

**STAFF REPORT
C56**

A 78
S 39

12/03/18
PRC 9124.1
S. Evans

REVISION OF RENT

LESSEE:

Everingham Bros. Bait Company Inc.

AREA, LAND TYPE, AND LOCATION:

Sovereign land in San Diego Bay, San Diego County.

AUTHORIZED USE:

Use and maintenance of two bait barges.

LEASE TERM:

10 years, beginning February 21, 2014.

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 minimum rent be revised from \$64,416 per year to \$71,736 per year (\$5,978 per month) against the percentages of gross revenues as described in the lease, effective February 21, 2019.

OTHER PERTINENT INFORMATION:

1. On February 21, 2014, the Commission authorized a General Lease – Commercial Use to Everingham Bros. Bait Company Inc. for a term of 10 years beginning February 21, 2014 ([Item C57, February 21, 2014](#)). The lease will expire on February 20, 2024.
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 and development of State lands and minerals.
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).

STAFF REPORT NO. **C56** (CONT'D)

EXHIBIT:

- A. Site and Location Map

RECOMMENDED ACTION:

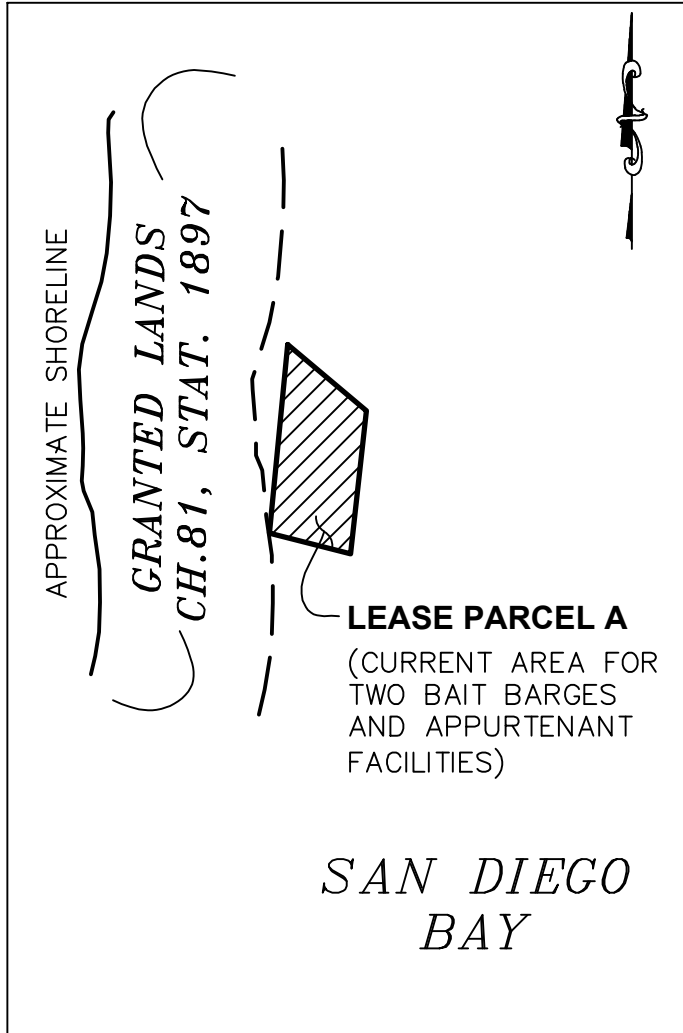
It is recommended that the Commission:

AUTHORIZATION:

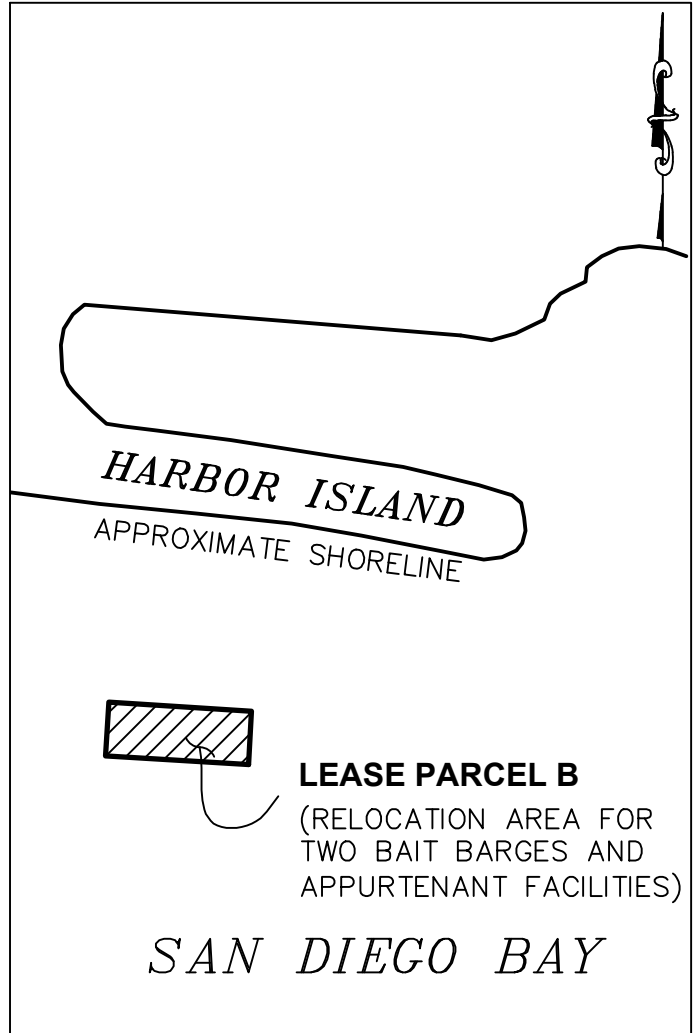
Approve the revision of rent for Lease No. PRC 9124.1 from \$64,416 per year to \$71,736 per year (\$5,978 per month) against the percentages of gross revenues described in the lease, effective February 21, 2019.

NO SCALE

SITE



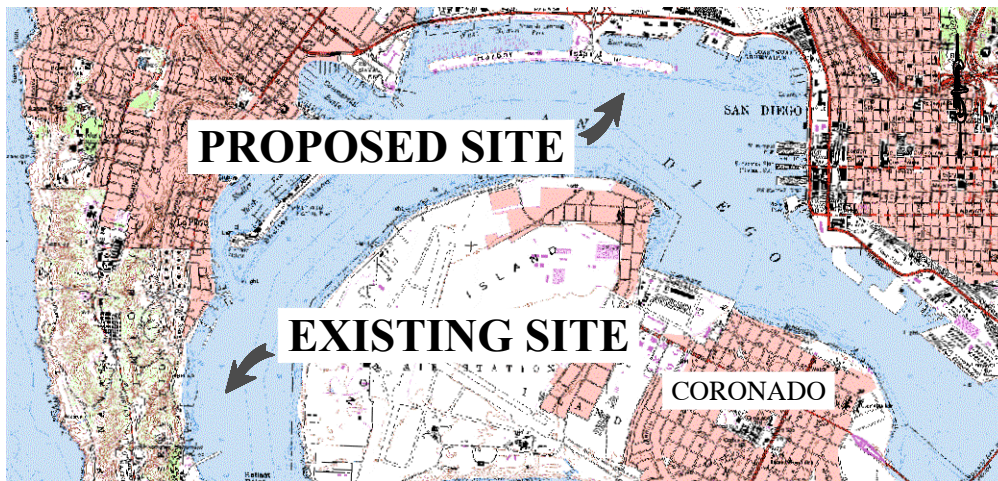
EXISTING BAIT BARGES,
SAN DIEGO BAY



PROPOSED BAIT BARGES,
SAN DIEGO BAY

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 9124.1
EVERINGHAM BROS.
BAIT CO.
GENERAL LEASE -
COMMERCIAL USE
SAN DIEGO COUNTY

