

**CALENDAR ITEM
C04**

A 4
S 3

02/09/16
PRC 8856.1
N. Lee

CORRECTION OF PRIOR AUTHORIZATION

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, 2015.

PROPOSED CORRECTION:

Change the effective date for the revision of rent to November 16, 2015.

OTHER PERTINENT INFORMATION:

1. On October 16, 2015, the Commission authorized a revision of rent for Lease No. PRC 8856.1 to increase the annual rent from \$3,100 to \$3,443 (Calendar Item 16). Staff has since discovered that the effective date of the revised rent within the authorization was incorrectly stated as November 16, 2016. The authorized date should have been November

CALENDAR ITEM NO. **C04** (CONT'D)

16, 2015. Therefore, staff is requesting Commission approval to correct the effective date to November 16, 2015.

2. On September 15, 2015, the Lessee was notified by staff that November 16, 2015, would be the effective date of the rent revision.
3. Staff recommends this correction as it promotes Strategy 2.2 to ensure timely receipt of revenues and royalties from the use and development of State lands and minerals.
4. Approving the correction of prior authorization is not a project as defined by the California Environmental Quality Act (CEQA) 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).

EXHIBIT:

- A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

AUTHORIZATION:

Authorize correction of the Commission's October 16, 2015 authorization of the revision of rent for Lease No. PRC 8856.1 to change the effective date from November 16, 2016, to November 16, 2015; all other terms and conditions of the prior authorization remain unchanged and in effect.

