STAFF REPORT C72

- A 4
- S 2

10/18/18 PRC 6794.2 S. Evans

REVISION OF RENT

LESSEE:

Pacific Gas and Electric Company

AREA, LAND TYPE, AND LOCATION:

3.5 acres, more or less, of State lieu land in a portion of Section 33, Township 11 North, Range 8 West, MDM, near Middletown, Sonoma County.

AUTHORIZED USE:

Continued use and maintenance of existing unpaved access road, known as Pine Flat Road.

LEASE TERM:

25 years, beginning November 5, 2001.

CONSIDERATION:

This lease provides that the Commission may modify the rent periodically during the lease term. Pursuant to this provision, staff reviewed the rent under this lease and recommends that rent be revised from \$569 per year to \$1,479 per year, effective November 5, 2018.

OTHER PERTINENT INFORMATION:

- On June 2, 2003, the Commission authorized a General Lease Right-of-Way Use to Pacific Gas and Electric Company for a term of 25 years beginning November 5, 2001 (<u>Item C06, June 2, 2003</u>). The lease will expire on November 4, 2026.
- 2. This action is consistent with Strategy 2.2 of the Commission's Strategic Plan to ensure timely receipt of revenues and royalties from the use and development of State lands and minerals.
- 3. Approving the revision of rent is not a project as defined by the California Environmental Quality Act because it is an administrative action that will not result in direct or indirect physical changes in the environment.

STAFF REPORT NO. C72 (CONT'D)

Authority: Public Resources Code section 21065 and California Code of Regulations, title 14, section 15378, subdivision (b)(5).

EXHIBIT:

A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 6794.2 from \$569 per year to \$1,479 per year, effective November 5, 2018.

