

**CALENDAR ITEM
C32**

A 16
S 9

10/29/10
PRC 7677.9
D. Oetzel

AMENDMENT OF DREDGING LEASE

LESSEE:

Schnitzer Steel Products Company, Inc.
Foot of Adeline Street
P.O. Box 747
Oakland, California 94604

AREA, LAND TYPE, AND LOCATION:

Legislatively granted sovereign land to the City of Oakland pursuant to Chapter 621, Statute 1931, with minerals reserved to the State; located in Oakland Inner Harbor, city of Oakland, Alameda County.

AUTHORIZED USE:

Dredge a maximum of 15,000 cubic yards of material annually over ten years to maintain a navigable depth. Dredged material will be disposed at the U.S. Army Corps of Engineers (USACE) designated disposal site SF-11 (Alcatraz).

LEASE TERM:

10 years, beginning August 25, 2006.

CONSIDERATION:

No monetary consideration will be charged as the project will result in a public benefit. The dredged material will not be sold.

PROPOSED AMENDMENT:

Amend the lease to add SF-10 (San Pablo Bay), SF-DODS (Deep Ocean Disposal Site), Hamilton Wetlands Restoration Project, Montezuma Wetlands Project, Ox Mountain landfill, and all other USACE-approved sites as disposal sites for dredged material. All other terms and conditions of the lease shall remain in effect without amendment.

OTHER PERTINENT INFORMATION:

1. On August 24, 2006, the Commission authorized the issuance of a 10-year Dredging Lease, Lease No. PRC 7677.9, to Schnitzer Steel, to maintenance dredge a maximum of 15,000 cubic yards of material

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annually from the lease premises and dispose of such material at the USACE-designated disposal site SF-11 (Alcatraz). The Lessee is requesting to add SF-10 (San Pablo Bay), SF-DODS (Deep Ocean Disposal Site), Hamilton Wetlands Restoration Project, Montezuma Wetlands Project, Ox Mountain landfill, and all other USACE-approved sites for placement of dredged material to enhance the flexibility in disposing of material at permitted sites.

2. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 15061), staff has determined this activity is exempt from the requirements of CEQA as a categorically exempt project. The project is exempt under Class 4, Title 14, California Code of Regulations, section 15304(g).

Authority: Public Resources Code section 21084 and Title 14, California Code of Regulations, section 15300.

3. This activity involves lands which have been identified as possessing significant environmental values pursuant to Public Resources Code sections 6370, et seq. Based upon the staff's consultation with the persons nominating such lands and through the CEQA review process, it is staff's opinion that the project, as proposed, is consistent with its use classification.

APPROVALS OBTAINED:

Army Corps of Engineers
San Francisco Regional Water Quality Control Board
San Francisco Bay Conservation and Development Commission

EXHIBIT:

- A. Location and Site Map

RECOMMENDED ACTION:

It is recommended that the Commission:

CEQA FINDING:

Find that the activity is exempt from the requirements of CEQA pursuant to Title 14, California Code of Regulations, section 15061 as a categorically exempt project, Class 4, Minor Alterations to Land; Title 14; California Code of Regulations, section 15304(g).

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SIGNIFICANT LANDS INVENTORY FINDING:

Find that this activity is consistent with the use classification designated by the Commission for the land pursuant to Public Resources Code sections 6370, et seq.

AUTHORIZATION:

Authorize the amendment of Lease No. PRC 7677.9 for maintenance dredging as shown on Exhibit A attached and by this reference made a part hereof, to add SF-10 (San Pablo Bay), SF-DODS (Deep Ocean Disposal Site), Hamilton Wetlands Restoration Project, Montezuma Wetlands Project, Ox Mountain landfill, and all other USACE-approved sites as disposal sites for dredged material. Such permitted activity is contingent upon Lessee's compliance with applicable permits, recommendations, or limitations issued by federal, State and local governments. All other terms and conditions of the lease shall remain in effect without amendment.

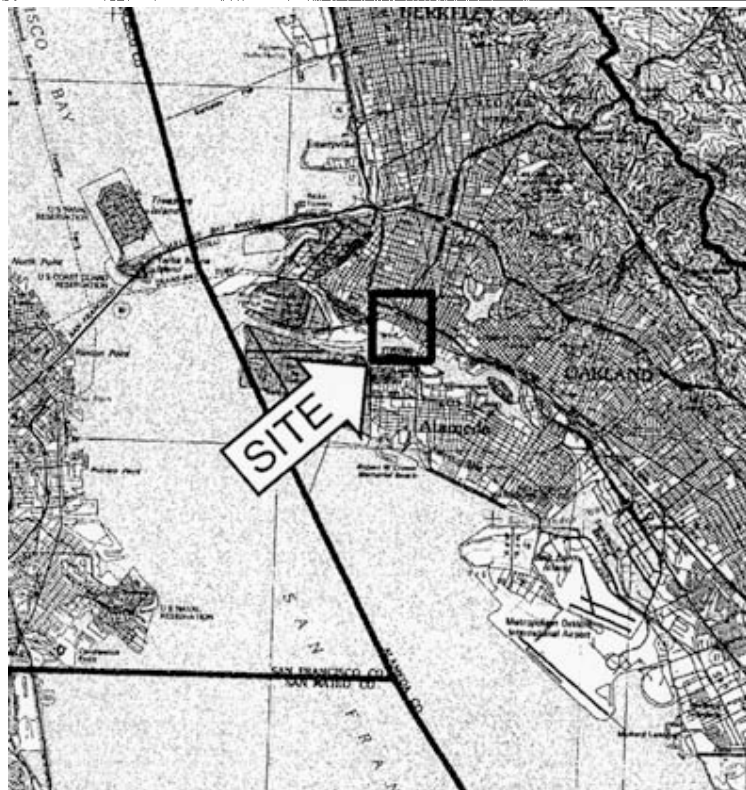


EXHIBIT A
 PRC 7677
 SCHNITZER STEEL



This Exhibit is solely for purposes of generally defining the lease premises, 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.