RESOLUTION NO. 213171

MAY 1 1975

WHEREAS, the State of California, State Lands Commission, is proposing amendments to its regulations covering the leasing of State-owned land under its jurisdiction; and

WHEREAS, the most significant change is a proposed "throughput" charge levied on crude oil, petroleum, natural gas and liquified natural gas, which charge would be incurred for the privilege of transporting such products through pipelines located on State land; and

WHEREAS, under the proposal being considered by the State Lands Commission, San Diego Gas & Electric Company would be charged a "throughput" charge of 1.6 cents per barrel for each and every barrel of fuel oil delivered through the Encina pipeline; and

WHEREAS, a "throughput" charge on fuel oil offloaded at utility-owned marine terminals is plain and simply an indirect tax which must eventually be passed on to all electric customers; and

WHEREAS, the State Lands Commission has scheduled a public hearing for May 2, 1975 at 1:30 p.m. at the County Building in Long Beach, California, and will also accept written comments on this subject; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, as follows:

That this Council, for and on behalf of the citizens of the City of San Diego, requests the State Lands Commission to

modify its proposed "throughput" charge on all products transported via pipelines located on State lands so as to exempt fuel destined for utility purposes.

BE IT FURTHER RESOLVED, that a representative of the City Manager be directed to attend said public hearing of the State Lands Commission on May 2, 1975 at 1:30 p.m. in Long Beach for the purpose of presenting the Council's request to the Commission.

APPROVED: JOHN W. WITT, City Attorney

Jack Katz () Chief Deputy City Attorney

JK:k:470.1 4-30-75

Or.Dept.: Councilman Hubbard

assed and adopted	l by the Council of The City of San Diego o			MAY 1 1975		
the following vote		2.110 (2.17) 01 (2.11) 2.1	-8			
Counce Gil Johnson Maureen F. Lee Hubbar Leon L. Wil Floyd L. Mo Bob Martine Jim Ellis Jess D. Har Mayor Pete	O'Connor d liams orrow et	Yeas IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	Nays	Excused	Absent	
	AUTHENTIC	CATED BY:				
			PETE WILSON			
(Seal)		Mayor of The City of San Diego, California. EDWARD NIELSEN City Clerk of The City of San Diego, California. By				

Office of the City Clerk, San Diego, California

Resolution 213171

Adonted

MAY 1 1975

CC-1276 (REV. 1-75)