MINUTE ITEM

This Calendar Item No. 434 was approved as Minute Item No. 44 by the California State Lands Commission by a vote of 3 to 6 at its 9-3-99 meeting.

CALENDAR ITEM C34

A 28, 30 09/03/99
PRC 4197.2 WP 4197.2
S 15, 16 J. Smith

ASSIGNMENT OF LEASE

LESSEE:

Deugro International, Inc. dba Los Gatos Creek Ranch, Inc. 1150 Foothill Boulevard, Suite L La Canada Flintridge, California 91011

ASSIGNEE:

Walter Neubauer, as Trustee of Neubauer Family Trust dated May 19, 1993 15 Club View Lane Rolling Hills, California 90248

AREA, LAND TYPE, AND LOCATION:

187.41 acres, more or less, of school lands near Coalinga, San Benito and Fresno counties.

AUTHORIZED USE:

Cattle grazing

LEASE TERM:

Ten years, beginning August 5, 1994.

CONSIDERATION:

\$500 per year; with the State reserving the right to fix a different rent periodically during the lease term, as provided in the lease.

OTHER PERTINENT INFORMATION:

- 1. Assignee owns the lands adjoining the lease premises.
- 2. The original lessee, Grant W. Squire, owned the Los Gatos Creek Ranch, from 1968 until 1979, at which time the property was sold to Walter Neubauer. Mr. Neubauer subsequently sold the property in 1984 and the grazing lease was assigned to Los Gatos Creek Ranch, Inc. The property

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was subsequently sold back to the Neubauer Family Trust in 1996, and, thus, the need for the current assignment.

3. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California code of Regulations, section 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by the CEQA and the State CEQA Guidelines.

Authority: Public Resources Code section 21065 and Title 14, California Code of Regulations, section 15378.

EXHIBITS:

- A.. Land Description.
- B. Location and Site Map

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

AUTHORIZE THE ASSIGNMENT OF LEASE NO. PRC 4197.2, A GENERAL LEASE - GRAZING USE, OF SCHOOL LANDS DESCRIBED ON EXHIBIT A ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF, FROM DEUGRO INTERNATIONAL, INC. DBA LOS GATOS CREEK RANCH, INC. TO WALTER NEUBAUER, AS TRUSTEE OF NEUBAUER FAMILY TRUST DATED MAY 19, 1993; EFFECTIVE AUGUST 5, 1999.

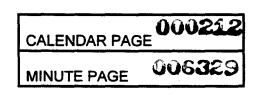


EXHIBIT "A"

LAND DESCRIPTION

WP 4197

A parcel of California State School land situate in Fresno County and San Benito County, California, described as follows:

Lots 10, 11, 19 and 20 and the North 1/2 of the Southwest 1/4 of Section 36, T18S, R12E, M.D.M.

END OF DESCRIPTION

PREPARED 2/28/80 BY TECHNICAL SERVICES UNIT, ROY MINNICK, SUPERVISOR.

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