

MINUTE ITEM

12/16/65

14. APPLICATION FOR MODIFICATION OF COMMISSION ACTION AUTHORIZING LEASE P.R.C. 3265.1, COVERING A PARCEL OF TIDE AND SUBMERGED LAND IN SUNSET BAY, ORANGE COUNTY; SHELL OIL COMPANY - W.O. 5325.

After consideration of Calendar Item 24 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION MODIFIES ITS ACTION OF MAY 23, 1965, WHICH AUTHORIZED THE ISSUANCE TO SHELL OIL COMPANY OF A 15-YEAR LEASE OF TIDE AND SUBMERGED LANDS, TO PROVIDE BLANKET CONSENT TO SUBLEASE TO ANY OPERATORS UNDER CONTRACT TO THE LESSEE DURING THE LIFE OF THE LEASE, SUBJECT TO ADVANCE WRITTEN NOTICE TO THE COMMISSION OF EACH SUCH SUBLET, AND PROVIDED THAT SHELL OIL COMPANY CONTINUES TO ASSUME ALL OBLIGATIONS OF THE LEASE.

Attachment

Calendar Item 24 (1 page)

24.

APPLICATION FOR MODIFICATION OF COMMISSION ACTION AUTHORIZING LEASE P.R.C. 3265.1, COVERING A PARCEL OF TIDE AND SUBMERGED LAND IN SUNSET BAY, ORANGE COUNTY; SHELL OIL COMPANY - W.O. 5325.

On March 23, 1965, the Commission authorized the Executive Officer to issue to Shell Oil Company a lease of a parcel of tide and submerged land in Sunset Bay, for use as a marine service station.

Shell Oil Company has requested that Section 6 of the standard lease form, which forbids subletting of the land except upon the prior written consent of the State, be modified. The Company requests the privilege of subleasing to a service station operator under contract to the lessee without the necessity of first obtaining consent.

Commission approval of this request will eliminate the necessity of Commission action on a routine matter at various times during the life of the lease.

IT IS RECOMMENDED THAT THE COMMISSION MODIFY ITS ACTION OF MAY 23, 1965, WHICH AUTHORIZED THE ISSUANCE TO SHELL OIL COMPANY OF A 15-YEAR LEASE OF TIDE AND SUBMERGED LANDS, TO PROVIDE BLANKET CONSENT TO SUBLEASE TO ANY OPERATORS UNDER CONTRACT TO THE LESSEE DURING THE LIFE OF THE LEASE, SUBJECT TO ADVANCE WRITTEN NOTICE TO THE COMMISSION OF EACH SUCH SUBLET, AND PROVIDED THAT SHELL OIL COMPANY CONTINUES TO ASSUME ALL OBLIGATIONS OF THE LEASE.