

## STAFF REPORT

36

A 11, 14

S 3, 7

08/23/19  
PRC 8486.1  
N. Lavoie

### CONTINUATION OF RENT

#### LESSEE:

Santa Fe Pacific Partners, L.P. (SFPP)  
Operating Partners to Kinder Morgan Energy Partners, L.P.

#### AREA, LAND TYPE, AND LOCATION:

Various rivers, sloughs and creeks, as well as San Francisco Bay and the Carquinez Strait, Contra Costa and Solano Counties.

#### AUTHORIZED USE:

Use and maintenance of a 20-inch-diameter petroleum products pipeline extending from the existing SFPP Concord Station in Contra Costa County to the existing SFPP Sacramento station in West Sacramento, Yolo County and continued use and maintenance of an existing 14-inch-diameter refined petroleum products pipeline known as Line Section 25.

#### LEASE TERM:

25 years, beginning October 20, 2003.

#### 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 continued at \$27,935 per year, effective October 20, 2019.

#### OTHER PERTINENT INFORMATION:

1. Approval or denial of the continuation of rent is a discretionary action by the Commission. Each time the Commission approves or rejects a continuation of rent, it exercises legislatively delegated authority and responsibility as trustee of the State's Public Trust lands as authorized by law. Upon expiration or prior termination of the lease, the lessee also has no right to a new lease or to renewal of any previous lease.
2. On November 13, 2003, the Commission authorized a General Lease – Right-of-Way Use to Santa Fe Pacific Partners, L.P. (SFPP), Operating Partners to Kinder Morgan Energy Partners, L.P. for a term of 25 years

**STAFF REPORT NO. 36 (CONT'D)**

beginning on October 20, 2003 ([Item 1, November 13, 2003](#)). The lease will expire on October 19, 2028.

3. 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.
4. Approving the continuation 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:**

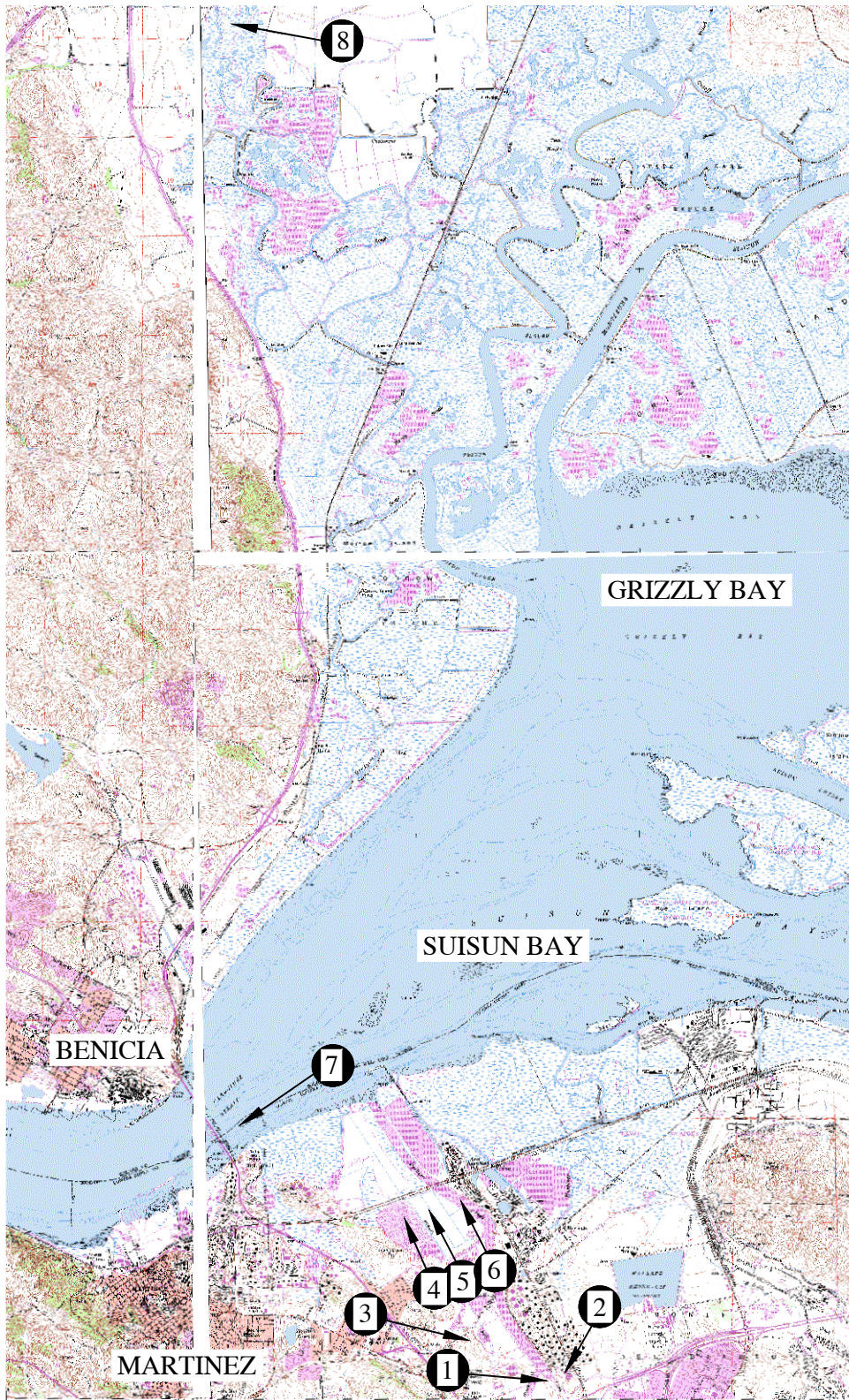
Approve the continuation of rent for Lease No. PRC 8486.1 at \$27,935 per year, effective October 20, 2019.

NO SCALE

## LOCATION

### LEASE AREAS

1. Grayson Creek Crossing  
20" Pipeline
2. Walnut Creek Crossing  
20" Pipeline
3. Pacheco Creek Crossing  
20" Pipeline
4. Pacheco Creek Crossing  
14" Pipeline
5. Walnut Creek Crossing  
14" Pipeline
6. Pacheco Creek Crossing  
14" Pipeline
7. Carquinez Strait Crossing  
14" Pipeline
8. Cordelia Slough Crossing  
20" Pipeline



### PIPELINE CROSSINGS IN SOLANO, AND CONTRA COSTA COUNTIES

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. MAP SOURCE: USGS QUAD

### Exhibit A

PRC 8486.1  
SFPP, LP  
SOLANO AND  
CONTRA COSTA  
COUNTIES

