

**CALENDAR ITEM  
C64**

A	)				04/23/14
	)	Statewide	PRC 1936.2	PRC 2167.2	PRC 2378.2
S	)		PRC 2507.2	PRC 2679.2	PRC 2701.2
			PRC 3193.1	PRC 3392.2	PRC 3463.2
			PRC 4024.2	PRC 4025.2	PRC 4026.2
			PRC 4027.2	PRC 4055.1	PRC 4465.2
			PRC 4511.2	PRC 4629.2	PRC 5970.2
			PRC 5981.1	PRC 6346.2	PRC 6704.1
			PRC 6785.1	PRC 6908.1	PRC 7528.2
			PRC 7529.2	PRC 8097.1	PRC 8330.1
			PRC 8880.2	PRC 8970.2	PRC 9093.2
					C. Hudson

**AMENDMENT OF CERTAIN LEASES AND RIGHTS-OF-WAY LOCATED ON SOVEREIGN AND SCHOOL LANDS IN VARIOUS COUNTIES, TO INCLUDE A PERFORMANCE GUARANTY IN LIEU OF A SURETY BOND OR OTHER SECURITY DEVICE OR TO PROVIDE A PERFORMANCE GUARANTY IN THOSE LEASES OR RIGHTS-OF-WAY WHERE NONE HAVE PREVIOUSLY BEEN REQUIRED**

**LESSEE:**

Southern California Edison Company  
2131 Walnut Grove Avenue  
G03, 205A  
Rosemead, CA 91770

**AREA, LAND TYPE, AND LOCATION:**

Sovereign and school land parcels located in various counties, statewide.

**AUTHORIZED USE:**

Continued use and maintenance of existing natural gas pipelines, transmission lines, cooling water conduits, buoys, wells, and rock riprap.

**PROPOSED AMENDMENT:**

Amend those certain leases and rights-of-way to include a performance guaranty in lieu of a surety bond or other security device or provide a performance guaranty in those leases where none was previously required listed on the attached Exhibit A. The performance guaranty is intended to ensure the performance of all the lease terms, including restoration of the lease premises if

CALENDAR ITEM NO. **C64** (CONT'D)

needed. All other terms and conditions of the leases shall remain in effect without amendment.

**OTHER PERTINENT INFORMATION:**

1. The Commission has authorized several leases and rights-of-way with Southern California Edison Company (SCE). The leases and rights-of-way are for various improvements, including natural gas pipelines, transmission lines, cooling water conduits, buoys, wells, and rock riprap and are located on, across, and/or over sovereign and school land parcels as described in the leases. Many of the leases and rights-of-way have been active since the 1960s and all of them generate revenue for the General Fund or for the School Land Bank Fund.
2. Generally speaking, the rights-of-way issued by the Commission pre-date the leases that are now being authorized. The majority of the leases and rights-of-way do not include a surety bond or other security device. It is now the Commission's leasing practice to require a surety bond or other security device to ensure the performance of the lease terms and the restoration of the lease premises if needed. During discussions with SCE, it was determined that it would be in the best interest of both parties to amend the leases and rights-of-way to include a performance guaranty, which would serve the same role as a surety bond or other security device.
3. Staff recommends that the Commission approve the amendment of those certain leases and rights-of-way listed on the attached Exhibit A to include a performance guaranty in lieu of a surety bond or other security device as provided by the General Provisions or provide a performance guaranty in those leases or rights-of-way where none were previously required. Such performance guaranty shall be maintained in full force and effect at all times during the Lease term and subsequently until all of the Lease Premises have been either accepted by the Commission as improved or restored by SCE.
4. The staff recommends that the Commission find that the subject amendment to leases and rights-of-way does not have a potential for resulting in either direct or reasonably foreseeable indirect physical changes in the environments, and is therefore, not a project in accordance with the California Environmental Quality Act (CEQA).

CALENDAR ITEM NO. **C64** (CONT'D)

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14 sections 15060, subdivision (c)(3), and 15378.

**EXHIBIT:**

- A. Leases and Rights-of-Way

**RECOMMENDED ACTION:**

It is recommended that the Commission:

**CEQA FINDING:**

Find that the subject amendment to leases and rights-of-way is not subject to the requirements of CEQA pursuant to California Code of Regulations, Title 14, section 15060, subdivision (c)(3), because the subject amendment is not project as defined by Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378.

**AUTHORIZATION:**

Authorize the Amendment of Lease Nos. PRC 1936.2, PRC 2167.2, PRC 2378.2, PRC 2507.2, PRC 2679.2, PRC 2701.2, PRC 3193.1, PRC 3392.2, PRC 3463.2, PRC 4024.2, PRC 4025.2, PRC 4026.2, PRC 4027.2, PRC 4055.1, PRC 4465.2, PRC 4511.2, PRC 4629.2, PRC 5970.2, PRC 5981.1, PRC 6346.2, PRC 6704.1, PRC 6785.1, PRC 6908.1, PRC 7528.2, PRC 7529.2, PRC 8097.1, PRC 8330.1, PRC 8880.2, PRC 8970.2, and PRC 9093.2, as listed on Exhibit A attached and by this reference made a part hereof, to include performance guarantees in lieu of surety bonds or other security devices or provide a performance guaranty in those leases and rights-of-way where none was previously required (as the case may be), effective April 23, 2014. All other terms and conditions of the leases and rights-of-way shall remain in effect without amendment.

## EXHIBIT A

### List of SLC Leases with Southern California Edison

PRC 1936.2	PRC 6908.1
PRC 2167.2	PRC 7528.2
PRC 2378.2	PRC 7529.2
PRC 2507.2	PRC 8097.1
PRC 2679.2	PRC 8330.1
PRC 2701.2	PRC 8880.2
PRC 3193.1	PRC 8970.2
PRC 3392.2	PRC 9093.2
PRC 3463.2	
PRC 4024.2	
PRC 4025.2	
PRC 4026.2	
PRC 4027.2	
PRC 4055.1	
PRC 4465.2	
PRC 4511.2	
PRC 4629.2	
PRC 5970.2	
PRC 5981.1	
PRC 6346.2	
PRC 6704.1	
PRC 6785.1	