

**CALENDAR ITEM
C90**

A 3
S 1

04/26/13
PRC 6962.2
C. Hudson

REVISION OF RENT

LESSEE:

Karlo Ranch, LLC
984 Bucks Lake Road
Quincy, CA 95971

AREA, LAND TYPE, AND LOCATION:

2,057 acres, more or less, of State school and lieu land located in portions of Sections 21, 28, 32, 33, and 34, Township 31 North, Range 15 East, MDM; and Section 36, Township 31 North, Range 14 East, MDM, near Honey Lake, Lassen County.

AUTHORIZED USE:

Cattle grazing.

LEASE TERM:

10 years, beginning April 1, 2007.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff conducted a review of the rent under this lease and recommends that rent be revised from \$500 per year to \$816 per year, effective April 1, 2013.

OTHER PERTINENT INFORMATION:

1. On June 28, 2007, the Commission authorized a 10-year General Lease – Grazing Use to Sandra Braden, Paula Rosser, and Bruce Jacobson, Successor Co-Trustees of the Henry and Dorothy Schechert Trust, dated March 24, 1982. In 2008, the Commission authorized an assignment of lease to Karlo Ranch, LLC. The lease will expire on March 31, 2017.
2. The staff recommends the Commission find that the subject revision of rent does not have a potential for resulting in either a direct or a reasonably foreseeable indirect physical change in the environment, and

CALENDAR ITEM NO. **C90** (CONT'D)

is, therefore, not a project in accordance with the California Environmental Quality Act (CEQA).

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14, sections 15060, subdivision (c)(3), and 15378.

EXHIBIT:

- A. Site and Location Map

RECOMMENDED ACTION:

It is recommended that the Commission:

CEQA FINDING:

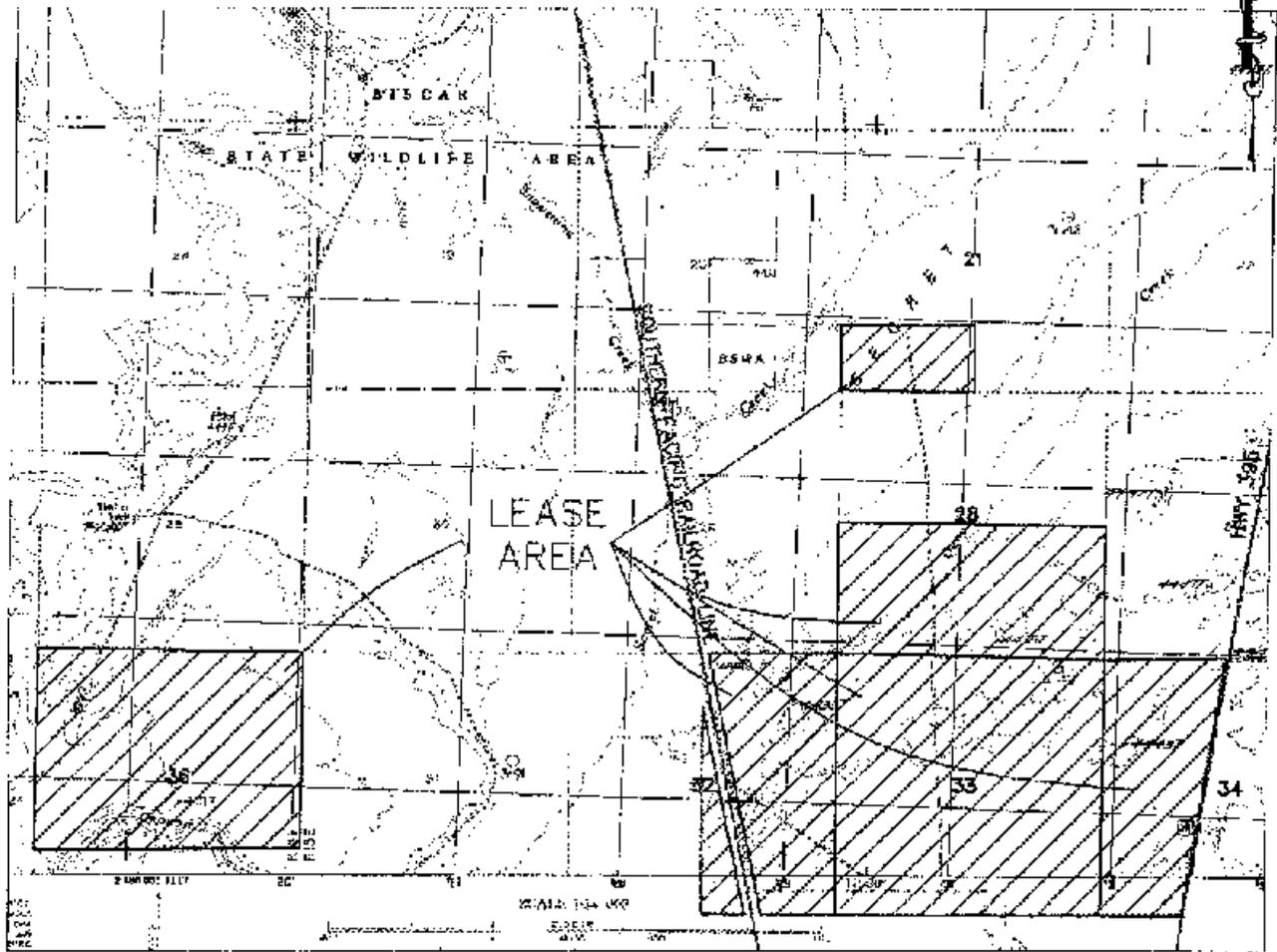
Find that the subject revision of rent is not subject to the requirements of CEQA pursuant to California Code of Regulations, Title 14, section 15060, subdivision (c)(3), because the subject activity is not a project as defined by Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378.

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 6962.2 from \$500 per year to \$816 per year, effective April 1, 2013.

NO SCALE

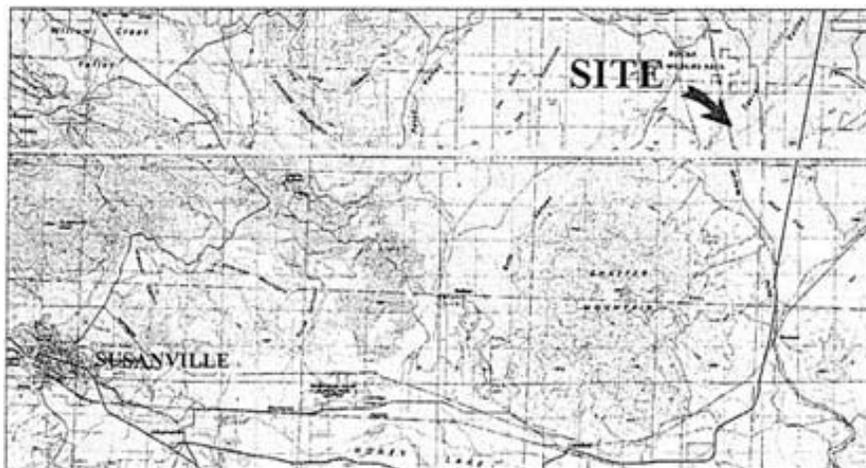
SITE



20 MI NE OF SUSANVILLE, PORTIONS OF SECTIONS 21,28,32,33,34 OF T31N, R15E AND 36 OF T31N, R14E MDM

NO SCALE

LOCATION



MAP SOURCE: USGS QUAD

Exhibit A

PRC 6962.2
 GRAZING LEASE
 APN 93-130-20;
 APN 93-120-05, 09, 10, & 11;
 APN 93-110-06; APN 93-080-17
 LASSEN COUNTY



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.