METALS, INC. (APPLICANT): Approval of extension of one permit to prospect for minerals other than oil and gas, geothermal resources and sand and gravel, Imperial County. (Pelka; PRC 6811; A 60; S 37)
  - C27. TEXASGULF MINERALS AND METALS, INC. (PERMITTEE): Approval of extension of permit to prospect for minerals other than oil and gas, geothermal resources and sand and gravel, Riverside County. (Pelka; PRC 6789; A 68; S 36)
  - C28. CITY OF LONG BEACH (APPLICANT): Notice of intent by the City of Long Beach, Los Angeles County, to spend \$56,000 of its tideland oil revenues for plumbing and restroom upgrade at the Long Beach Arena. (Naughton; W 10410; A 58; S 29)
- III. REGULAR CALENDAR ITEMS 29-49
- 29. CHEVRON U.S.A, INC. (APPLICANT): Approval of a 25-year General Lease - Right-of-Way Use, parcel of tide and submerged land located in San Pablo Bay near Point San Pablo, Richmond, Contra Costa County. (Lane; W 23772; A 11; S 7)
  - 30. CITY OF PITTSBURG (APPLICANT): Approval of a 20-year General Lease - Public Agency Use, parcel of tide and submerged land located in the Sacramento River and New York Slough at Pittsburg, Contra Costa County. (Lane; W 23649; A 11; S 7)
  - 31. STATE LANDS COMMISSION (PARTY): Adoption of Sacramento River Carrying Capacity Study, Implementation Plan and Consideration of a course of action regarding the Commission's moratorium on marina construction, Sacramento and Yolo Counties. (Horn; W-23451; A 3, 4, 8, 10; S 1, 5, 6)
  - 32. A) SIGNAL BOLSA CORPORATION; B) SIGNAL LANDMARK, INC.; C) SIGNAL LANDMARK PROPERTIES, INC.; D) CALIFORNIA DEPARTMENT OF FISH AND GAME; E) STATE LANDS COMMISSION (PARTIES): Approval of Memorandum of Agreement Extending the Term for the Lease of Right and Option to Acquire Real Property which is a part of the 1973 Settlement Agreement regarding lands in the Bolsa Chica Area, Orange County. (Louie/Fossum/Kaufmann; BLA 137, WP 4960, PRC 4735; A 59; S 37)
  - 33. SAN FRANCISCO INTERNATIONAL AIRPORT, HOMETEL (ON-THE-BAY) LIMITED PARTNERSHIP (PARTY): Approval of Manufacturers Hanover Trust as Secured Party-Lender for Encumbrancing of State Leases in the City of Burlingame, San Mateo County. (Horn; PRC 4688, 4690, 4691; A 20; S 8)
  - 34. CITY OF LONG BEACH (GRANTEE): Consideration of proposed Cogeneration Facility, Long Beach Unit, Wilmington Oil Field, Los Angeles County. (Lammers; W 17059; A 57, 58; S 29)
  - 35. CITY OF LONG BEACH (PARTY): Tenth Modification of the 1986-1987 Plan of Development and Operations and Budget, Long Beach Unit, Wilmington Oil Field, Los Angeles County. (Lammers; W 17089; A 57, 58; S 29)
  - 36. UNION OIL COMPANY OF CALIFORNIA (LESSEE/OPERATOR): Find the Lessee in Default with terms of State Oil and Gas Lease PRC 2879. (Gonzalez; W 40441; PRC 2879; A 35; S 18)
  - 37. SHELL CALIFORNIA PRODUCTION, INC. (OPERATOR): Approval of Amendment to State Oil and Gas Lease PRC 2920, Santa Barbara County. (Livanick; PRC 2920; A 35; S 18)
  - 38. INFORMATIVE - CITY OF LONG BEACH (APPLICANT): Report on Reduction of Retroactive Equity Adjustments, Long Beach Unit (Implementation of Assembly Bill 2568). (Pace; W 15060; A 57, 58; S 29)
  - 39. CAGEX COMPANY (APPLICANT): Approval of Amended Gas Sales Agreement, State Oil and Gas Lease PRC 5995, Solano County. (Gonzalez; PRC 5995; A 4; S 2)

Item 25 Corrected 3/27/87

Pulled	Considered - No Action Taken	Informational Only - No Action Taken	Approved as Presented	VOTE		
				Controller	At. Governor	Director of Finance
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- 40. CHEVRON U.S.A., INC. (LESSEE/OPERATOR): Approval of Letter Amendments to Existing Gas Purchase and Sales Agreements to permit Chevron to sell the State's Royalty Share of the gas produced from the Chevron State leases at the Redetermined "Fair Market Value" Price, Contra Costa, Sacramento, San Joaquin and Solano Counties. (Hamilton; LSE E-415, PRC 714, PRC 729, PRC 2966, PRC 3743, PRC 3896, PRC 6499, W 9738; A 4, 10, 26; S 2, 5, 7)
- 41. AGGREGATE TRANSPORT (APPLICANT): Award a Mineral Extraction Lease by competitive bid to Aggregate Transport, Sacramento River, Sacramento and Yolo Counties. (Martinez; W 23829; A 4, 10; S 5, 6)
- 42. TEXACO REFINING & MARKETING, INC. (APPLICANT): Award of Royalty Oil Sales Contract, State Oil and Gas Lease, Huntington Beach Field, Orange County, to the highest responsible bidder. (Tanner; W 9603.47; A 58; S 37)
- 43. CITY OF LONG BEACH (APPLICANT): Approval of Award of crude oil sales contract for oil produced from Tracts within Fault Block IV Unit and Fault Block V Ranger Zone Unit, Wilmington Oil Field, Los Angeles County; by City of Long Beach. (Tanner; W 9603.56; A 57, 58; S 29)
- 44. ERSE CORPORATION (PERMITEE): Denial of request for extension of a permit to prospect for minerals other than oil and gas, geothermal resources and sand and gravel, San Francisco County. (Pelka; PRC 6790; A 19; S 3, 8)
- 45. CITY OF MARICOPA (APPLICANT): Exemption of Oil and Gas Lease from Competitive Public Bidding Requirements, California Public Resources Code, City of Maricopa, Kern County. (Tanner; W 40518; A 33; S 16)
- 46. PHILLIPS PETROLEUM COMPANY (LESSEE/OPERATOR): Approve a deferral of drilling obligation of State oil and gas Lease PRC 3499, Santa Barbara County. (Gonzalez; PRC 3499, A 35; S 18)
- 47. COUNTY OF MARIN (APPLICANT): Authorization to Purchase with Kapiloff Land Trust Funds a parcel of land on Richardson Bay in the City of Tiburon, Marin County. (Howe; W 23911; A 9; S 3)
- 48. BROWNING-FERRIS INDUSTRIES OF CALIFORNIA, INC., A CALIFORNIA CORPORATION (PARTY): Request for Authorization to Enter a Compromise Title Settlement Agreement affecting a parcel of land located in the City of Redwood City, San Mateo County. (Stevenson/Rusconi; W 21028; A 20; S 11)
- 49. A) UNITED STATES ARMY CORPS OF ENGINEERS WATERWAYS EXPERIMENT STATION; B) CALIFORNIA STATE LANDS COMMISSION (PARTIES): Approval of Memorandum of Agreement between the State Lands Commission and the United States Army Corps of Engineers Waterways Experiment Station, Vicksburg, Mississippi for purposes of conducting technical studies relating to the feasibility and effect of constructing an ocean entrance system in the West Harbor/Bolsa Chica Area, Orange County. (Gorfain/Lien/Possus; BLA 137, WP 49XO, PRC 4735, W 30029.1; A 58; S 37)

\*See Attached