

**CALENDAR ITEM
C39**

A 31
S 14

08/09/16
PRC 8956.1
D. Simpkin

REVISION OF RENT

LESSEE:

City of Reedley

AREA, LAND TYPE, AND LOCATION:

Sovereign land in the Kings River, in the city of Reedley, Fresno County

AUTHORIZED USE:

Continued use and maintenance of a bridge with sewer and water main pipes, and utility conduits.

LEASE TERM:

20 years, beginning October 27, 2011.

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 that rent be revised from \$384 per year to \$960 per year, effective October 27, 2016.

OTHER PERTINENT INFORMATION:

1. On March 29, 2012, the Commission authorized a General Lease – Public Agency Use to the City of Reedley for a term of 20 years, for the construction, use, and maintenance of a new bridge with sewer and water main pipes, and utility conduits crossing the Kings River and the endorsement of subleases for the utilities. The bridge is rent free because it provides a public use and benefit. The utility conduits are subject to annual rent. The lease will expire on October 26, 2031.

2. This action is consistent with Strategy 2.2 of the Commission’s Strategic Plan to ensure timely receipt of revenues and royalties from the use of State lands and minerals.

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

3. Approving the revision of rent is not a project as defined by the California Environmental Quality Act 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:

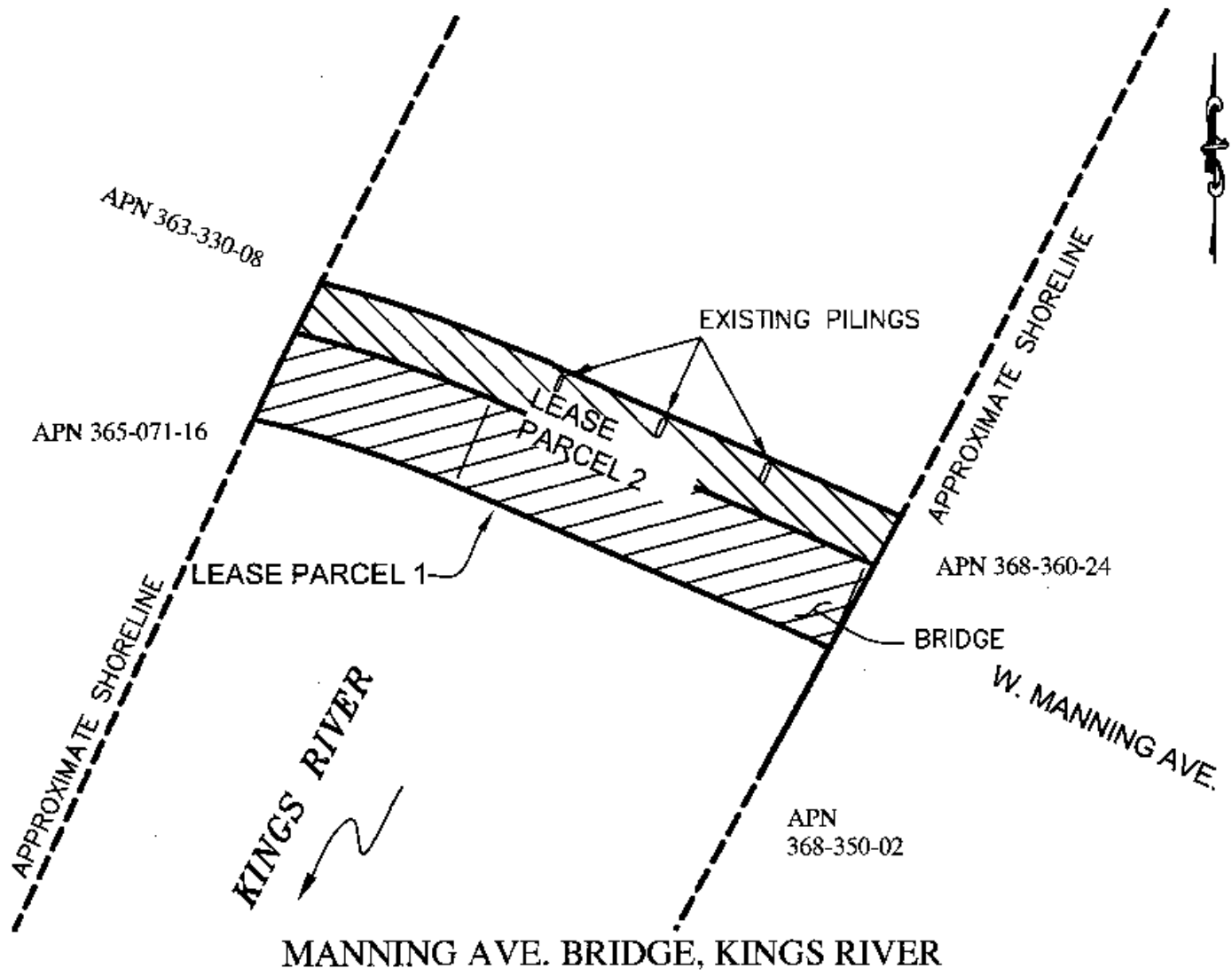
It is recommended that the Commission:

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 8956.1 from \$384 per year to \$960 per year, effective October 27, 2016.

NO SCALE

SITE



MANNING AVE. BRIDGE, KINGS RIVER

NO SCALE

LOCATION



MAP SOURCE: USGS QUAD

This Exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by the Lessee or other parties 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.

Exhibit A

PRC 8956.1
 CITY OF REEDLEY
 GENERAL LEASE -
 PUBLIC AGENCY USE
 FRESNO COUNTY

