CALENDAR ITEM

- A 5,9
- S 6

09/01/11 PRC 8664.1 R. Boggiano

RESCISSION OF A REVISION OF RENT

LESSEE:

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

AREA, LAND TYPE, AND LOCATION:

0.54 acre, 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:

\$3,125 per year, with the State reserving the right to fix a different rent periodically during the lease term, as provided in the lease.

OTHER PERTINENT INFORMATION:

 On February 9, 2006, the Commission authorized a 20-year General Lease – Right-of-Way Use with Pacific Gas and Electric Company for the construction, use, and maintenance of a natural gas pipeline. A revision in rent was authorized by the Commission on February 8, 2011, adjusting the annual rent to \$3,125, effective February 6, 2011. A subsequent revision in rent was mistakenly recommended by staff and was authorized by the Commission on June 23, 2011, adjusting the annual rent to \$3,096, effective February 9, 2010.

CALENDAR ITEM NO. C12 (CONT'D)

2. In order to correct the record and comply with the provisions of the lease, staff is requesting that the revision in rent authorized by the Commission at its June 23, 2011 meeting be rescinded.

EXHIBIT:

A. Site and Location Map

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:

Authorize rescission of a revision of rent that was authorized by the Commission on June 23, 2011.