MINUTE ITEM
This Calendar Item No. $1 / 4$
was approved as Minute Item No. $4-4$ by the State Lands Commission by a vote of to -2 at its $1112 \% / 54$ meeting.

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## CALENDAR ITEM

$44 \quad 11 / 29 / 84$
W 503:967
W 23510 PRC 6760
Stevenson
Grimes

> REQUEST FOR AUTHORIZATION TO ISSUE LEASE TO CLAUDE WOOD CO. FOR APPROXIMATELY SEUEN ACRES IN YUBA CO.

At its October 26, 1984 meeting, the Commission authorized terms for the settiement of the case entitied State of California u. Yuba Natural Resources", et al (U.S. District Court. Eastern District of Califiornia, Giu. No. S-79~733-RAR) As part of that settlement, Yuba Natural Rescurces (Yuba)is required to deed to the State certain property upland of the present Yuba River both upstream and downstream of Park's Bar Bridge. A portion of this property is presently used by the Claude Wood Co. by lease from Yuba as a facilaty to process and load wock collected from a site farther upland of the River. The extraction site is owned by Emma Scott who also leases to claude Wood Co.

During its settlement negotiations, with the State, Yuba informed the staff that it had earlier filed a quiet title action against Emma Scoti (Yuba: Natural Resources U. Scott, et al.. Yuba Co. Superior Court No. 34905). That suit included the land to go to the State at Park's Bar Bridge. The settlement agreenent in State of. California u...Yuba Natunal Resources pequires yuba to perfect its titie in the property, subject to the Scott lawsuit, prior to conveying trat properisy to the State.

Yuba has now settled the Scott suit upon the understanding by Yuba that the State Lands Commission try to arrive at mutually agneeable lease terms with the claude wood Company. Staff thas visited the Parki's Bar site and has coriducted an appraisal of the property. Staff recommends entering: a: ten-year lease (with an option to renew for ten more years) of the property for a minimum annuail nent of $\$ 2,400$ with ani additional

## CALENDAR ITEM NO. 44 (CONT²)

rent of $\$ 200$ per month for each month in which the plant is in production. Access to the site from Highway 20 along the existing road now used by the Company will be assured by the lease. The lease period will begin when the state Lands Commission gains clear title to the subject property. The lease will terminate if Claude Wood Co. ever loses the right to extract rock from the adjoining property.

The Claude Woodicompany holds in active Yuba County perinit (No. 74-84) for its rock-loading: pilant.

Pursuant to the Commission's delegation of authority arid State $C E Q A$ Guidelines ( 14 Cal. Adin, Code 15061); the staff has determined that this activity is? exempt from the requirements of the Galifornia Envinonmental Quality Act (CEQA) as a statutorily exempt project. The ipnoject is exampt because it involues a lease in connecition atith a title or boundary settlement.

Authority: PaR.C. 21080.1\%.
AB 884: N/A.
EXHIBITS:

## A. Site Maps <br> 'B. General' Location Map

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIUITY IS EXEMPT FROM THE REQUIREMENTS OF THE CALIFORNIA ENUIRONMENTAL QUALITY ACT(CEQA) PURSUANT TO 14. CAL. ADM. CODE 150611 AND PPRR. 21080 . 11 , BEECAUSE IT TS a Lease in connection witit a title or boundary settlement.
2. AUTHORIZE THE EXECUTIUE OFFICER OR HER DESIGNEE TO ISSUE AN INCUSTRIAL LEASE TO THE CLAUDE WOOD CO FOR A PERTOD OF TEN YEARS (WITH AN OPTION FOR TEN :MORE YEARS) AT THE TNITILAL SUM OF $\$ 2$, 400 PER: YEAR WITTH AN ADDITTIONAL RENT OF $\$ 200$ : PER MONTH FOR EACH MONTH IN WHICH THE PLANT IS IN PRODÜCTION. THE LEASE IS FOR: AN:APPROXIMATELY SEUEN-ACRE SITE :ATE PPARK'S bar ibridge; yuba county. This llease is to run IFrom the CONSUMMATION OF THE SETTUEMENTT IN CASE OF STATE U.. YUBA NATURAL RESOURCES, ET AL.


