

This Calendar Item No. C45 was approved as
Minute Item No. 15 by the California State Lands
Commission by a vote of 3 to 0 at its
9-8-05 meeting.

CALENDAR ITEM
C45

A 25, 31
S 14, 16

08/08/05
PRC 7410.1
J. Smith

CONTINUATION OF RENT

LESSEE:

California Gas Gathering, Inc.
2981 Gold Canal Drive
Rancho Cordova, California 95670

AREA, LAND TYPE, AND LOCATION:

0.16 acre, more or less, of sovereign lands in the bed of the San Joaquin River,
near Mendota, Fresno and Madera counties.

AUTHORIZED USE:

Operation and maintenance of a six-inch diameter natural gas pipeline.

LEASE TERM:

30 years, beginning July 1, 1990.

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 \$100 per year, effective
July 1, 2005.

OTHER PERTINENT INFORMATION:

PRC 7410.1 covers a six-inch natural gas pipeline under the San Joaquin River
in Fresno and Madera counties. The lease was issued for a term of 30 years,
beginning July 1, 1990. The pipeline is under the authority of the Federal
Department of Transportation (DOT) pursuant to Title 49, Code of Federal
Regulations, Part 192. Lessee has provided Commission staff with confirmation
that its pipeline is maintained pursuant to and in compliance with the DOT
regulations.

EXHIBIT:

A. Location and Site Map

CALENDAR ITEM NO. C45 (CONT'D)

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 7410.1 AT \$100 PER YEAR, EFFECTIVE JULY 1, 2005.

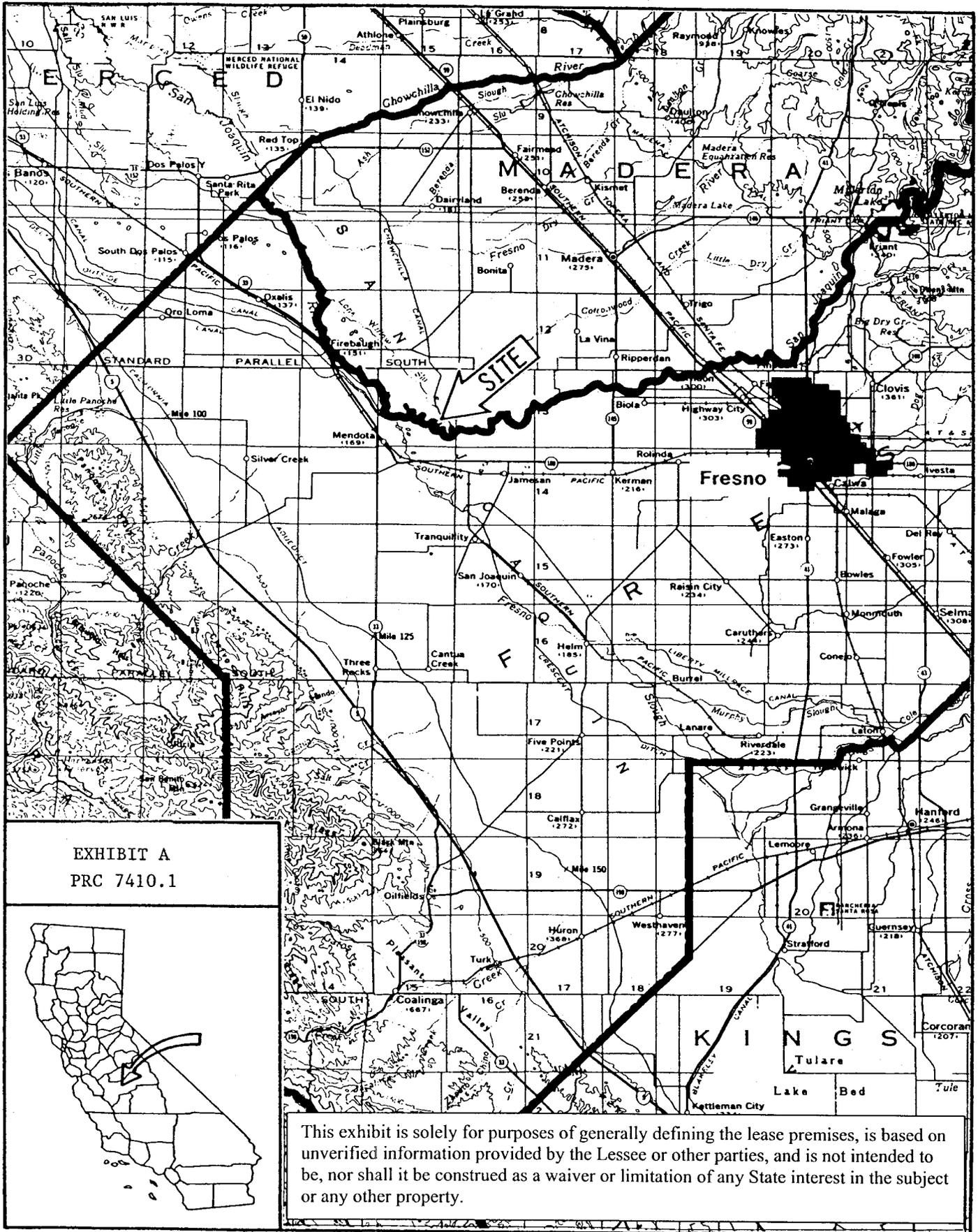


EXHIBIT A
 PRC 7410.1



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.