CALENDAR ITEM

C30

A 80 06/24/08

PRC 7428.2

S 37 C. Hudson

CONTINUATION OF RENT

LESSEE:

AT&T Corporation
3001 Cobb Parkway, NW-Room 162
Atlanta, GA 30309

AREA, LAND TYPE, AND LOCATION:

9.80 acres, more or less, of State school land located in five parcels all lying west of the Salton Sea, which include portions of Section 4, T11S, R10E, SMB, Section 10, T11S, R10E, SBM, and Sections 28, 30, 34, T10S, R9E, SMB, Imperial County.

AUTHORIZED USE:

Operation, use, and maintenance of a 0.5 inch diameter underground fiber optic cable.

LEASE TERM:

30 years, beginning August 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 $599 per year, effective August 1, 2008.

OTHER PERTINENT INFORMATION:

1. On August 22, 1990, the Commission authorized a General Lease - Right of Way Use with American Telephone and Telegraph Company. That lease will expire on July 31, 2020. On February 2, 2006, the Commission authorized the assignment of Lease No. PRC 7428.2 from American Telephone and Telegraph Company to AT&T Corp., a Wholly-Owned Subsidiary of SBC Communications, Inc.

2. The underground fiber optic cable extends from the AT&T tower site (Salton Microwave Station), passes through the State school lands and terminates in the city of Calexico, Imperial County.

EXHIBIT:

A. Site and 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 7428.2 AT $599 PER YEAR, EFFECTIVE AUGUST 1, 2008.

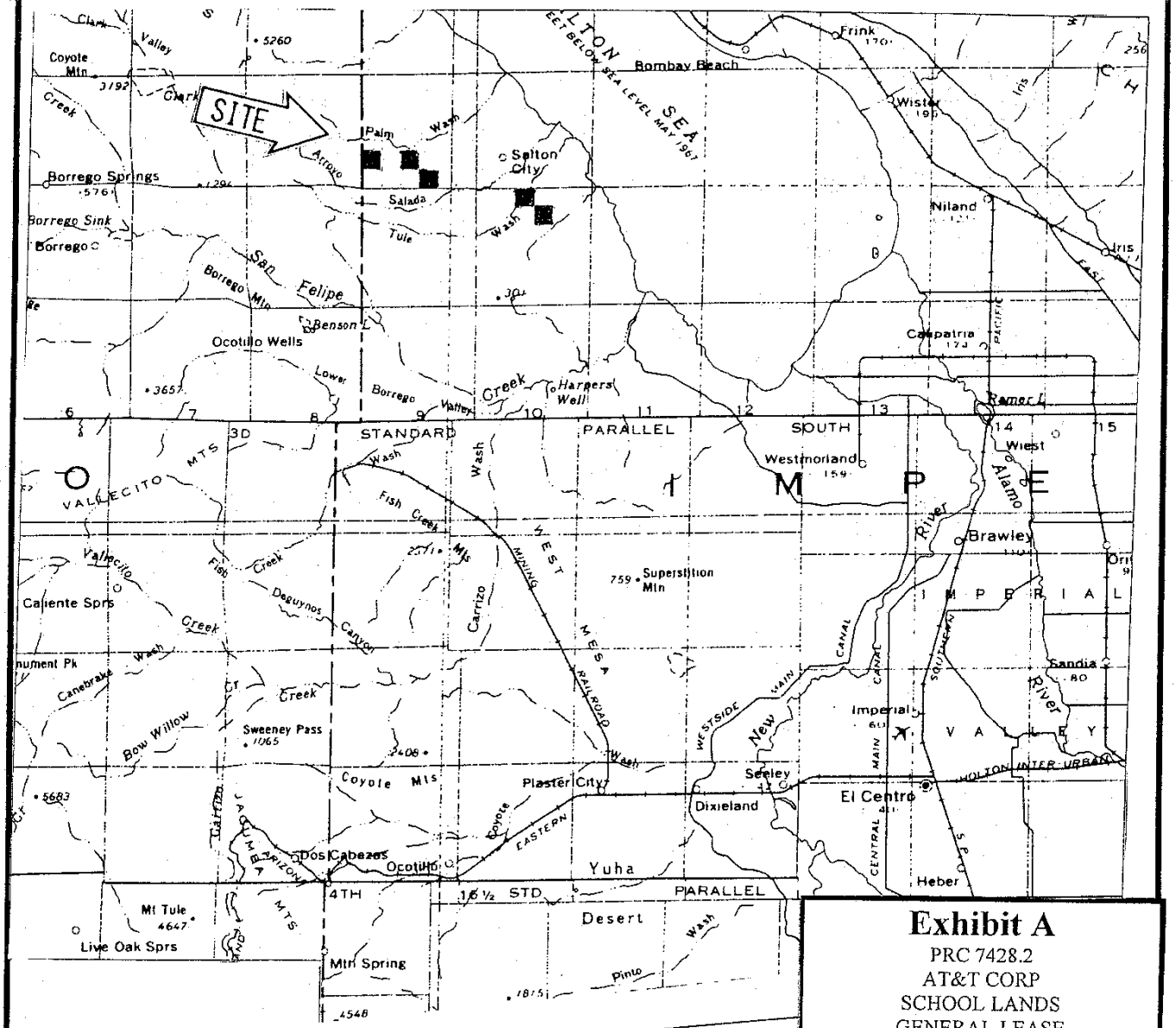

Exhibit A

PRC 7428.2
AT&T CORP
SCHOOL LANDS
GENERAL LEASE
IMPERIAL COUNTY

This exhibit is solely for purposes of generally defining the leased premises, is based on unverified information provided by lessee or other parties, and is not intended to be, nor shall it be construed to as a waiver or limitation of any state interest in the subject or any other property.