

**CALENDAR ITEM
C34**

A 11
S 7

10/20/05
PRC 4117.1
N. Smith

REVISION OF RENT

LESSEE:

Chevron Products
PO Box 1272
Richmond, California 94802-0272

AREA, LAND TYPE, AND LOCATION:

249.03 acres, more or less, of sovereign lands in San Pablo Bay, near City of Richmond, Contra Costa County.

AUTHORIZED USE:

The groundwater protection system was installed, pursuant to San Francisco Regional Water Quality Control Board approval, to protect the waters of San Pablo Bay from potentially contaminated groundwater. This system includes three major features: a subsurface hydraulic barrier wall between much of shoreline, a system of groundwater extraction wells internal to the barrier wall and a low-permeability "floor" level layer of Bay mud.

LEASE TERM:

49 years, beginning December 19, 1968

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 \$33,350 per year to \$40,400 per year, effective December 19, 2005.

The recommended rent is based on adjustment of the prior rent by application of the Consumer Price Index (CPI). The adjustment does not obligate the Commission to use the CPI to adjust future rents.

EXHIBIT:

A. Location Map

CALENDAR ITEM NO. C34 (CONT'D)

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS NOT SUBJECT TO THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15060(c)(3) 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 4117.1 FROM \$33,350 PER YEAR TO \$40,400 PER YEAR, EFFECTIVE DECEMBER 19, 2005.

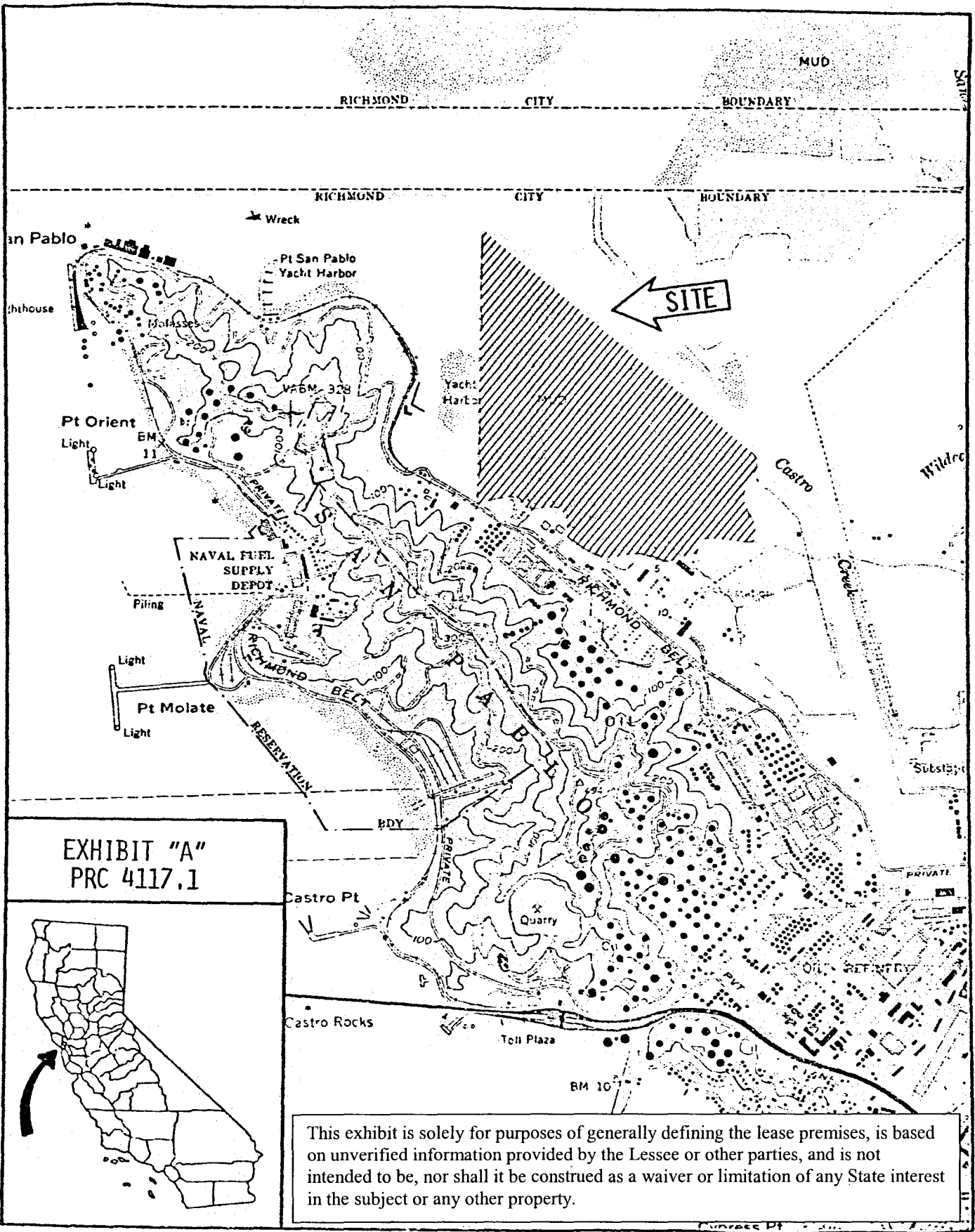
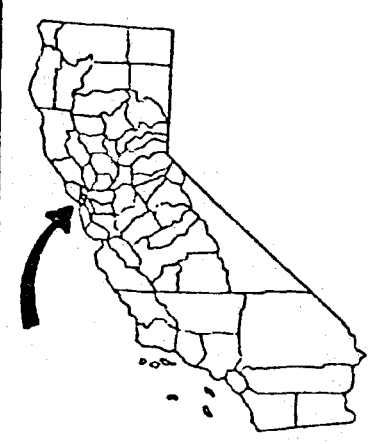


EXHIBIT "A"
PRC 4117.1



This exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by the Lessee or other parties, and is not intended to be, nor shall it be construed as a waiver or limitation of any State interest in the subject or any other property.

NS 8/2005

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