STAFF REPORT C31

- A 14
- S 7

12/03/18 PRC 4410.1 S. Evans

REVISION OF RENT

LESSEE:

Chemtrade West US LLC

AREA, LAND TYPE, AND LOCATION:

0.15 acre, more or less, of sovereign land in Suisun Bay, adjacent to 501 Nichols Road, near Bay Point, Contra Costa County.

AUTHORIZED USE:

Continued use and maintenance of 12-inch-diameter effluent discharge pipeline.

LEASE TERM:

20 years, beginning January 23, 2014.

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 \$910 per year to \$1,032 per year, effective January 23, 2019.

OTHER PERTINENT INFORMATION:

- On January 23, 2014, the Commission authorized a General Lease Right-of-Way Use to Chemtrade West US LLC for a term of 20 years beginning January 23, 2014 (<u>Item C55, June 19, 2014</u>). The lease will expire on January 22, 2034.
- 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.

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

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EXHIBIT:

A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 4410.1 from \$910 per year to \$1,032 per year, effective January 23, 2019.

