CALENDAR ITEM C40

Α	34	06/24/08
		SA 5765
S	18	J. Porter
		J. Frey

CONSIDER AUTHORIZATION, AS SCHOOL LANDS TRUSTEE, OF THE SALE AND SUBSEQUENT ISSUANCE OF A PATENT OF STATE SCHOOL LANDS TO THE NATURE CONSERVANCY

APPLICANT:

The Nature Conservancy 201 Mission Street San Francisco, CA 94105

AREA, LAND TYPE, AND LOCATION:

640 acres, more or less, of State school lands located south of Tecopa, identified as Section 16, Township 20 North, Range 7 East, SBM, Inyo County.

STATUTORY AND OTHER REFERENCES:

- A. Public Resources Code Division 6, Parts 1 and 2; Division 7.7; Division 13.
- B. California Code of Regulations Title 3, Division 3; Title 14, Division 6.

OTHER PERTINENT INFORMATION:

- 1. The Nature Conservancy has submitted an application to purchase the subject property with the intention of donating the property to the Bureau of Land Management (BLM), subject to a donation agreement that will insure the environmental protection of the property in perpetuity. The BLM intends to incorporate the property into the existing Amargosa Canyon Natural Area and Area of Critical Environmental Concern (ACEC). The BLM considers the property to be a crucial piece of the ACEC due to its natural springs, its scenic values, and its critical habitat for endangered species, such as the Amargosa vole, the Amargosa pupfish, the southwest willow flycatcher, and the Least Bell's vireo.
- 2. The purchase price of \$640,000 is within the range of fair market value for the subject property, supported by an independent appraisal of the property. In addition to the \$640,000 purchase price, the Applicant also will pay a patent fee and other costs associated with the purchase.
- 3. The consideration of \$640,000 will be deposited into the School Land Bank to: 1) facilitate the management of school lands; 2) generate revenue, and 3) carry out the goals of the School Land Bank Act. The California State Lands Commission will be acting as trustee for the School

CALENDAR ITEM NO. **C40** (CONT'D)

Land Bank, pursuant to Division 7.7 of the Public Resources Code for this transaction.

- 4. The proposed sale to The Nature Conservancy is an all cash transaction at a price of \$640,000.
- 5. Staff has filed a general plan for this activity with the Legislature pursuant to the Public Resources Code section 6373.
- 6. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, sections15061(b)(1) and 15282), the staff has determined that this activity is statutorily exempt from the requirements of the CEQA because it involves an action taken pursuant to the School Land Bank Act, Public Resources Code, section 8710.

Authority: Public Resources Code section 8710.2.

7. This activity involves lands identified as possessing significant environmental values pursuant to Public Resources Code sections 6370, et seq. Based upon the staff's consultation with the persons nominating such lands and through the CEQA review process, it is the staff's opinion that the project, as proposed, is consistent with its use classification.

EXHIBITS:

- A. Site Map
- B. Land Description
- C. General Plan

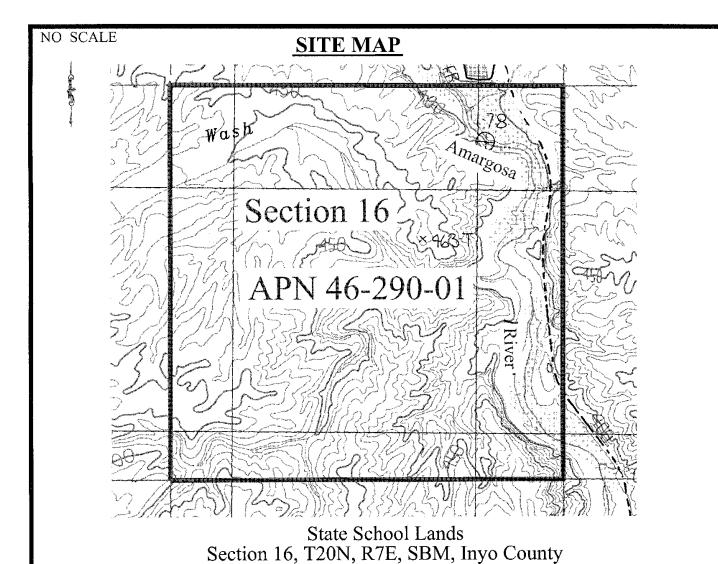
RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

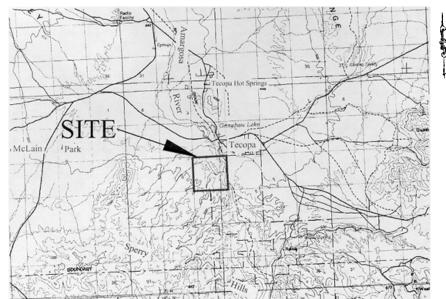
- 1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, 15061 AS A STATUTORILY EXEMPT PROJECT PURSUANT TO PUBLIC RESOURCES CODE SECTION 8710, AN ACTION TAKEN PURSUANT TO THE SCHOOL LAND BANK ACT, PUBLIC RESOURCES CODE SECTION 8710.
- 2. FIND THAT THIS ACTIVITY IS CONSISTENT WITH THE USE CLASSIFICATION DESIGNATED BY THE COMMISSION FOR THE LAND PURUSANT TO PUBLIC RESOURCES CODE SECTIONS 6370, ET SEQ.

CALENDAR ITEM NO. C40 (CONT'D)

- 3. FIND THAT A GENERAL PLAN FOR THIS ACTIVITY WAS FILED WITH THE LEGISLATURE PURSUANT TO PUBLIC RESOURCES CODE SECTION 6373 AND THAT THE USE OF THE LAND SHOWN ON EXHIBIT A AND DESCRIBED IN EXHIBIT B WILL BE CONSISTENT WITH SUCH PLAN.
- 4. FIND THAT THE SALE IS IN THE BEST INTEREST OF THE STATE OF CALIFORNIA.
- 5. AUTHORIZE THE EXECUTIVE OFFICER, OR HIS DESIGNEE, TO EXECUTE, CONSISTENT WITH THE GENERAL PLAN, THAT CERTAIN DOCUMENT ENTITLED "OFFER TO PURCHASE REAL ESTATE IN THE COUNTY OF INYO AND ACCEPTANCE OF OFFER TO PURCHASE", IN SUBSTANTIALLY THE SAME FORM AS ON FILE WITH THE COMMISSION, AND ANY OTHER DOCUMENT NECESSARY TO COMPLETE THIS TRANSACTION.
- 6. AUTHORIZE ISSUANCE OF A PATENT TO THE NATURE CONSERVANCY, SUBJECT TO APPLICABLE STATUTORY AND CONSTITUTIONAL RESERVATIONS, FOR THE LAND SHOWN ON EXHIBIT A AND DESCRIBED IN EXHIBIT B ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF.
- 7. AUTHORIZE THE DEPOSIT OF \$640,000 INTO THE SCHOOL LAND BANK FUND.



LOCATION MAP NO SCALE



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.

MAP SOURCE: USGS QUAD

Exhibit A
APN 46-290-01
SA 5765
The Nature Conservancy
Amargosa Canyon
Inyo County

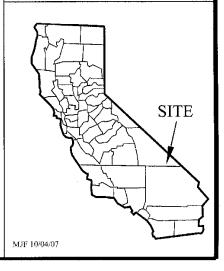


EXHIBIT C

GENERAL PLAN

PROPOSED TRANSACTION

The Nature Conservancy (TNC) proposes to purchase 640 acres, more or less, of State school lands in Invo County.

PROPERTY LOCATION/INFORMATION

The property proposed for acquisition (Subject Property) is a State school lands parcel identified as Section 16, Township 20 North, Range 7 East, SBM, Inyo County. The Subject Property is located just south of the community Tecopa in southeastern Inyo County.

LAND USE

The Subject Property is vacant, unincorporated land that is zoned OS-40 (Open Space, 40 acre minimum parcel size) by Inyo County. The Amargosa River crosses the eastern side of the parcel in a north/south direction. The topography is more or less level at the river level, but there are steep canyon walls on both sides of the river. The topography on the western side of the parcel is a rolling to hilly plateau. Surrounding lands are owned primarily by the Bureau of Land Management, some of which have been designated as the Amargosa Canyon Natural Area and Area of Critical Environmental Concern (ACEC). The highest and best use of the Subject Property is estimated to be to hold for long-term investment purposes, but historically the property has not been used for any commercial purpose due to lack of utilities and the lack of legal and physical access.

PROPOSED USE

Although TNC will be acquiring the land, it is the intention of TNC to transfer the land to the United States Bureau of Land Management (BLM), subject to a donation agreement that will insure its wildland and biodiversity values are protected in perpetuity. The BLM intends to add the parcel to the Amargosa Canyon ACEC. The BLM considers the Subject Property to be a crucial piece of the ACEC due to its natural springs, its scenic values, and its critical habitat for endangered species, such as the Amargosa vole, the Amargosa pupfish, the southwest willow flycatcher, and the Least Bell's vireo.