MINUTE ITEM

was approved as Minute Item No. 39 by the State Lands Commission by a verte of 3 to 0 at its 17/27/82 meeting.

CALENDAR ITEM

39

5/27/82 W 40326 Willard

## CONSENT TO ASSIGNMENT OF INDUSTRIAL AND OIL AND GAS LEASES

Shell Oil Company holds a number of leases with the State Lands Commission. These leases are listed and abstracted on Exhibit "A".

Shell Oil Company proposes to assign all its interest in said leases to a wholly-owned subsidiary corporation, Shell California Production Inc. The effective date of the assignments will be June 1, 1982.

Shell has replaced the various bonds required under the leases with a blanket bond (summation of individual bonds). Subsequently individual lease bonds will be filed and blanket bond withdrawn. Also, appropriate insurance requirements under the leases have been modified to reflect the assignee. Shell has provided a guarantee of all monetary obligations of Shell California Production Inc. under the leases.

Staff Counsel has reviewed the documents that will effect the assignments and has determined that the Commission may consent to the assignments in the manner and subject to the conditions set forth in said documents.

This transaction is not a project within the leasing defined in 14 Cal. Adm. Code 15037 and P.R.C. 21065. Accordingly, an environmental assessment for this transaction is not required.

AB 884:

N/A.

EXHIBIT:

A. List of leases to be assigned.

IT IS RECOMMENDED THAT THE COMMISSION:

- 1. DETERMINE THAT AN GIR HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH RIPORT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21065 AND 14 CAL. ADM. CODE 150.27.
- 2. CONSENT TO THE ASSIGNMENT OF ALL LEASES LISTED IN EXHIBIT "A", ATTACHED AND BY REFERENCE MADE A PART HEREOF, FROM SHELL OIL COMPANY TO SHELL CALIFORNIA PRODUCTION, INC.
- 3. AUTHORIZE THE EXECUTIVE OFFICER, OR HER DESIGNEE, TO EXECUTE APPROPRIATE DOCUMENTS TO EFFECTUATE SAID CONSENT.

(Revised 5/25/82)

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CALENDAR PAGE 1367

LEASE NO.

LOCATION

CALENDAR PAGE 13

CALENDAR PAGE

LEASE NO	LOCATION	USE
PRC 3016	A srip of submerged land, 50 feet in width, in the Santa Barbara Channel, near the mouth of Arroyo Hondo Creek, Santa Barbara County.	Submarine flow-line easement.
PRG 3017	A strip of submerged land, 50 feet in width, in the Sauta Barbara Channel, near the mouth of Arroyo Hondo Creek, Santa Barbara County.	Submarine flow-line easement.
PRC 3427	A strip of submerged land, 50 feet in width, in the Santa Barbara Channel, near the mouth of Arroyo Hondo Creek, Santa Barbara County.	Submarine flow-line easement.
PRC 3978	A 25-foot strip of sovereign land in Suisun Bay, near Ryer Island, Contra Costa and Solano Counties.	12-inch submarine gas pipeline and four-inch line for remoring condensate.
PRC 4303	A strip of submerged land, 25 feet in width, in Suisun Bay, near Ryer Island, Solano County.	Oil and gas subsurface easement pipeline.
PRG 5107	10.901 acres of submerged sovereign lands in Sacramento, Yolo, Gontra Costa and Solano Counties.	Industrial, natural gas pipeline for the installation, use and maintenance of a gas pipeline from Sacramento to Shell Oil Company refinery in Martinez.
	Approximately 23,295 lineal feet (20 feet wide) (10.696 acres <sup>±</sup> ) offshore from the Citras of Seal Beach and Nuntington Beach, Orange County.	Crude oil pipeline serving Outer Continental Shelf (OCS) oil and gas development.