

**CALENDAR ITEM
C14**

A 26, 17
S 05

02/05/07
PRC 8416.1
V. Caldwell

CONTINUATION OF RENT

LESSEE:

Pacific Gas and Electric Company
P.O. Box 77000
San Francisco, California 94177

AREA, LAND TYPE, AND LOCATION:

0.24 acres, more or less, of sovereign lands in Burns Cutoff, between Roberts Island and Rough and Ready Island, near the city of Stockton, San Joaquin County.

AUTHORIZED USE:

Operation, use and maintenance of a horizontal directionally drilled four and one-half inch diameter natural gas pipeline which provides natural gas service to Roberts Island.

LEASE TERM:

20 years, beginning September 25, 2002.

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 September 25, 2007.

OTHER PERTINENT INFORMATION:

On October 1, 2002, the Commission authorized the construction, use and maintenance of a four and one-half inch diameter natural gas pipeline. Construction was completed on October 31, 2002 and the pipeline has been in operation since that date.

EXHIBIT:

A. Location Map

CALENDAR ITEM NO. **C14** (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 8416.1 AT \$100 PER YEAR, EFFECTIVE SEPTEMBER 25, 2007.