STAFF REPORT C70

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02/04/19 PRC 8090.2 S. Evans

REVISION OF RENT

LESSEE:

Geysers Power Company, LLC

AREA, LAND TYPE, AND LOCATION:

3.5 acres, more or less, of State lieu land in a portion of Section 33, Township 11 North, Range 8 West, MDM, near Middletown, Sonoma County.

AUTHORIZED USE:

Continued use of an unpaved access road, known as Pine Flat Road.

LEASE TERM:

25 years, beginning May 7, 1999.

CONSIDERATION:

This lease provides that the Commission may modify the rent periodically during the lease term. Pursuant to this provision, staff reviewed the rent under this lease and recommends that rent be revised from \$569 per year to \$1,353 per year, effective May 7, 2019.

OTHER PERTINENT INFORMATION:

- On June 14, 1999, the Commission authorized a General Lease Rightof-Way Use to Geysers Power Company, LLC, for a term of 25 years beginning May 7, 1999 (<u>Item C46, June 14, 1999</u>). The lease will expire on May 6, 2024.
- 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.

Authority: Public Resources Code section 21065 and California Code of Regulations, title 14, section 15378, subdivision (b)(5).

STAFF REPORT NO. C70 (CONT'D)

EXHIBIT:

A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 8090.2 from \$569 per year to \$1,353 per year, effective May 7, 2019.

