

Staff Report 47

Revision of Rent

LESSEE:

San Diego Gas & Electric Company

PROPOSED ACTION:

AREA, LAND TYPE, AND LOCATION

Sovereign land in and adjacent to the San Dieguito River, Del Mar, San Diego County.

AUTHORIZED USE:

Retention, use, and maintenance of a 4-inch-diameter natural gas pipeline attached to the Camino Del Mar Bridge.

TERM:

25 years, beginning October 1, 2010.

CONSIDERATION:

This lease provides that the Commission 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 \$450 per year to \$503 per year, effective October 1, 2020.

OTHER PERTINENT INFORMATION:

1. Approval or denial of the revision of rent is a discretionary action by the Commission. Each time the Commission approves or rejects a revision of rent, it exercises legislatively delegated authority and responsibility as trustee of the State's Public Lands as authorized by law. Upon expiration or prior termination of the lease, the Lessee has no right to a new lease or to renewal of any previous lease.
2. On October 29, 2004, the Commission authorized a General Lease – Right-of-Way Use to San Diego Gas & Electric Company for retention, use, and maintenance of a

4-inch-diameter natural gas pipeline ([Item 41, October 29, 2010](#)). The lease will expire on September 30, 2035. The rent associated with this lease was last revised in 2015 ([Item 71, June 29, 2015](#)).

3. Staff has requested updated inspection reports from the Lessee. Staff has not received the results of the inspection but will follow up with the Lessee.
4. The 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:

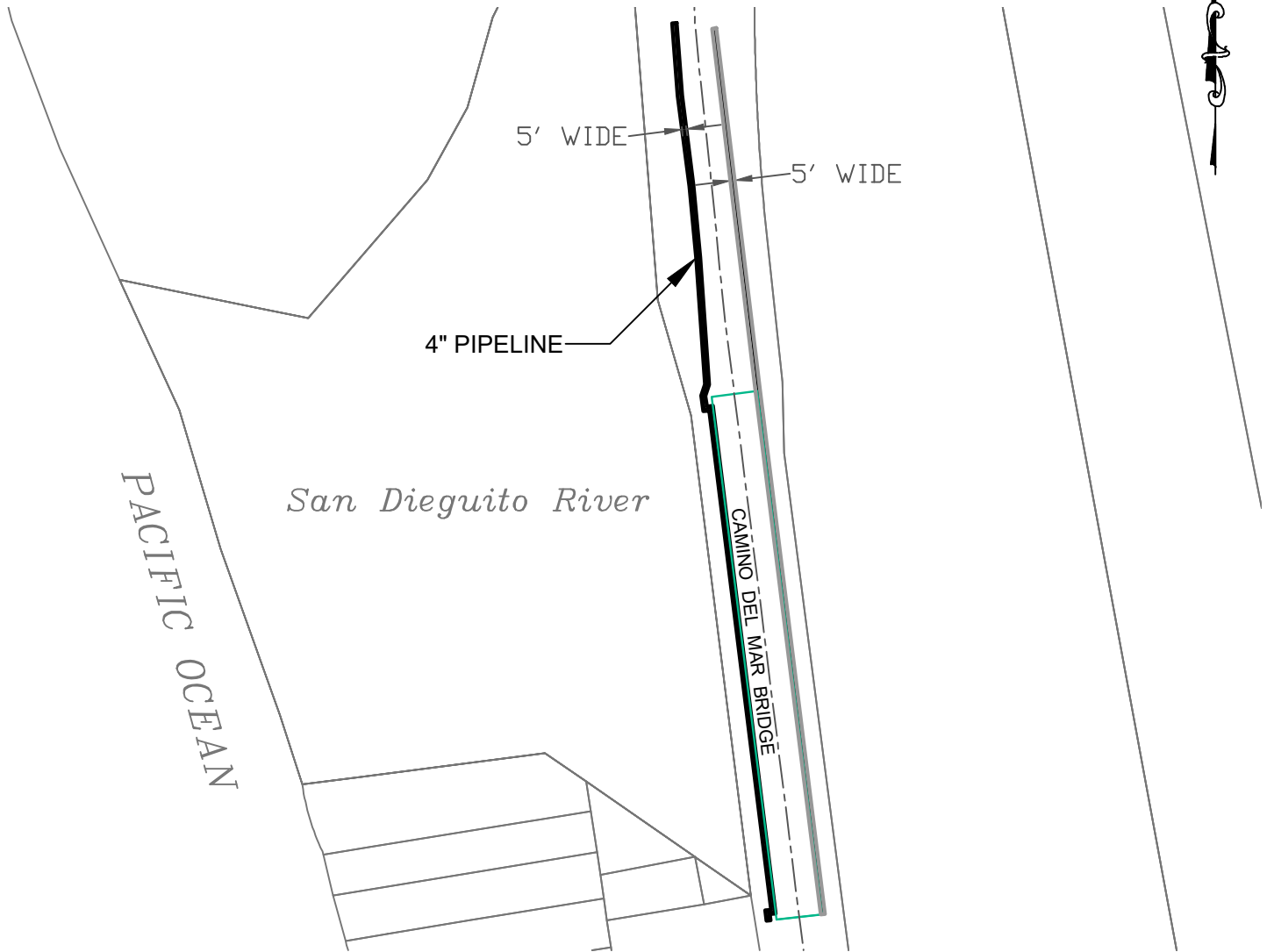
It is recommended that the Commission:

AUTHORIZATION:

1. Approve the revision of rent for Lease No. PRC 8895 from \$450 per year to \$503 per year, effective October 1, 2020.

NO SCALE

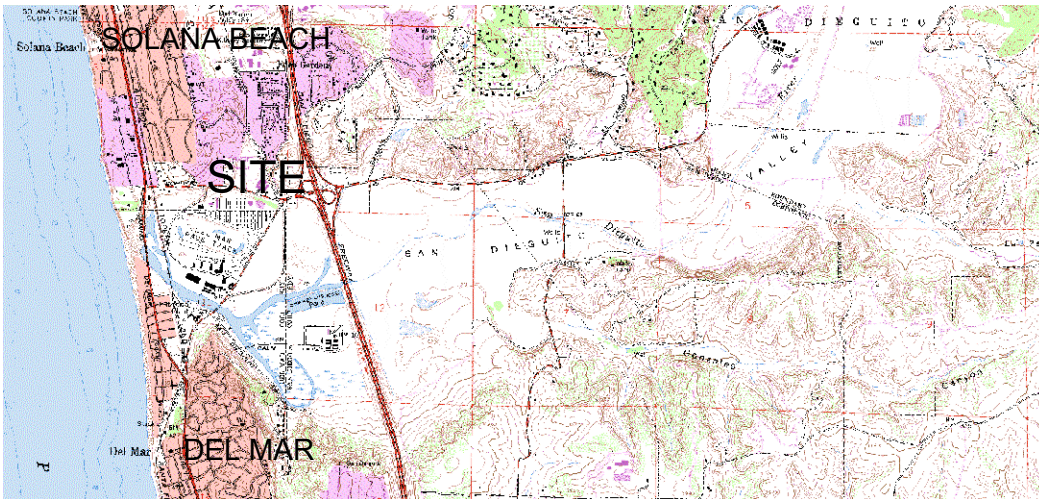
SITE



4" GAS PIPELINE CAMINO DEL MAR BRIDGE SAN DIEGUITO 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 8895
SAN DIEGO GAS &
ELECTRIC CO.
GENERAL LEASE -
RIGHT-OF-WAY USE
SAN DIEGO COUNTY



JAK 7/13/20