

MINUTE ITEM

9. (APPLICATION FOR RIGHT-OF-WAY EASEMENT, SAN DIEGO BAY, SAN DIEGO COUNTY, SAN DIEGO GAS AND ELECTRIC COMPANY - W. O. 2776, P.R.C. 2045.1.)

Following presentation of Calendar Item 26 attached, Mr. Frank W. DeVore reported, on behalf of the San Diego Gas and Electric Company, that his company intends to utilize only about 655,000 cubic yards of the 3,555,000 cubic yards of material proposed to be removed, and indicated that the City of Chula Vista perhaps could use any additional amount for development of its tideland area. Mr. DeVore inquired if such an arrangement could be made with Chula Vista, whether the San Diego Gas and Electric Company would be required to pay the three cents per cubic yard for the entire amount of spoils removed, or could arrange to make payment only for the 655,000 cubic yards actually needed. The Executive Officer indicated that this matter could be explored during the term of the lease, and stated that if the office of the Attorney General determined that the public benefit was such that payment would not be necessary, an extraction lease could be terminated.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, THE FOLLOWING RESOLUTION WAS ADOPTED:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE TO THE SAN DIEGO GAS AND ELECTRIC COMPANY AN EASEMENT FOR THE ESTABLISHMENT OF A COOLING WATER INTAKE AND DISCHARGE CHANNELS IN SOUTH SAN DIEGO BAY ADJACENT TO AN ELECTRIC GENERATING PLANT NOW UNDER CONSTRUCTION, THE AREA OF EASEMENT TO BE APPROXIMATELY 225.6 ACRES, AND THE TERM TO BE FOR 49 YEARS AT A TOTAL RENTAL OF \$14,742.55, TO BE PAID IN ADVANCE.

FURTHER, THE EXECUTIVE OFFICER IS AUTHORIZED TO OFFER A MINERAL EXTRACTION LEASE FOR THE REMOVAL FROM THE EASEMENT AREA OF A TOTAL OF APPROXIMATELY 3,555,000 CUBIC YARDS OF MATERIAL AT A MINIMUM ROYALTY OF 3 CENTS PER CUBIC YARD.

Attachment
Calendar Item 26 (1 page)

CALENDAR ITEM

COMMERCIAL LEASE

26.

(APPLICATION FOR RIGHT-OF-WAY EASEMENT, SAN DIEGO BAY, SAN DIEGO COUNTY, SAN DIEGO GAS AND ELECTRIC COMPANY - W. O. 2776.)

The San Diego Gas and Electric Company has applied for a right-of-way easement in the southerly end of San Diego Bay in two parcels to provide for the intake and discharge of cooling water in connection with an electric generating plant. Unit No. 1 of eight eventual units is now under construction. The intake channel is designed with an overall width of 1300 feet, the discharge channel is a variable width from 630 feet to 936 feet. No structures will be placed in the requested area. The required volume of water is to be made available by dredging the area applied for. The area of the two parcels is approximately 225.6 acres. The easements have been requested for 49 years, with the rental for the full term to be \$14,742.55. Material to be removed by dredging will amount to approximately 655,000 cubic yards immediately and approximately 2,900,000 cubic yards eventually upon construction of additional units. Authorization for dredging will require a mineral extraction lease in addition to the requested easements. The statutory application filing fee and expense deposit have been received.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE TO THE SAN DIEGO GAS AND ELECTRIC COMPANY AN EASEMENT FOR THE ESTABLISHMENT OF A COOLING WATER INTAKE AND DISCHARGE CHANNELS IN SOUTH SAN DIEGO BAY ADJACENT TO AN ELECTRIC GENERATING PLANT NOW UNDER CONSTRUCTION, THE AREA OF EASEMENT TO BE APPROXIMATELY 225.6 ACRES, AND THE TERM TO BE FOR 49 YEARS AT A TOTAL RENTAL OF \$14,742.55, TO BE PAID IN ADVANCE.

IT IS ALSO RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO OFFER A MINERAL EXTRACTION LEASE FOR THE REMOVAL FROM THE EASEMENT AREA OF A TOTAL OF APPROXIMATELY 3,555,000 CUBIC YARDS OF MATERIAL AT A MINIMUM ROYALTY OF 3 CENTS PER CUBIC YARD.