

MINUTE ITEM

This Calendar Item No. C37 was approved as Minute Item No. 37 by the California State Lands Commission by a vote of 2 to 1 at its 12-08-05 meeting.

CALENDAR ITEM
C37

A 8
S 5

12/8/2005
PRC 7832.1
T. Lipscomb

CONTINUATION OF RENT

LESSEE:

Delta Gas Gathering, Inc.
2981 Gold Canal Drive
Rancho Cordova, California 95670

AREA, LAND TYPE, AND LOCATION:

0.230 acres, more or less, of tide and submerged lands in Miner and Elkhorn sloughs, Ryer Island, near the city of Rio Vista, Solano County.

AUTHORIZED USE:

Continued use and maintenance of an existing six-inch diameter welded steel natural gas pipeline to carry gas from the existing gas well locations to an interconnection point in the vicinity of Jefferson Boulevard and Willow Point Road in Yolo County.

LEASE TERM:

20 years, beginning July 1, 1995.

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 continued at \$100 per year, effective July 1, 2006.

OTHER PERTINENT INFORMATION:

1. Delta Gas Gathering has not experienced any incidents with this line since it was first placed into service August 15, 1995. They visually inspect their pipelines at intervals not to exceed three months, the most recent inspection being in October 2005.
2. Classified as a gathering line, this rural pipeline does not fall under any agency's regulatory jurisdiction involving the safety and inspection of

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pipelines; however, it was constructed, and is operated and maintained according to the regulations prescribed by the U.S. Department of Transportation, Office of Pipeline Safety, 49 CFR 192.

EXHIBIT:

- A. Location Map

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 CONTINUATION OF RENT FOR LEASE NO. PRC 7832.1 AT \$100 PER YEAR, EFFECTIVE JULY 1, 2006.

Location Map

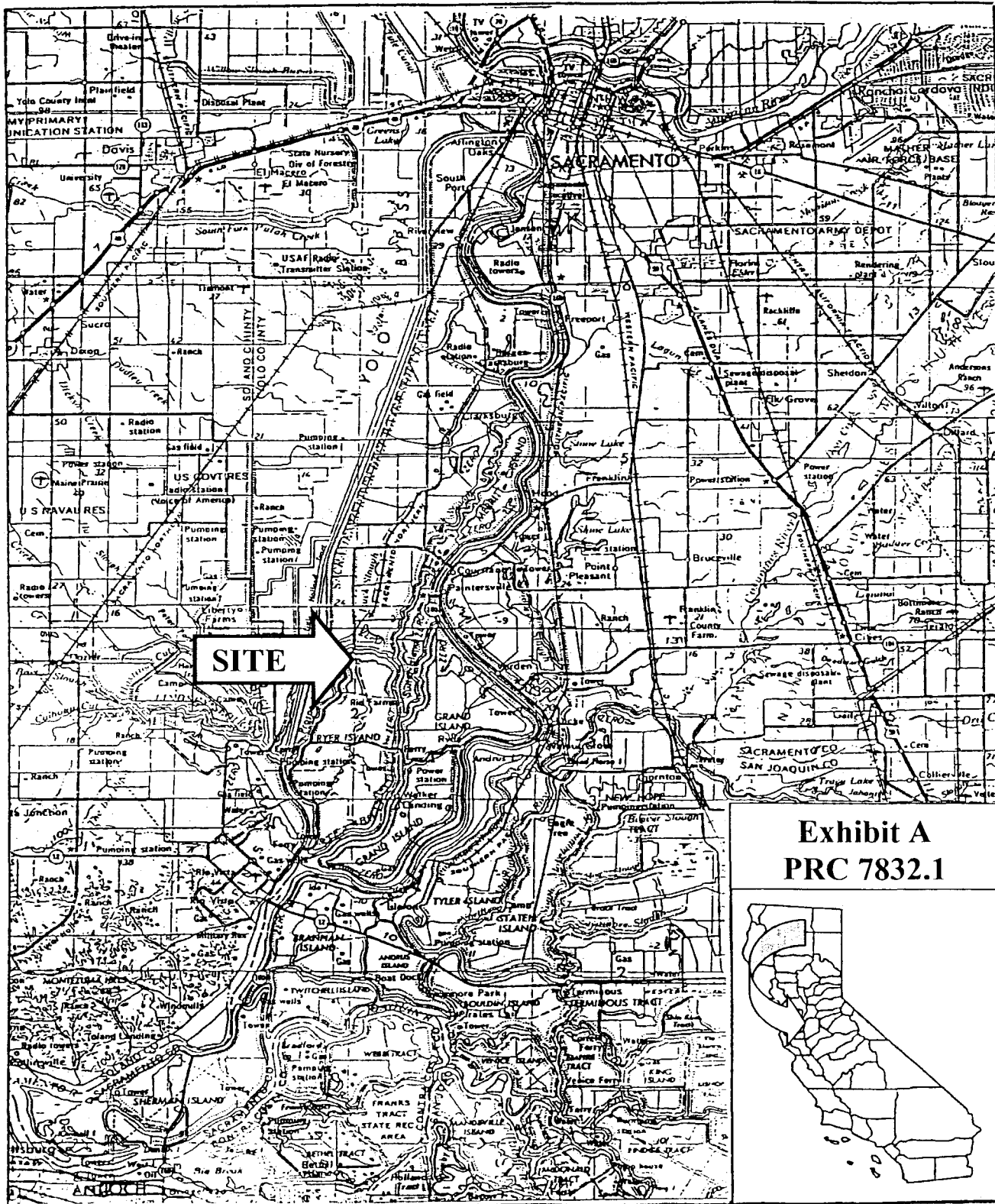


EXHIBIT CONSTRUCTED FROM USGS QUAD

This exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by 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 other property.