

CALIFORNIA STATE LANDS COMMISSION
100 Howe Avenue, Suite 100-South
Sacramento, CA 95825-8202



PAUL D. THAYER, *Executive Officer*
(916) 574-1800 · FAX (916) 574-1810
California Relay Service from TDD Phone 1-800-735-2929
from Voice Phone 1-800-735-2922

Contact Phone: (916) 574-1940
Contact FAX: (916) 574-1925

March 10, 2010

File Ref: W 25978, W 30151.3,
W 40852.2, W 9777.284

Paul Soanes, President
NorthernStar Natural Gas
First City Tower
1001 Fannin, Suite 1700
Houston, TX 77002

Dear Mr. Soanes:

SUBJECT: Clearwater Port, LLC - Application for a General Lease – Right of Way
Use for a Proposed Natural Gas Pipeline Associated with the Clearwater
Port Offshore LNG Terminal Project, Located Offshore in the Pacific Ocean,
Ventura County

This letter is to inform you that Clearwater Port, LLC's application for a General Lease – Right of Way Use, for the above-mentioned project has been terminated as of March 4, 2010. The termination is a result of a lack of activity on the application by Clearwater Port, LLC as noted in our December 3, 2009 letter (see enclosed) and pursuant to the Commission's application guidelines.

Our Accounting Office will be notifying you regarding a refund of any application processing funds remaining in the reimbursement account within ten days of the date of the termination of the application.

If you have any questions concerning this matter, please feel free to contact me at (916) 574-1940 or Mary Hays, Public Land Manager, at (916) 574-1812.

Sincerely,

Colin Connor
Colin Connor, Assistant Chief
Land Management Division

Enclosure
cc: See next page.

Paul Soanes

Page 2

cc: Mark Prescott, USCG
Keith Lesnick, MARAD
Linden Houston, MARAD
Ray Martin, USCG
Simon A. Poulter, Padre and Associates
Mark Meier, CSLC
Mary Hays, CSLC
Marina Brand, CSLC
Crystal Spurr, CSLC