CALENDAR ITEM C39

Α	5,9	6/23/11
		PRC 8664.1
S	6	R. Boggiano

REVISION OF RENT

LESSEE:

Pacific Gas and Electric Company 2730 Gateway Oaks Drive Sacramento, CA 95833

AREA, LAND TYPE, AND LOCATION:

0.54 acres, more or less, of sovereign land in the Sacramento River, in the cities of Sacramento and West Sacramento, Sacramento and Yolo Counties.

AUTHORIZED USE:

Continued use and maintenance of a 20-inch diameter welded steel natural gas pipeline as shown on Exhibit A.

LEASE TERM:

20 years, beginning February 9, 2006.

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 rent be revised from \$2,812 per year to \$3,097 per year, effective February 9, 2012.

OTHER PERTINENT INFORMATION:

On February 9, 2006, the Commission authorized a General Lease –Right-of-Way Use with Pacific Gas and Electric Company for the construction, use, and maintenance of a natural gas pipeline. That lease will expire February 8, 2026. The pipeline was last inspected in March 2011, with no operational or maintenance violations reported.

EXHIBIT:

A. Site and Location Map

CALENDAR ITEM NO. **C39** (CONT'D)

RECOMMENDED ACTION:

It is recommended that the Commission:

CEQA FINDING:

Find that the activity is not subject to the requirements of 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 8664.1 from \$2,812 per year to \$3,097 per year, effective February 9, 2012.