

**CITY OF HUNTINGTON BEACH  
LEGAL NOTICE**

**ORDINANCE NO. 4030  
Adopted by the City Council on AUGUST 4, 2014**

“AN ORDINANCE OF THE CITY OF HUNTINGTON BEACH PROVIDING CONSENT TO THE ASSIGNMENT OF THE OXY USA, INC. FRANCHISE TO CONSTRUCT, OPERATE AND MAINTAIN A PIPELINE SYSTEM FOR THE TRANSPORTATION OF OIL TO SOCAL HOLDINGS, LLC”

**SYNOPSIS:**

On March 18, 2013, the City Council approved the Franchise Agreement between the City and OXY USA, Inc. (OXY) for the installation, operation, and maintenance of a pipeline system for the transportation of oil, gas, and other hydrocarbon substances. On October 21, 2013, the Franchise Agreement was amended to allow for an additional existing six-inch diameter oil pipeline to the Agreement. The original Agreement allowed for the installation of a six-inch diameter pipeline, 1,407 linear feet in length, running northwest from the OXY facility located at the intersection of Pacific Coast Highway and Goldenwest Street to Pacific Coast Highway and 19<sup>th</sup> Street. The Second Amendment allowed for the use and maintenance of an existing 6-inch diameter pipeline, 1,694 linear feet in length, running northwest from the OXY facility at Pacific Coast Highway and 19<sup>th</sup> Street along Walnut Avenue to the OXY Facility at Pacific Coast Highway and Goldenwest Street.

On June 25, 2014, the City received a request to assign the OXY USA, Inc. Franchise Agreement to an OXY, wholly-owned subsidiary - SoCal Holdings, LLC. Pursuant to Section 11 of the Franchise Agreement, the Franchise may not be transferred, leased, or assigned except by written consent of the City Council. SoCal Holdings, LLC will be part of California Resources Corporation, which will provide flexibility to continue to develop their assets. No other action was initiated by this assignment request. SoCal Holdings provided the insurance required in the Agreement and the Franchise Bond and was in full compliance for requesting an assignment.

PASSED AND ADOPTED by the City Council of the City of Huntington Beach at a regular meeting held August 4, 2014 by the following roll call vote:

**AYES:** Katapodis, Hardy, Shaw, Harper, Boardman, Sullivan, Carchio

**NOES:** None

**ABSTAIN:** None

**ABSENT:** None

**THE FULL TEXT OF THE ORDINANCE IS AVAILABLE IN THE CITY CLERK’S OFFICE.**

**This ordinance is effective 30 days after adoption.**

**CITY OF HUNTINGTON BEACH  
2000 MAIN STREET  
HUNTINGTON BEACH, CA 92648  
714-536-5227  
JOAN L. FLYNN, CITY CLERK**