MINUTE ITEM

This Calendar Item No. was approved as Minute Item by the State Lands mission by a you of a

meading:

CALENDAR ITEM

C16.

7/79 W 21563 Reese Horn. PRC 5438.1

AL'ENDMENT OF LEASE PRC 5438.1

APPLICANT:

Pacific Gas and Electric Company

245 Mission Street

San Francisco, California 94106

AREA, TYPE LAND AND LOCATION:

Approximately 0.16 acres in the bed of

Lindsey Slough, Solano County.

LAND USE:

Pipeline for transport of natural and synthetic

gas.

TERMS OF EXISTING LEASE:

20-years from January 1, Initial period:

1978.

Renewal options:

2 successive periods

of 10-years each.

Public liability insurance: combined single

limit coverage of \$1,000,000.

Consideration:

Volumetric rental pursuant to 2 Cal. Adm. Code 2005 and 2006 with a minimum annual rental of \$15,000

5-year review.

TERMS OF PROPOSED AMENDMENT:

Add new parcel; no change in other lease

terms.

STATUTORY AND OTHER REFERENCES:

P.R.C.: Div. 6, Parts 1 & 2.

Cal. Adm. Code: Title 2, Div. 3.

OTHER PERTINENT INFORMATION:

At its meeting on January 26, 1978 (Minute Item No. 24) the Commission authorized issuance of a master gas pipeline lease to P.G.&E. covering their then existing 89 State lands leases. P.G.&E. has now applied to

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the Commission for an amendment to the lease to add a new parcel which will connect McCullough Oil and Gas Corporation's Hasting's Ranch No. 1-22 gas well to P.G.&E.'s existing system, via a new 8-inch line.

Inasmuch as the existing master gas line lease includes a volumetric rental that applies to all gas passing through P.G.&E.'s gas pipeline system, an adjustment in rental is not required. All other terms of the existing lease will remain in effect.

2. This project is exempt from CEQA because it involves a minor alteration to land (minor trenching and backfilling).

Authority: 14 Cal. Adm. Code Section 15104(f).

3. This project is situated on State land identified as possessing significant environmental values pursuant to P.R.C. 6370.1, and is classified in a use category, Class B, which authorizes Limited Use.

Staff has coordinated this project with those agencies and organizations who nominated the site as containing significant environmental values. They have found this project to be compatible with their nomination.

FURTHER APPROVALS REQUIRED:

Local, United States Army Corps of Engineers.

EXHIBITS:

A. Land Description (Plat). B. Location; Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN EIR HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH REPORT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21085, 14 CAL. ADM. CODE 15100 ET SEQ., AND 2 CAL. ADM. CODE 2907.

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- 2. FUND THAT GRANTING OF THE LEASE WILL HAVE NO SIGNIFICANT EFFECT UPON ENVIRONMENTAL CHARACTERISTICS IDENTIFIED PURSUANT TO SECTION 6370.1, OF THE P.R.C.
- AUTHORIZE ISSUANCE TO PACIFIC GAS AND ELECTRIC COMPANY AMENDMENT TO LEASE PRC 5438.1 EFFECTIVE AUGUST 1, 1979 WHICH ADDS A NEW PARCEL TO SAID LEASE AS DESCRIBED ON EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A FART HEREOF, FOR THE CONSTRUCTION AND MAINTENANCE OF A NEW 8-INCH GAS PIPELINE; PROVIDED THAT ALL OTHER TERMS AND CONDITIONS OF SUCH LEASE SHALL REMAIN IN FULL FORCE AND EFFECT.

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