

MINUTE ITEM

This Calendar Item No. C14
was approved as Minute Item
No. 14 by the State Lands
Commission by a vote of 3
0 at its 2/5/92
meeting.

CALENDAR ITEM

C 1 4

A 61
S 25

02/05/92
SA 5704
Reese

AUTHORIZE, AS BOTH STATE LANDS COMMISSION AND
SCHOOL LAND BANK TRUSTEE, TO SELL, AND
SUBSEQUENTLY ISSUE A PATENT TO MERIDIAN OIL, INC.,
FOR STATE LIEU LAND NEAR DAGGETT, SAN BERNARDINO COUNTY

APPLICANT:

Meridian Oil, Inc.
2919 Allen Parkway
Houston, Texas 77210

AREA, TYPE LAND AND LOCATION:

A 135±-acre parcel of State lieu land located near the town
of Daggett in Section 23, T9N R1E, SBM, San Bernardino
County.

PREREQUISITE CONDITIONS, FEES AND EXPENSES:

Filing fee has been received.

STATUTORY AND OTHER REFERENCES:

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

AB 884:

N/A

BACKGROUND

The Commission acquired this 135±-acre parcel of lieu lands
located near the town of Daggett in 1958 from the Bureau of Land
Management (BLM). The parcel is presently encumbered with a
115kv powerline right-of-way which was issued by the BLM prior to
consummation of the Commission's indemnity selection and a right-
of-way lease approved by the Commission in March 1991. The
Commission: 1) approved the issuance of a lease for a natural
gas pipeline and metering station to Kern River Gas Transmission
Company; and 2) approved the issuance, jointly to Mojave Pipeline
and Kern River, a lease for a natural gas transmission line.

On August 28, 1991, staff received an application from Meridian Oil, Inc. to purchase the above-described parcel to facilitate construction of a pipeline lateral to a generating station owned by Southern California Edison Company. This lateral would connect with the Mojave/Kern natural gas pipeline which is scheduled to be in service in early February 1992.

OTHER PERTINENT INFORMATION:

1. Staff has determined that the consideration of this proposed sale of school land is exempt from the requirements of the CEQA as a statutorily exempt project. The project is exempt because it involves an action taken pursuant to the School Land Bank Act, P.R.C. 8700, et seq.

Authority: P.R.C. 8710.

2. The consideration of \$365,500 will be deposited in the School Land Bank Fund. The proposed action will facilitate the management of school lands for the purpose of generating revenue and carrying out the goal of the School Land Bank Act. The State Lands Commission will be acting as trustee for the School Land Bank Fund pursuant to Division 7.2 of the P.R.C.
3. Staff has filed a General Plan for this activity with the Legislature pursuant to P.R.C. 6373.

EXHIBITS:

- A. Land Description
- B. Location Map
- C. General Plan

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE SALE OF THE STATE LIEU LAND PARCEL DESCRIBED IN EXHIBIT "A" IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. CODE REGS. 15061 AS A STATUTORILY EXEMPT PROJECT PURSUANT TO P.R.C. 8710, AN ACTION TAKEN PURSUANT TO THE SCHOOL LAND BANK ACT, P.R.C. 8700, ET SEQ.
2. FIND THAT A GENERAL PLAN FOR THIS ACTIVITY WAS PREPARED AND FILED, BY COMMISSION STAFF, WITH THE LEGISLATURE PURSUANT TO P.R.C. 6373.

3. AUTHORIZE THE SALE OF A 135±-ACRE PARCEL OF STATE LIEU LAND AND THE SUBSEQUENT ISSUANCE OF A PATENT TO MERIDIAN OIL, INC. FOR THE LAND DESCRIBED IN EXHIBIT "A", SUBJECT TO THE PROVISIONS OF THE GENERAL PLAN (EXHIBIT C), EXISTING AGREEMENTS AND APPLICABLE STATUTORY AND CONSTITUTIONAL REQUIREMENTS AND RESERVATIONS, INCLUDING, BUT NOT LIMITED TO, ALL MINERALS, RIGHT OF ENTRY, AND THE RIGHT OF THE PUBLIC TO FISH UPON.
4. FIND THAT THIS SALE OF LAND WILL FACILITATE THE MANAGEMENT OF SCHOOL LANDS FOR THE PURPOSE OF GENERATING REVENUE AND CARRYING OUT THE GOALS OF THE SCHOOL LAND BANK ACT AND AUTHORIZE THE DEPOSIT OF \$365,500 INTO THE SCHOOL LAND BANK FUND.
5. AUTHORIZE STAFF TO TAKE ALL ACTIONS NECESSARY TO COMPLETE THE TRANSACTION DESCRIBED HEREIN.

EXHIBIT "A"

A parcel of land in Section 23, T 9 N, R 1 E, SBM, in the vicinity of Daggett, San Bernardino County, California, more particularly described as follows:

The NW 1/4 of the SW 1/4, and the SW 1/4 of the SE 1/4, and the S 1/2 of the SW 1/4 of Section 23, T 9 N, R 1 E, SBM.

Reserving to the State of California, in all the lands described herein, all minerals and mineral deposits, including, but not limited to, oil and gas, other gases, including, but not limited to nonhydrocarbon and geothermal gases, oil shale, coal, phosphate, alumina, silica, fossils of all geological ages, sodium, gold, silver, metals, and their compounds, alkali, alkali earth, sand, clay, gravel, salts and mineral waters, uranium, trona, and geothermal resources, together with the right of the State or persons authorized by the State to prospect for, drill for, extract, mine and remove such deposits or resources, and to occupy and use so much of the surface of the lands as may be necessary therefore.

There is hereby reserved to the grantor, in all the lands described herein, the absolute right of the people to fish thereupon, as provided by Section 25 of Article 1 of the Constitution of the State of California.

Together with any reversionary rights that may exist in the lands encumbered by the A. T. & S. F. Railroad right of way and the National Trails Highway right of way.

(REVISED 02/04/92)

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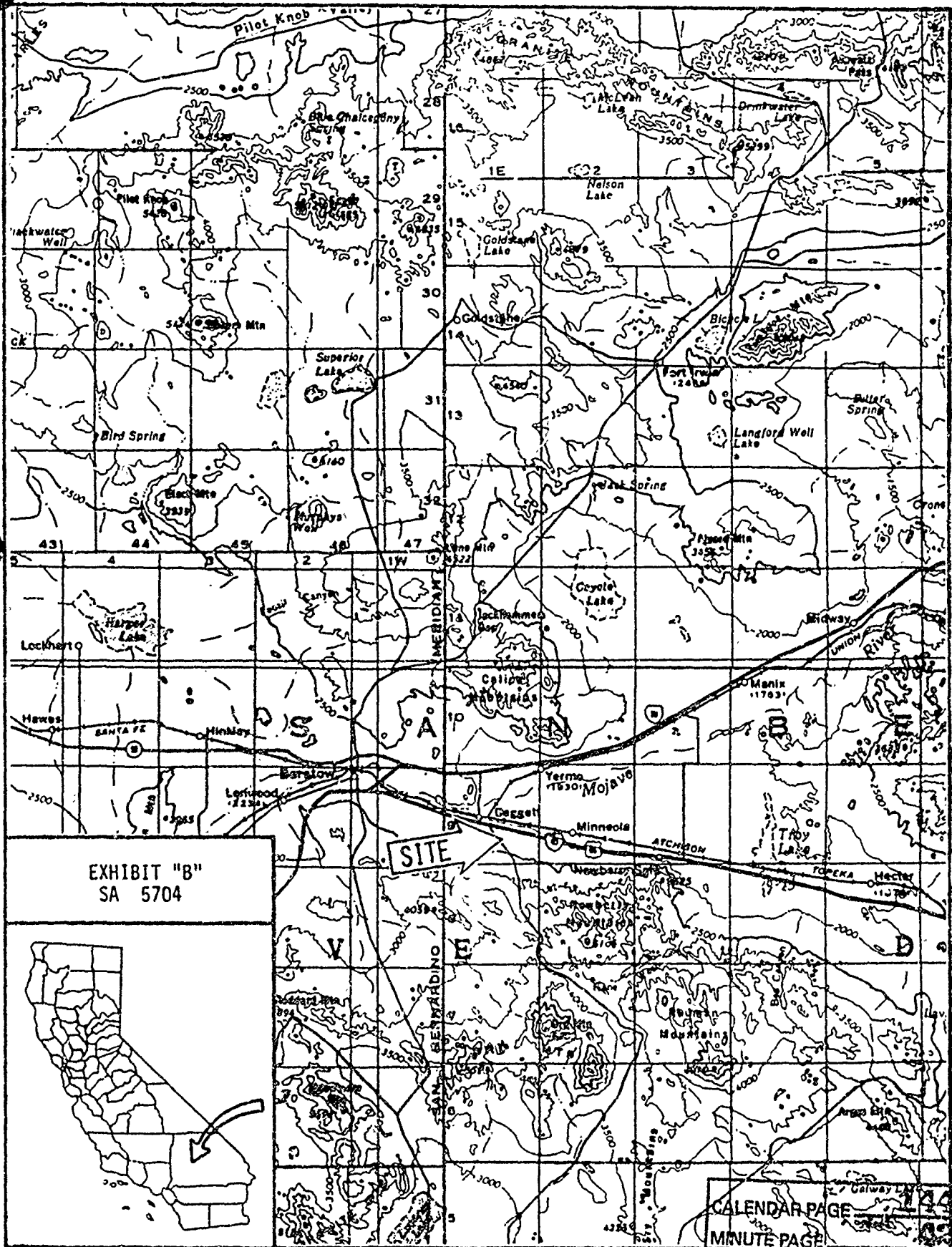


EXHIBIT "B"
SA 5704



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EXHIBIT "C"

GENERAL PLAN

The State Lands Commission (SLC) proposes to sell 135± acres of State lieu land to Meridian Oil, Inc.

Meridian Oil, Inc. has applied to the SLC for purchase of land in Section 23, T9N R1E SBM, San Bernardino County for the purpose of constructing a 12" diameter natural gas pipeline connecting to the Mojave Pipeline, approved by SLC on March 1, 1991, located in the extreme southwest corner of the property. The natural gas pipeline would run northerly, and into the southwest corner of the Southern California Edison Coolwater Generating Station. Current use of the land is open space and an existing right of way corridor.