# STAFF REPORT C71

- A 26
- S 8

02/04/19 PRC 3463.2 C. Hudson

## **REVISION OF RENT**

#### LESSEE:

Southern California Edison Company

#### AREA, LAND TYPE, AND LOCATION:

17.26 acres, more or less, of State-owned school lands located on ten parcels within portions of Section 36, Township 23 North, Range 6 East, SBM (parcels 1 and 2); Section 36, Township 22.5 North, Range 6 East, SBM (parcels 3, 4 and 5); Section 16, Township 25 North, Range 5 East, SBM (parcel 6); Section 36, Township 25 North, Range 5 East, SBM (parcel 7); Section 16, Township 22 North, Range 7 East, SBM (parcels 8 and 9); and Section 36, Township 26 North, Range 3 East, SBM (parcel 10), near Death Valley Junction, Inyo County.

#### AUTHORIZED USE:

Use and maintenance of an existing 33-kilovolt (kV) transmission line.

#### LEASE TERM:

25 years, beginning April 1, 2007.

#### **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 \$621 per year to \$1,162 per year, effective April 1, 2019.

#### **OTHER PERTINENT INFORMATION:**

- On February 5, 2007, the Commission authorized termination of six General Leases – Right-of-Way Use and issuance of one 25-year General Lease – Right-of-Way Use to the Southern California Edison Company (SCE) to consolidate its existing 33-kV transmission line leases on school lands into a single lease (<u>Item C29, February 5, 2007</u>). That lease will expire on March 31, 2032.
- 2. SCE's Overhead Detailed Inspections (ODI) program consists of performing a close proximity, in-depth evaluation of its overhead electrical facilities such as poles, capacitors, switches, transformers, conductors,

# STAFF REPORT NO. C71 (CONT'D)

guy wires, and risers to identify hazardous conditions. Annual patrols and overhead detailed inspections are performed across SCE's distribution system using a geographical grid-based approach. Inspection and maintenance activities associated with the distribution grid, include planned and unplanned work. Most of the planned work is performed to satisfy various requirements placed upon SCE by the California Public Utilities Commission, and various city and county agencies.

- 3. SCE's Vegetation Management program includes tree trimming and tree removal in proximity to transmission and distribution high voltage lines and weed abatement around overhead structures in high fire designated areas. Vegetation Management program also includes inspection and removal of dead, dying, or diseased trees that may fall or contact SCE's electrical facilities because of the bark beetle and drought emergency.
- 4. 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.
- 5. 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).

### EXHIBIT:

A. Site and Location Map

### **RECOMMENDED ACTION:**

It is recommended that the Commission:

## AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 3463.2 from \$621 per year to \$1,162 per year, effective April 1, 2019.

