

MINUTE ITEM
This Calendar Item No. C36
was approved as Minute Item
No. 36 by the State Lands
Commission by a vote of 2
to 0 at its 7/11/97
meeting.

**CALENDAR ITEM
C36**

A 8, 11
S 4, 7

07/11/97
PRC 3811.1
J. Lam

REVISION OF RENT

LESSEE:

Exxon Company, U.S.A.
Landowner Relations
800 Bell Street, Room 1627
Houston, Texas 77002-7426

AREA, LAND TYPE, AND LOCATION:

2.63 acres, more or less, of sovereign lands in the Carquinez Strait and Suisun Bay, near Benicia, Solano and Contra Costa Counties.

AUTHORIZED USE:

Use and maintenance of two submarine petroleum pipelines and one submarine discharge pipeline.

LEASE TERM:

30 years, beginning August 21, 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 \$5,355 per year to \$5,989 per year, effective August 21, 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. C36 (CONT'D)

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

APPROVE THE REVISION OF RENT FOR LEASE NO. PRC 3811.1 FROM \$5,355 PER YEAR TO \$5,989 PER YEAR, EFFECTIVE AUGUST 21, 1997.

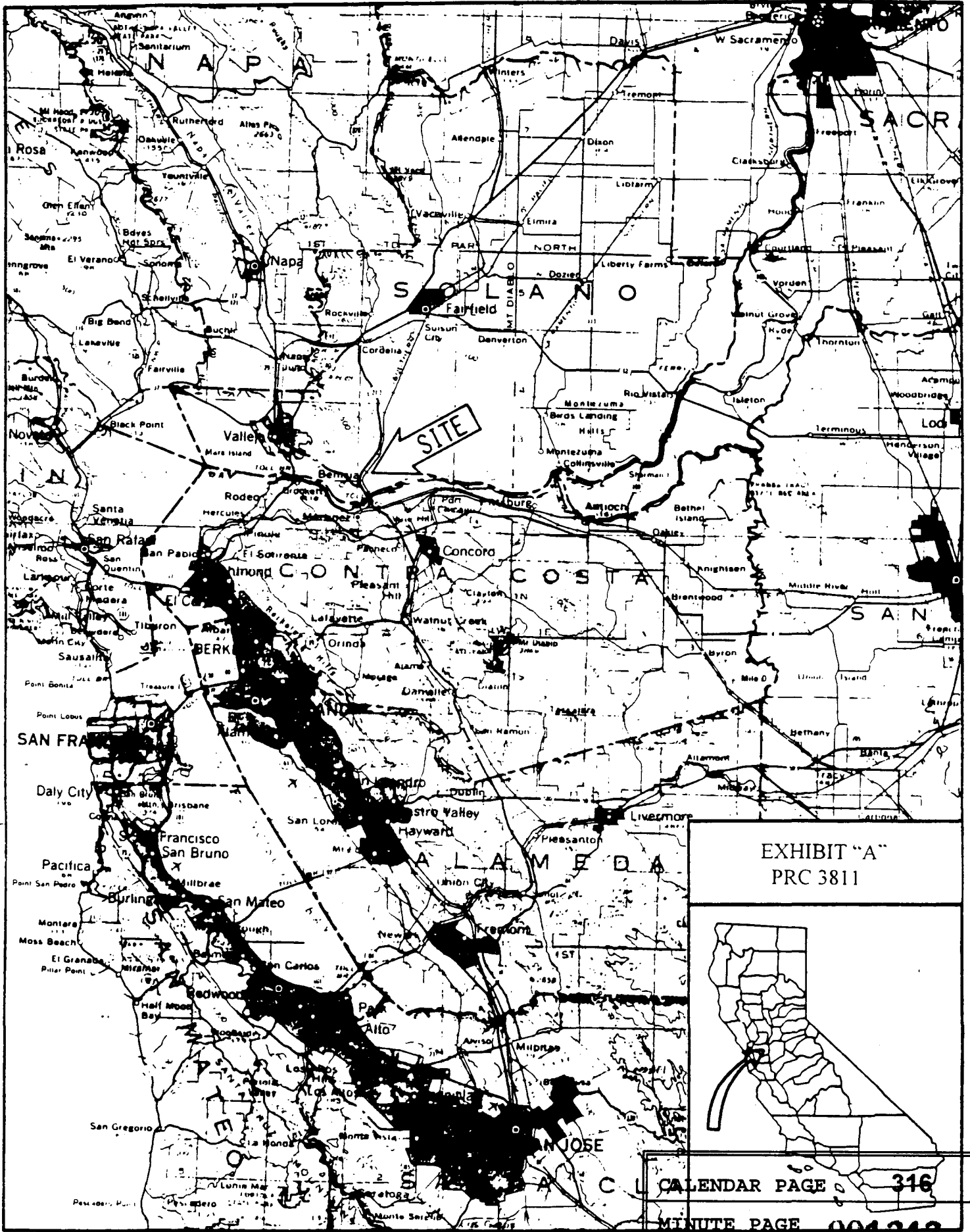


EXHIBIT "A"
 PRC 3811



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