

**CALENDAR ITEM
C51**

A 34
S 17

12/16/02
PRC 1531.2
S. Young

CONTINUATION OF RENT

LESSEE:

Pacific Gas and Electric Company
Attn: Ms. Missy Brosnan, Land Services
77 Beale Street, Room 2150, Mailcode N10A
P.O. Box 70000
San Francisco, California 94177

AREA, LAND TYPE, AND LOCATION:

12.48 acres, more or less, of school lands ten miles southeast of Ridgecrest, in San Bernardino County.

AUTHORIZED USE:

10-inch and 12-inch diameter natural gas transmission lines.

LEASE TERM:

25 years, beginning January 1, 1988.

CONSIDERATION:

This lease provides that Lessor 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 the rent be continued at \$2,391.40 per year, effective January 1, 2003.

OTHER PERTINENT INFORMATION:

Under United States Bankruptcy Court Case No. 01-30923 DM filed July 29, 2001, the Court approved the Notice of Entry of Order Regarding Motion for Authorization to Settle Post Petition Third Party Claims in the Ordinary Course of Business which authorizes Pacific Gas and Electric Company to continue their operations.

CALENDAR ITEM NO. **C51** (CONT'D)

EXHIBIT:

- A. Location Map

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS NOT SUBJECT TO THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15060(c)(3) BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

APPROVE THE CONTINUATION OF RENT FOR LEASE NO. PRC 1531.2 AT \$2,391.40 PER YEAR, EFFECTIVE JANUARY 1, 2003.

CALENDAR PAGE

MINUTE PAGE
