Meeting Date: 10/22/20 Lease Number: 8909

Staff: K. Foster

### Staff Report 39

#### **APPLICANT:**

San Diego Gas and Electric Company

#### PROPOSED ACTION:

Revision of Rent

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

6.63 acres, more or less, of State indemnity school land in a portion of Sections 27 and 28, Township 16 South, Range 9 East, SBM, northwest of Coyote Wells, Imperial County.

#### **AUTHORIZED USE:**

Continued use and maintenance of an existing 500-kilovolt (kV) electrical transmission line.

#### TERM:

25 years, beginning December 10, 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 \$1,312 per year, effective December 10, 2020.

#### **OTHER PERTINENT INFORMATION:**

 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 December 10, 2010, the Commission authorized a General Lease Right of Way Use to San Diego Gas and Electric Company for the construction, use and maintenance of a 500-kV electrical transmission line (<u>Item 30, December 10, 2010</u>). The lease will expire on December 9, 2035. The lease initially authorized a total of 36.56 acres, more or less, with approximately 30 acres used for a temporary construction work area during the construction period over the first 4 years of the lease. That acreage was located within Section 21 to the north of the current lease area. The area under lease is now 6.63 acres where the transmission line is located.
- 3. The action is consistent with Strategy 2.1 of the Commission's Strategic Plan to optimize returns for the responsible development and use of State lands and resources, both onshore and offshore, and Strategy 2.2 to ensure timely receipt of revenues and royalties from the use and development of State lands and minerals.
- 4. 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:**

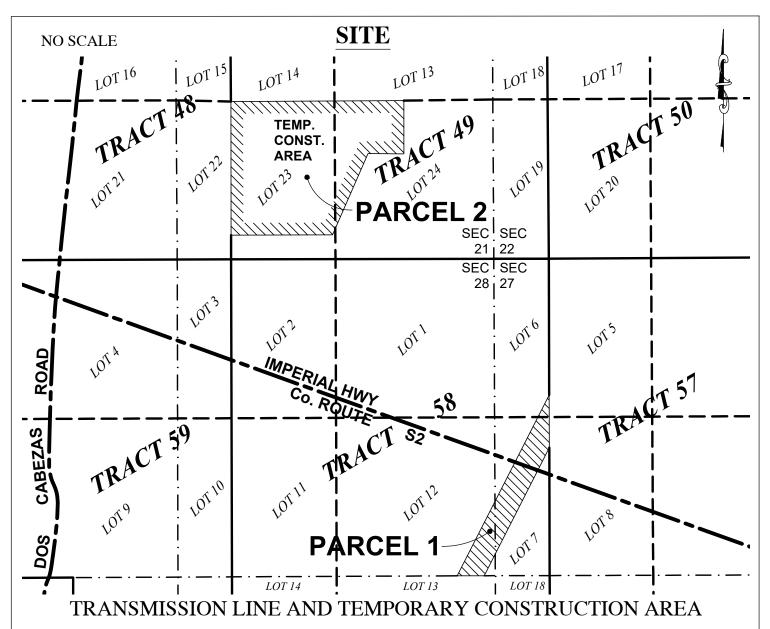
A. Site and Location Map

#### **RECOMMENDED ACTION:**

It is recommended that the Commission:

#### **AUTHORIZATION:**

Approve the revision of rent for Lease No. PRC 8909 from \$450 per year to \$1,312 per year, effective December 10, 2020.



# NO SCALE LOCATION COVORD COVORD NOUNT SITE CONORD COVORD COVOR

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 8909.2 SAN DIEGO GAS & ELECTRIC GENERAL LEASE RIGHT-OF-WAY USE IMPERIAL COUNTY

