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STATE LANDS COMMISSION
STATE OF CALIFORNIA
REGULAR MEETING

ORIGINAL

STATE CAPITOL
ROOM 447
SACRAMENTO, CALIFORNIA

THURSDAY, MARCH 23, 1989
3:30 P.M.

Nadine J. Parks
Shorthand Reporter

PETERS SHORTHAND REPORTING CORPORATION

3336 BRADSHAW ROAD, SUITE 240
SACRAMENTO, CALIFORNIA 95827
TELEPHONE (916) 362-2345

MEMBERS PRESENT

1
2 Leo T. McCarthy, Lieutenant Governor, Chairman

3 aFenus Stancell, representing Jesse R. Huff,
4 Direct or Finance, Commissioner

5 Jim Tucker, representing Gray Davis,
6 State Controller, Commissioner

7
8 Staff Participating

9 Claire Dedrick, Executive Officer
10 James F. Trout, Assistant Executive Officer
11 Robert Hight, Chief Counsel
12 N. Gregory Taylor, Deputy Attorney General
13 Lance Kiley
14 Wilbur Thompson
15 Gail Moore, Executive Secretary II
16 Lisa Lynn, Executive Secretary I
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Proceedings 1

Approval of Minutes 1

Consent Calendar, except for C-2U, 3, 4, 6,
9, and 16. 1

Regular Calendar

17 Off Calendar

18 1

19 Off Calendar

20 1

21 2

22 2

23 2

24 3

25 3

26 3

27 Off Calendar

28 3

29 4

30 4

31 Off Calendar

32 4

33 5

34 5

35 Off Calendar

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P R O C E E D I N G S

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3 CHAIRMAN MC CARTHY: I'm pleased to have
4 Commissioner Tucker sitting in for Commissioner Davis on
5 my left, and Commissioner Stancell sitting in for
6 Commissioner Huff on my right.

7 The minutes of the last meeting, motion that
8 they be approved as read. Unanimous.

9 Consent calendar. We're pu'ling off 2-U, 3, 4,
10 5, 6, 9, and 16.

11 EXECUTIVE OFFICER DEDRICK: Excuse me, Mr.
12 Chairman, not five. It's 4, 6, and 9.

13 CHAIRMAN MC CARTHY: Did I say 5?

14 EXECUTIVE OFFICER DEDRICK: Yes.

15 CHAIRMAN MC CARTHY: 4, 6, 9, and 16. Thank you.

16 EXECUTIVE OFFICER DEDRICK: You're very welcome.

17 CHAIRMAN MC CARTHY: 17 is off. We're on the
18 regular calendar. 18.

19 EXECUTIVE OFFICER DEDRICK: 18, the Enderle
20 Group. This is an approval of an additional one-year
21 salvage permit to those people to hunt for the second
22 silver at Owens Lake.

23 CHAIRMAN MC CARTHY: Any questions? All right.
24 Unanimously approved as requested. 20.

25 EXECUTIVE OFFICER DEDRICK: Item 20, Chevron,

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1 Exxon, and Arco are asking for a deferment of drilling on
2 leases in Santa Barbara County for a period of two years.
3 Staff recommends in the affirmative.

4 CHAIRMAN MC CARTHY: Any questions?
5 Audience? Commissioners?

6 COMMISSIONER STANCELL: None.

7 CHAIRMAN MC CARTHY: The request is unanimously
8 granted.

9 21.

10 EXECUTIVE OFFICER DEDRICK: 21, this is an
11 assignment of a geothermal lease in Imperial County from
12 Union Oil Company to Freeport-McMoran and Santa Fe Pacific.

13 CHAIRMAN MC CARTHY: Any questions? Audience?
14 Commission members?

15 All right. Unanimously granted.

16 22.

17 EXECUTIVE OFFICER DEDRICK: 22, Golden West
18 Refining Company is the high bidder on a royalty oil sale
19 contract in Huntington Beach Field. The bid is .7591.

20 CHAIRMAN MC CARTHY: Questions by Commissioners?
21 Audience? That's unanimously granted.

22 23.

23 EXECUTIVE OFFICER DEDRICK: Casex Company.
24 This is approval if a letter amendment to the gas
25 purchase agreement allowing them to sell the royalty gas to

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1 Pacific Gas & Electric Company.

2 CHAIRMAN MC CARTHY: Questions from the
3 Commissioners? Audience?

4 Authorization granted unanimously.

5 24.

6 EXECUTIVE OFFICER DEDRICK: 24 and 25 are both
7 Sachse Engineering. 24 is a geophysical survey permit
8 below two kilojoules and in compliance with the
9 Commission's regulations. 25 is a geological survey
10 permit. Neither item is controversial.

11 CHAIRMAN MC CARTHY: Any questions from the
12 members of the Commission? From the audience? All right.
13 Motion by Commissioner Stancell on 24 and 25 that the
14 recommendation be accepted. Second. Unanimous.

15 26.

16 EXECUTIVE OFFICER DEDRICK: Ralph Fuchslin,
17 a dredging permit for 3,000 cubic yards in Lake Tahoe.
18 And it complies with all the normal -- all the regulations.

19 CHAIRMAN MC CARTHY: Questions from the
20 Commissioners? The audience?

21 The recommendation is unanimously approved.

22 28.

23 EXECUTIVE OFFICER DEDRICK: 28, the City of
24 Long Beach. This is the approval of the 1989-90 plan and
25 budget for the city. The Director of the Division of Oil

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1 Properties, Xan Collassus, from the city is here to make
2 sure that this gets carried out.

3 CHAIRMAN MC CARTHY: Questions from the
4 Commissioners? From the audience? All right. Approved
5 as requested.

6 29.

7 EXECUTIVE OFFICER DEDRICK: 29 is the status
8 report on the first nine months of operation of the 88-89
9 plan.

10 CHAIRMAN MC CARTHY: Questions from the
11 Commissioners? Questions from the audience on 29?
12 Accepted. 30.

13 EXECUTIVE OFFICER DEDRICK: 30 is again the
14 City of Long Beach, the fourth modification of the 88-89
15 plan. Staff recommends approval.

16 CHAIRMAN MC CARTHY: Questions by the
17 Commissioners? By the audience?

18 Approval is unanimously granted.

19 32.

20 EXECUTIVE OFFICER DEDRICK: The next three
21 items are legal. Mr. Hight will present them.

22 MR. HIGHT: Mr. Chairman, 32 is the cession
23 of concurrent criminal jurisdiction over Devil's Postpile
24 National Monument. We've held hearings. The county and the
25 Federal Government is in support of this action.

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CHAIRMAN MC CARTHY: Questions from the
Commissioners? From the audience?
You're addressing just this one item, 32?
MR. HIGHT: 32.

CHAIRMAN MC CARTHY: 32. Unanimously approved.
33.

MR. HIGHT: 33 is the approval of a land
exchange between the City and an individual in the City
of San Mateo. The Commission is receiving fair value in
exchange for the land.

CHAIRMAN MC CARTHY: Any questions by the
Commissioners?
From the audience on 33? All right. Approved
as requested. 34.

MR. HIGHT: 34 is the annexation to the City of
Stockton of an area owned by Basell Land Company. And
the Commission's role in this action is to approve the
boundaries and legal sufficiency and also to approve the
the annexation as -- for Commission's ownership. We
recommend approval.

CHAIRMAN MC CARTHY: Questions from the
Commissioners on Item 34? From the audience? All right.
Approved as requested unanimously.

EXECUTIVE OFFICER DEDRICK: That's it.
CHAIRMAN MC CARTHY: Thank you all very much,

1 ladies and gentlemen.

2 EXECUTIVE OFFICER DEDRICK: Thank you,
3 Commissioners.

4 (Thereupon the meeting was adjourned
5 at 3:34 p.m.)

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CERTIFICATE OF SHORTHAND REPORTER

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I, Nadine J. Parks, a shorthand reporter of the State of California, hereby certifies that I reported the meeting of the State Lands Commission in shorthand writing and thereafter transcribed my shorthand writing into typewriting.

I further certify that I am a disinterested person herein and am not of attorney or counsel for any of the parties to said meeting, nor interested in the outcome of said meeting.

IN WITNESS WHEREOF, I have hereunto set my hand this 30th day of March, 1989.

Nadine J. Parks
Nadine J. Parks
Shorthand Reporter