# CALENDAR ITEM C109

- A 56
- S 40

12/18/15 PRC 6405.2 C. Hudson

# **REVISION OF RENT**

## LESSEE:

San Diego Gas and Electric Company Land Services CP 12A P O Box 129831 San Diego, CA 92112-9985

## AREA, LAND TYPE, AND LOCATION:

4.55 acres, more or less, of State indemnity school land located in portions of Lots 7 and 18, Tract 58, Township 16 South, Range 9 East, SBM, near Ocotillo, Imperial County.

## AUTHORIZED USE:

Continued use and maintenance of an existing 500 kilovolt (kV) overhead electrical transmission line and all appurtenant facilities thereto.

## LEASE TERM:

49 years, beginning March 15, 1983.

#### **CONSIDERATION:**

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff conducted a review of the rent under this lease and recommends that rent be revised from \$113 per year to \$450 per year, effective March 15, 2016.

#### **OTHER PERTINENT INFORMATION:**

 On April 28, 1983, the Commission authorized a General Lease – Rightof-Way Use to San Diego Gas and Electric Company to construct a 500 kV overhead electrical transmission line. On June 23, 2011, the Commission authorized an amendment of lease to reduce the lease premises from 15.719 acres to 4.55 acres; delete in its entirety the land description and replace it with a revised land description; and revise the annual rent from \$393 per year to \$113 per year. The lease will expire on March 14, 2032.

# CALENDAR ITEM NO. C109 (CONT'D)

- 2. Effective July 1, 2014, the Commission's regulations concerning minimum rent were amended (Cal. Code Regs., tit. 2, § 2003) to set the minimum annual rent for a General Lease Right-of-Way Use at \$450.
- 3. Staff conducted the rent review called for in the lease and recommends that the rent be increased to the minimum annual rent of \$450 per year, effective March 15, 2016.
- 4. Approving the revision of rent is not a project as defined by the California Environmental Quality Act (CEQA) because it is an administrative action that will not result in direct or indirect physical changes in the environment.

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378, subdivision (b)(5).

# EXHIBIT:

A. Site and Location Map

# **RECOMMENDED ACTION:**

It is recommended that the Commission:

## AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 6405.2 from \$113 per year to \$450 per year, effective March 15, 2016.

