CALENDAR ITEM

- A 33
- S 16

10/13/16 PRC 8737.1 R. Collins

REVISION OF RENT

LESSEE:

Pacific Gas and Electric Company 245 Market Street San Francisco, CA 94105

AREA, LAND TYPE, AND LOCATION:

Sovereign land in the Colorado River, southeast of the city of Needles, San Bernardino County.

AUTHORIZED USE:

Use and maintenance of groundwater quality monitoring wells.

LEASE TERM:

20 years, beginning December 14, 2006.

CONSIDERATION:

This lease provides that the Commission may modify the rent periodically during the lease term. Pursuant to this provision, staff conducted a review of the rent under this lease and recommends that rent be revised from \$100 per year to \$450 per year, effective December 14, 2016.

OTHER PERTINENT INFORMATION:

- On December 14, 2006, the Commission authorized a General Lease Right-of-Way Use to Pacific Gas and Electric Company for a term of 20 years. The lease will expire December 13, 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.

CALENDAR ITEM NO. C38 (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 8737.1 from \$100 per year to \$450 per year, effective December 14, 2016.

