

MINUTE ITEM

is Calendar Item No. C3
is approved as Minute Item
3 by the State Lands
Commission by vote of 2
0 at its 8/28/86
meeting.

CALENDAR ITEM

C03

A 11

S 7

08/28/86
PRC 2500 *PRC 7643*

Chapter 69/1929 Leases:
No. 14
No. 14 Supplement
No. 26
Lane

ASSIGNMENT OF PRC 2500, PARCEL 1, AND
CHAPTER 69/1929 LEASE NO. 14, LEASE NO. 14 SUPPLEMENT,
AND LEASE NO. 26

ASSIGNOR: United States Steel Corporation
50 California Street
San Francisco, California 94111

ASSIGNEE: USS-POSCO Industries
Pittsburg Works
Loveridge Road
Pittsburg, California 94565

AREA, TYPE LAND AND LOCATION:
A total of 14.298 acres of tide and submerged
land, located in New York Slough at Pittsburg,
Contra Costa County.

LAND USE: Use and maintenance of a levee, settling basin,
and other facilities inherent to the
manufacturing of steel.

TERMS OF ORIGINAL LEASE:

PRC 2500: Ten years beginning November 18, 1984.

Public liability insurance: \$500,000-\$1,000,000
per occurrence for bodily
injury and \$100,000 for
property damage.

Consideration: \$3,150 per annum; five-year
rent review.

CALENDAR ITEM NO. C03 (CONT'D)

Chapter Lease No. 14: 25 years beginning July 25, 1970.

Consideration: \$999.06 per annum.

Chapter Lease No. 14 Supplement: 25 years beginning October 24, 1970.

Consideration: \$198.53 per annum.

Chapter Lease No. 26: 25 years beginning June 8, 1973.

Consideration: \$31.75 per annum.

APPLICANT STATUS:

Applicant is owner of upland.

PREREQUISITE CONDITIONS, FEES AND EXPENSES:

Filing fee and processing costs have been received.

STATUTORY AND OTHER REFERENCES:

A. P.R.C.: Div. 6, Parts 1 and 2; Div. 13.

B. Cal. Adm. Code: Title 2, Div. 3; Title 14, Div. 6.

AB 884:

N/A.

OTHER PERTINENT INFORMATION:

1. Because this proposed assignment constitutes splitting the lease area, parcel 1 the assigned 0.885 acres, will be leased at the annual rate of \$2,804 or 89 percent of total area. The remaining 0.108 acre lease area composed of parcel 2 and parcel 3 shall continue to be leased to United States Steel Corporation at an annual rental rate of \$346. Both the original lease and the assignment are subject to five-year rent review. Staff recommends that due to legal restraint and an upcoming contractual rent review, a rental adjustment will not be made at this time.

2. 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 requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

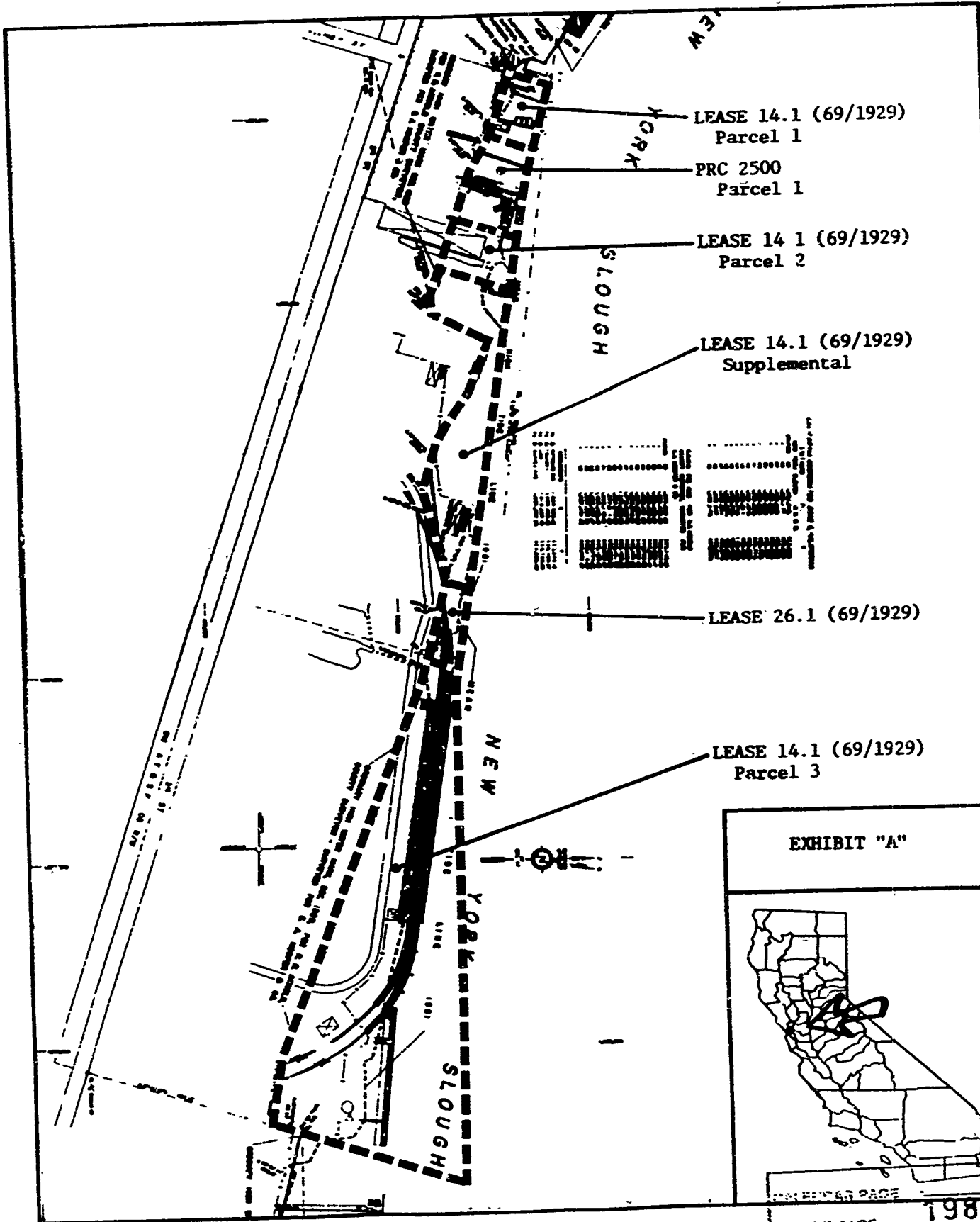
Authority: P.R.C. 21065 and 14 Cal. Adm. Code 15378.

3. 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.

EXHIBITS: A. Land Description.
 B. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. ADM. CODE 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND 14 CAL. ADM. CODE 15378.
2. FIND THAT THIS ACTIVITY WILL INVOLVE LANDS IDENTIFIED AS POSSESSING SIGNIFICANT ENVIRONMENTAL VALUES PURSUANT TO P.R.C. 6370, ET SEQ., BUT THAT SUCH ACTIVITY WILL HAVE NO DIRECT OR INDIRECT EFFECT ON SUCH LANDS.
3. AUTHORIZE ASSIGNMENT FROM UNITED STATES STEEL CORPORATION OF LEASE PRC 2500, GENERAL LEASE - INDUSTRIAL USE, AS TO PARCEL 1, IN CONSIDERATION OF \$2,804 BASED ON 89 PERCENT OF LEASE AREA; CHAPTER 69/1929 LEASE NO. 14, CHAPTER 69/1929 LEASE NO. 14 SUPPLEMENT AND CHAPTER 69/1929 LEASE NO. 26 TO USS-POSCO, A DELAWARE CORPORATION, EFFECTIVE MARCH 31, 1986, THOSE PARCELS AS DESCRIBED ON EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF. ALL OTHER TERMS AND CONDITIONS OF THE REFERENCED LEASES SHALL REMAIN UNCHANGED.



LEASE 14.1 (69/1929)
Parcel 1

PRC 2500
Parcel 1

LEASE 14.1 (69/1929)
Parcel 2

LEASE 14.1 (69/1929)
Supplemental

LEASE 26.1 (69/1929)

LEASE 14.1 (69/1929)
Parcel 3

EXHIBIT "A"



PREPARED PAGE

MINUTE PAGE

1983

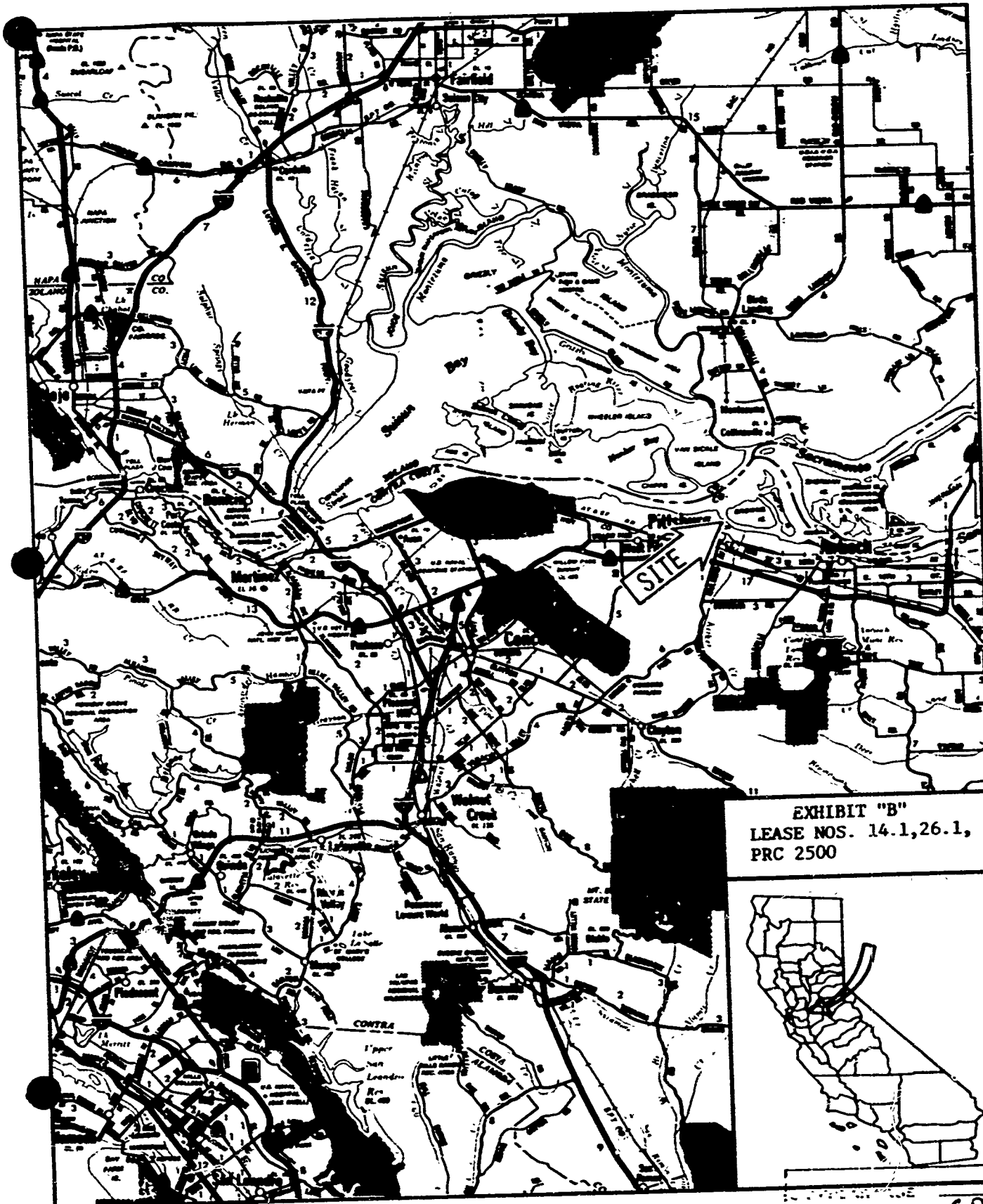


EXHIBIT "B"
 LEASE NOS. 14.1, 26.1,
 PRC 2500

