MINUTE ITEM

This Calendar Item No. C13 was approved as Minute Item
No. 23 by the State Lands Commission by a vote of 2 to Q at its 3/23/85 meeting.

CALENDAR ITEM

28

C 13

S 17

03/28/85 WP 53.67 Reese Fong + MPRC/ 5367 13

GENERAL LEASE - AGRICULTURAL USE

APPLICANT:

Sunset Farms, Inc. 194 Archer Drive Santa Cruz, California 95060

AREA, TYPE LAND AND LOCATION:

AND LOCATION:

A: 134+-acre parcel, of School land, located three miles monthwest of Santa Cruz, Santa Cruz County.

LAND USE:

Row Crop Farming.

TERMS OF ORIGINAL LEASE:

Initial peniod: Five years beginning

January 1 1980.

Renewal options: None:

Surety bond:

\$1,000.

Public liability insurance: Combined single limit coverage of \$100,000.

Consideration: \$23,584 per annum.

TERMS OF PROPOSED LEASE: Initial Beriod:

One year beginning January 1, 1985

Sunety bond:

\$5,000,

Public Tiability insurance: Combined single limit coverage of \$500,000.

CALENDAR ITEM NO C 13 (CONTID)

CONSIDERATION: \$23,584 per annum.

BASIS FOR CONSIDERATION:

Pursuant to 2 Cal. Adm. Code 2003.

STATUTORY AND OTHER REFERENCES:

A. P.R.C.: D. 5, Parts 1 and 2: Div. 113.

B. Cal. Adm. Code: Title 2, Div. 3; Title 14,

A6 684:

N/A'.

OTHER PERTINENT INFORMATION:

- Sunset Farms, Inc. desires to renew their existing lease which expired December 31, 1984 of 134±-acre parcel of School land for an ongoing agricultural use. The subject parcel is a portion of a 950±-acre parcel known as Scaroni Ranch which was acquired by SLC by grant deed in 1977. The Department of Parks and Recreation desires to purchase Scaroni Ranch from SLC when funds become available. Therefore the period of the lease will be for one-year to allow flexibility for the possible purchase.
- 2. A portion of this activity involves lands identified as possessing significant environmental values pursuant to P.R.C. 6370, et seq. but will not affect those significant lands.
- Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Adm. Code 15061), the staff has determined that this activity is exempt from the requarements of the CEQA as a categorical exempt project. The project is exempt under Class 4, Minor Alterations to Land, 14 Cal. Adm. Code 15304.

Authority: P.R.C. 21084 and 14 Cal. Adm.

163 922

CALENDAR ITEM NO. C13 (CONT'D)

APPROVALS OBTAINED:

FURTHER APPROVALS REQUIRED:

EXHIBITS:

A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

- FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. ADM. CODE 15061 AS A CATEGORICAL EXEMPT PROJECT, CLASS 4, MINOR ALTERATIONS TO LAND. 14 CAL. ADM. CODE 15304.
- FIND THAT THIS ACTIVITY WILL INVOLVE CANDS IDENTIFIED AS POSSESSING SIGNIFICANT ENVIRONMENTAL VALUES PURSUANT TO PARTO, 6370, ET SEO., BUT THAT SUCH ACTIVITY WILL HAVE NO DIRECT OR INDIRECT EFFECT ON SUCH LANDS.
- AUTHORIŽE ISSUANCE TO SUNSET FARMS, INC. OF A ONE-YEAR GENERAL LEASE AGRICULTURAL USE BEGINNING JANUARY 1, 1985; IN CONSIDERATION OF ANNUAL RENT IN THE AMOUNT OF \$23,584, PROVISION OF A \$5,000 SURETY BOND, PROVISION OF PUBLIC PROVISION OF PUBLIC OF THE AMOUNT OF PUBLIC PROVISION OF PUBLIC PROVISION OF PUBLIC PUBL LIABILITY INSURANCE FOR COMBINED SINGLE LIMIT COVERAGE OF \$500,000; FOR ROW CROP FARMING ON THE LAND DESCRIBED ON EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF.

