

MINUTE ITEM

40. ADMINISTRATION OF TIDELAND OIL AND GAS REVENUES UNDER PROVISIONS OF CHAPTER 2160/1963 - W.O. 4848.

After consideration of Calendar Item 42 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

1. THE EXECUTIVE OFFICER IS AUTHORIZED TO REPORT TO THE STATE CONTROLLER FOR THE 1963-64 FISCAL YEAR AS REQUIRED BY CHAPTER 2160/63, IN ACCORDANCE WITH EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF;
2. THE EXECUTIVE OFFICER IS ALSO AUTHORIZED TO REPORT TO THE STATE CONTROLLER, AS REQUIRED BY CHAPTER 2160/63, THE REVENUES REMITTED DURING THE 1964-65 FISCAL YEAR AT THE TIME OF REMITTANCE, FOR ALL REVENUES RECEIVED FROM WITHIN THE LIMITS OF QUALIFYING CITIES OF COUNTIES AS DESCRIBED ON EXHIBIT "B" ATTACHED AND MADE A PART HEREOF.

Attachment

Calendar Item 42 (4 pages)

CALENDAR ITEM

42.

ADMINISTRATION OF TIDELAND OIL AND GAS REVENUES UNDER PROVISIONS OF CHAPTER 2160/1963 - W.O. 4848.

Chapter 2160/1963 added Sections 6816.5 and 6817 to the Public Resources Code, providing for subventions of State tide and submerged land oil and gas revenues to cities and counties, under conditions described below, and requiring the State Lands Commission to report to the State Controller the amounts of the revenues to be used for purposes of calculating the subventions.

The salient features of Chapter 2160/1963 (Exhibit "C"), as interpreted by two Attorney General's Opinions (Exhibits "D" and "E") and memoranda from the staff Legal Section, are:

1. The subventions shall be made to cities or counties which own or operate parks (public beaches) free of charge to the public for recreational purposes, which parks must be offset by tide and submerged land oil and gas leases let by the Commission immediately adjacent to and having a common frontage with the parks.
2. The subvention for each fiscal year shall amount to one percent of the State's total revenue from leases lying offshore but within the limits of the particular city or county, to a maximum of seventy-five thousand dollars (\$75,000) for each mile or fraction of a mile of ocean frontage of park qualifying under number 1 above.
3. The apportionment for any given fiscal year shall be based upon the physical facts with respect to each city or county existing on June 30 of the next preceding fiscal year.
4. The State Lands Commission shall, at the time of remitting revenues to the State Treasury, report to the State Controller the total amount of the revenue received from tide and submerged lands shown with respect to each city or county to which such amount is applicable, commencing with revenues received in the State Treasury on October 1, 1963.
5. The legislation provides that "The report of the State Lands Commission and the apportionments of the Controller shall be final."

The Staff has investigated all parks and beaches owned or operated by cities and counties to which Chapter 2160/1963 might apply for both 1963-64 and 1964-65 fiscal years, and recommends that:

1. THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO REPORT TO THE STATE CONTROLLER FOR THE 1963-64 FISCAL YEAR AS REQUIRED BY CHAPTER 2160/63, IN ACCORDANCE WITH EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF;

CALENDAR ITEM 42. (CONTD.)

2. THE COMMISSION ALSO AUTHORIZES THE EXECUTIVE OFFICER TO REPORT TO THE SALE CONTROLLER, AS REQUIRED BY CHAPTER 2160/63, THE REVENUES PERMITTED DURING THE 1964-65 FISCAL YEAR AT THE TIME OF REMITTANCE, FOR ALL REVENUES RECEIVED FROM WITHIN THE LIMITS OF QUALIFYING CITIES OR COUNTIES AS DESCRIBED ON EXHIBIT "B" ATTACHED AND MADE A PART HEREOF.

Attachments

Exhibits "A" and "B"

EXHIBIT "A"

1963-64 FISCAL YEAR

COUNTY OR CITY QUALIFY- ING FOR SUBVENTIONS UNDER CHAPTER 2160/1963 DURING 1963-64 FISCAL YEAR	PARK OR BEACH OWNED OR OPERATED BY CITY OR COUNTY ON JUNE 30, 1963	STATE OIL AND GAS LEASE IMMEDIATELY ADJACENT TO AND HAVING COMMON FRONT- AGE WITH PARK ON JUNE 30, 1963	LINEAR DISTANCE OF OCEAN FRONTAGE OF "PARK"		TOTAL REVENUE FROM STATE OIL AND GAS LEASES LYING OFFSHORE BUT WITHIN THE LIMITS OF CITY OR COUNTY REMITTED TO STATE TREASURY BETWEEN OCTOBER 1, 1963 AND JUNE 30, 1964*
			FEET	MILES AND FRACTIONS OF MILES	
					Remitted Oct. '63 thru June '64
					June 1964
CITY OF HUNTINGTON BEACH	HUNTINGTON BEACH PUBLIC BEACH	PRC 1524 PRC 91 E-392 TOWN LOT EASEMENTS	17,791		
	TOTAL		17,791	4	2,057,321. 225,278.
					Maximum Revenue for apportionment \$2,282,599.
CITY OF SEAL BEACH	SEAL BEACH PUBLIC BEACH	PRC 186 PRC 3095	5,100		
	TOTAL		5,100	1	3,496,753. 56,771.
					Maximum Revenue for apportionment \$3,553,524.
COUNTY OF SANTA BARBARA	GAVIOTA BEACH STATE PARK	PRC 2894	559		
	REFUGIO BEACH STATE PARK	PRC 2955	3,196		
	TOTAL		3,755	1	30,650,102. 742,892.
					Maximum Revenue for apportionment \$7,500,000
COUNTY OF VENTURA	HOFFMAN PARK	PRC 410	366	1	
	TOTAL		366	1	700,865. 74,035.
					Maximum Revenue for apportionment \$774,900.

20.17
20.18

*(a) Figures derived from working papers on file in the Office of the State Lands Commission, W.O. 4848.
 *(b) Revenue for month of June 1964 reported separately to comply with State Controller's procedures respecting year-end accruals.

EXHIBIT "B"

1964-65 FISCAL YEAR

COUNTY OR CITY QUALIFYING FOR SUBVENTIONS
UNDER CHAPTER 2160/1963 DURING 1964-65
FISCAL YEAR

PARK OR BEACH OWNED OR OPERATED BY
CITY OR COUNTY ON JUNE 30, 1964

TOTAL QUALIFYING MILEAGE

CITY OF HUNTINGTON BEACH	HUNTINGTON BEACH PUBLIC BEACH	4
CITY OF SEAL BEACH	SEAL BEACH PUBLIC BEACH	1
COUNTY OF SANTA BARBARA	GAVIOTA BEACH STATE PARK	1
	REFUGIO BEACH STATE PARK	
COUNTY OF VENTURA	HOFFMAN PARK	1
COUNTY OF ORANGE	SUNSET BEACH*	2

*Offset by State leases awarded during 1963-64 Fiscal Year. Frontage 6280 feet.