

**CALENDAR ITEM
C16**

A 4
S 3

10/16/15
PRC 8856.1
N. Lee

REVISION OF RENT

LESSEE:

Pacific Gas and Electric Company
P.O. Box 770000
Mail Code N10A
San Francisco, CA 94177

AREA, LAND TYPE, AND LOCATION:

Sovereign land in the Sacramento River, adjacent to Sutter County Assessor's Parcel Number 35-330-020 and Yolo County Assessor's Parcel Number 057-050-03, north of the city of Woodland, Sutter and Yolo Counties.

AUTHORIZED USE:

Construction, use, operation, and maintenance of a 30-inch-diameter steel natural gas pipeline.

LEASE TERM:

20 years, beginning November 16, 2009.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff has conducted a review of the rent under this lease and recommends that rent be revised from \$3,100 per year to \$3,443 per year, effective November 16, 2016.

OTHER PERTINENT INFORMATION:

1. On November 16, 2009, the Commission approved a 20-year General Lease – Right-of-Way Use with the Pacific Gas and Electric Company for the construction, use, operation, and maintenance of a 30-inch-diameter steel natural gas pipeline. That lease will expire on November 15, 2029. The pipeline has not yet been constructed but is anticipated to be completed by December 31, 2018.

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2. Staff conducted the rent review called for in the lease and recommends that the rent be increased.
3. The staff recommends that the Commission find that the subject revision of rent does not have a potential for resulting in either a direct or a reasonably foreseeable indirect physical change in the environment, and is, therefore, not a project in accordance with the California Environmental Quality Act (CEQA).

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14, sections 15060, subdivision (c)(3), and 15378.

EXHIBIT:

- A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

CEQA FINDING:

Find that the subject revision of rent is not subject to the requirements of CEQA pursuant to California Code of Regulations, Title 14, section 15060, subdivision (c)(3), because the subject activity is not a project as defined by Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378.

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 8856.1 from \$3,100 per year to \$3,443 per year, effective November 16, 2016.

