

**STAFF REPORT  
C51**

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S 5

08/17/17  
PRC 8416.1  
J. Toy

**REVISION OF RENT**

**LESSEE:**

Pacific Gas and Electric Company

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

Tide and submerged lands in Burns Cutoff, between Roberts Island and Rough and Ready Island, near Stockton, San Joaquin County.

**AUTHORIZED USE:**

Continued use and maintenance of an existing horizontal directionally drilled 4½-inch-diameter natural gas pipeline.

**LEASE TERM:**

20 years, beginning September 25, 2002.

**CONSIDERATION:**

This lease provides that the Commission may modify the rent periodically during the lease term. Pursuant to this provision, staff reviewed the rent under this lease and recommends that rent be revised from \$100 per year to \$450 per year, effective September 25, 2017.

**OTHER PERTINENT INFORMATION:**

1. The Lessee has the right to use the land adjoining the lease premises.
2. On October 1, 2002, the Commission authorized a General Lease – Right-of-Way Use to Pacific Gas and Electric Company for a term of 20 years beginning September 25, 2002 ([Item C07, October 1, 2002](#)). The lease will expire on September 24, 2022.
3. Commission staff requested burial depth reports, cathodic protection results, leak surveys, and any other reports demonstrating the integrity of the pipeline. Staff will review the reports upon receipt and based on the results take any and all actions necessary to ensure the safety of the pipeline consistent with the Commission's jurisdiction and authority.

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4. 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 and development of State lands and minerals.
5. 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:**

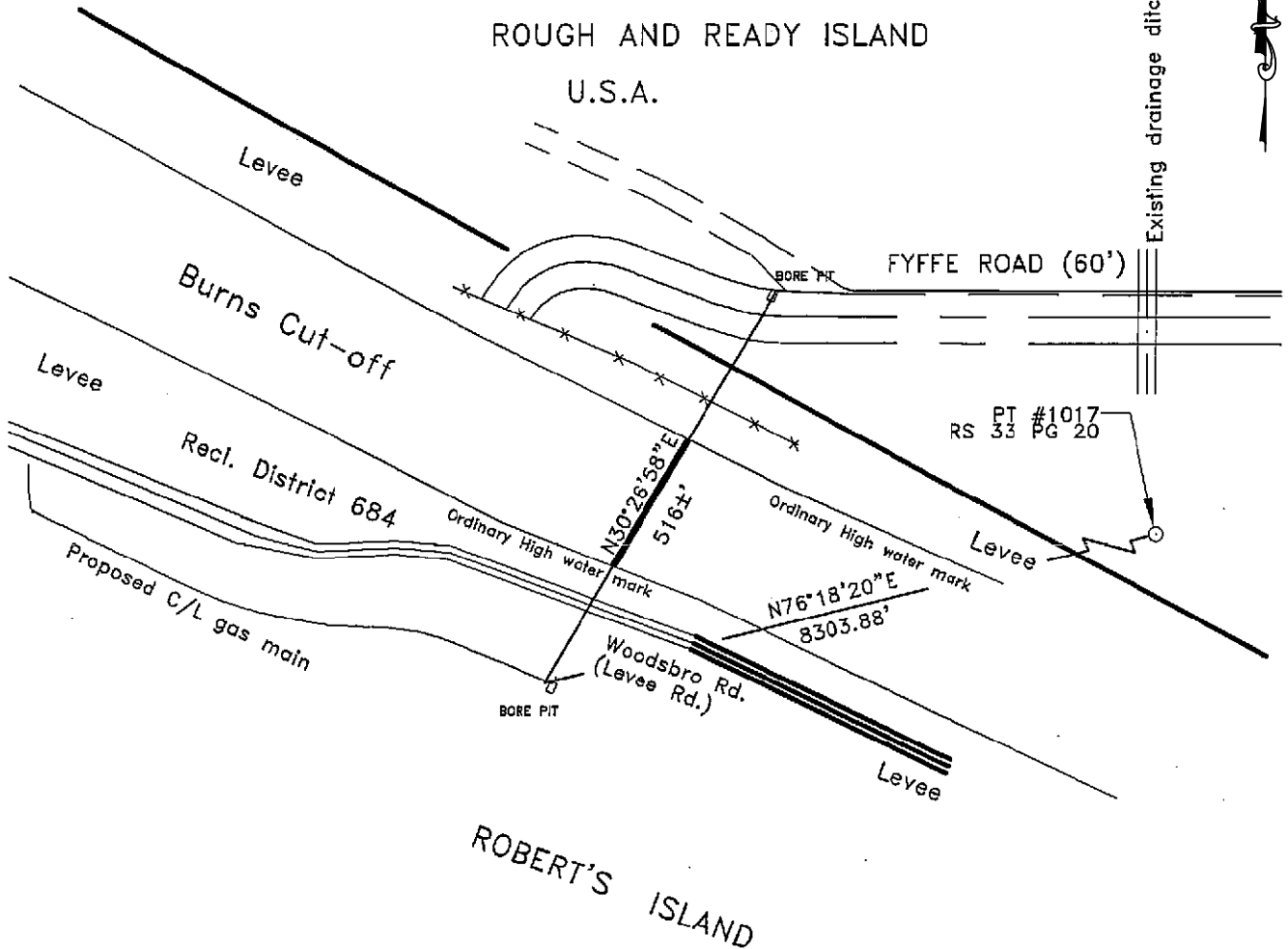
It is recommended that the Commission:

**AUTHORIZATION:**

Approve the revision of rent for Lease No. PRC 8416.1 from \$100 per year to \$450 per year, effective September 25, 2017.

NO SCALE

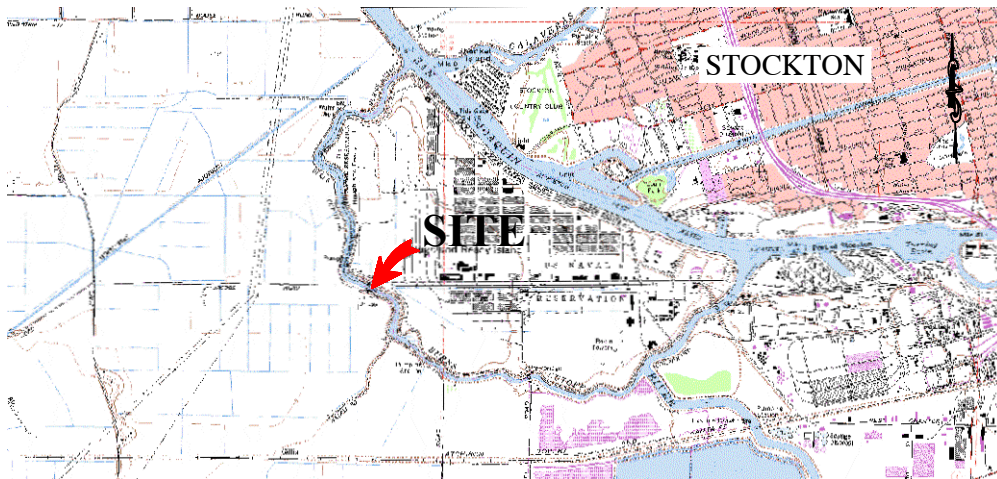
# SITE



BETWEEN ROBERTS ISLAND AND ROUGH AND READY ISLAND, STOCKTON

NO SCALE

# LOCATION



MAP SOURCE: USGS QUAD

# Exhibit A

PRC 8416.1  
 PACIFIC GAS & ELECTRIC  
 GENERAL LEASE -  
 RIGHT-OF-WAY USE  
 U/G GAS MAIN CROSSING  
 SAN JOAQUIN COUNTY



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.

JAK 7/17