

MINUTE ITEM
This Calendar Item No. C11
was approved as Minute Item
No. 11 by the State Lands
Commission by a vote of 5
to 0 at its 02/12/97
meeting.

CALENDAR ITEM
C11

A 8, 15
S 4, 7

02/12/97
PRC 3768.1
L. Burks

REVISION OF RENT

LESSEE:

The Dow Chemical Company
Western Division
P. O. Box 1398
Pittsburg, California 94565

AREA, LAND TYPE, AND LOCATION:

4.38 acres, more or less, of tide and submerged lands in the San Joaquin River
between Sherman and Jersey Islands, Sacramento and Contra Costa counties.

AUTHORIZED USE:

8-inch submarine pipeline for conveyance of natural gas.

LEASE TERM:

30 years, beginning May 25, 1982.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff has conducted a review of the rent under this lease, and recommends that the rent be revised from \$305.28 per year to \$336 per year, effective May 25, 1997.

The recommended adjustment of rent is based on adjustment of the prior rent by application of the Consumer Price Index (CPI). Application of the CPI to adjust rents at this time is an interim measure necessitated by budget constraints and resultant losses in staff, and does not obligate the Commission to use the CPI to adjust rents other than as specifically set forth herein.

EXHIBIT:

A. Location Map

CALENDAR ITEM NO. C11 (CONT'D)

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THIS ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF CEQA BECAUSE IT IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065.

AUTHORIZATION:

APPROVE THE REVISION OF RENT FOR LEASE NO. PRC 3768.1 FROM \$305.28 PER YEAR TO \$336 PER YEAR, EFFECTIVE MAY 25, 1997.

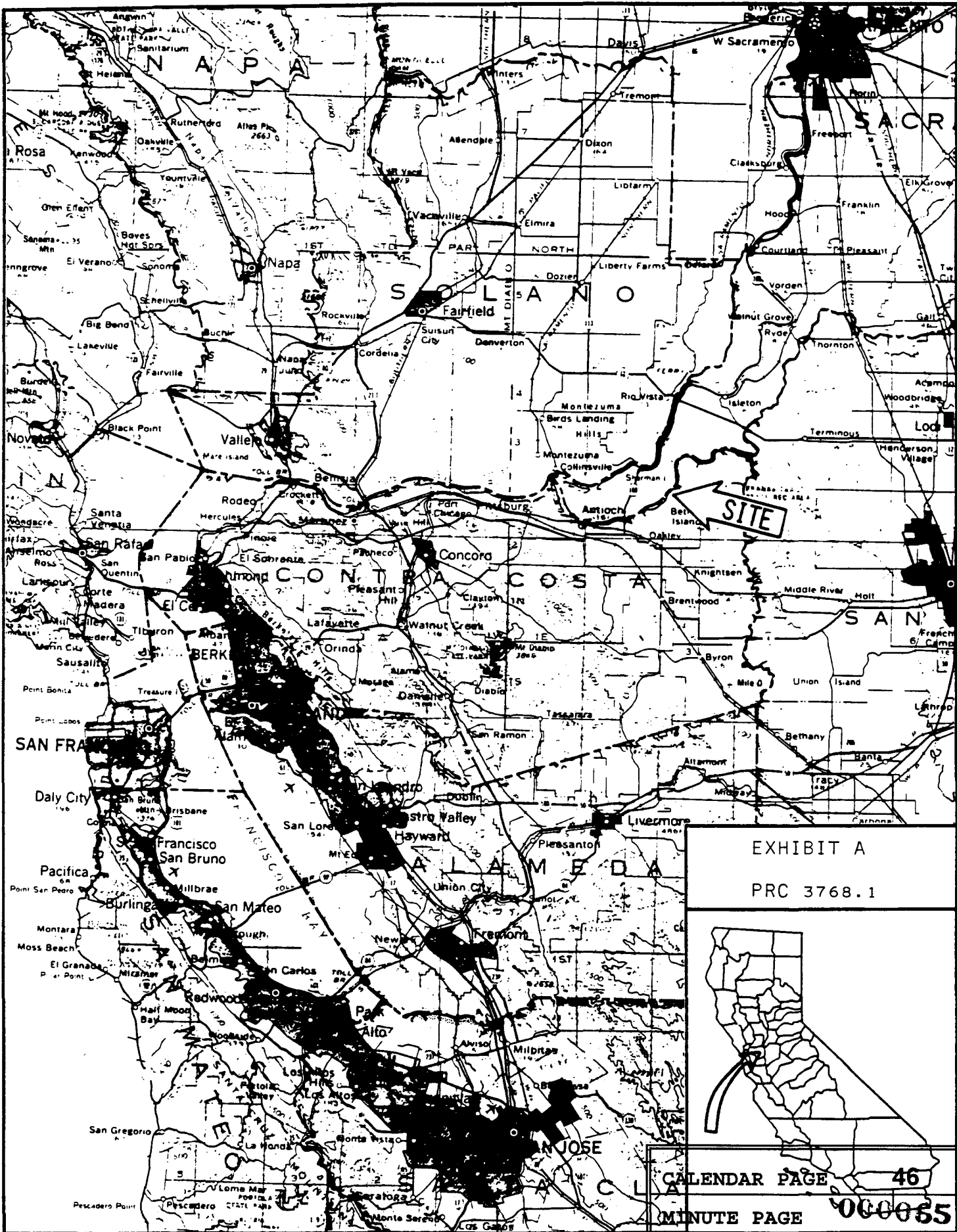


EXHIBIT A
 PRC 3768.1



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