

**CALENDAR ITEM**

**C83**

A 1

06/28/16

S 1

PRC 7903.2

C. Hudson

**REVISION OF RENT**

**LESSEE:**

Sierra Pacific Power Company  
P.O. Box 10100  
Reno, NV 89520

**AREA, LAND TYPE, AND LOCATION:**

110.6 acres, more or less, of State-owned school and lieu lands within portions of Section 16, T40N, R12E, MDM, Modoc County; Section 34, T31N, R15E, MDM; Section 9, T28N, R16E, MDM; Section 9, T27N, R17E, MDM; Section 21, T27N, R17E, MDM; Section 28, T27N, R17E, MDM; Section 33, T27N, R17E, MDM; and Section 34, T31N, R15E, MDM Lassen County.

**AUTHORIZED USE:**

Use and maintenance of an existing 345 kV overhead electric power transmission line.

**LEASE TERM:**

49 years, beginning August 21, 1996.

**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 rent be revised from \$2,411 per year to \$2,787 per year, effective August 21, 2016.

**OTHER PERTINENT INFORMATION:**

1. On August 21, 1996, the Commission authorized a General Lease – Right-of-Way Use to Sierra Pacific Power Company for the use and maintenance of an existing 345 kV overhead electric power transmission line. The Lease will expire on August 20, 2045.
2. Staff conducted the rent review called for in the lease and recommends that the rent be increased to \$2,787 per year, effective August 21, 2016.

CALENDAR ITEM NO. **C83** (CONT'D)

3. This activity promotes Strategy 2.2 of the Commission's Strategic Plan, to ensure timely receipt of revenues from the use and development of State lands and minerals.
4. Approving the revision of rent is not a project as defined by the California Environmental Quality Act because it is an administrative action that will not result in direct or indirect physical changes in the environment.

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378, subdivision (b)(5).

**EXHIBIT:**

- A. Site and Location Map

**RECOMMENDED ACTION:**

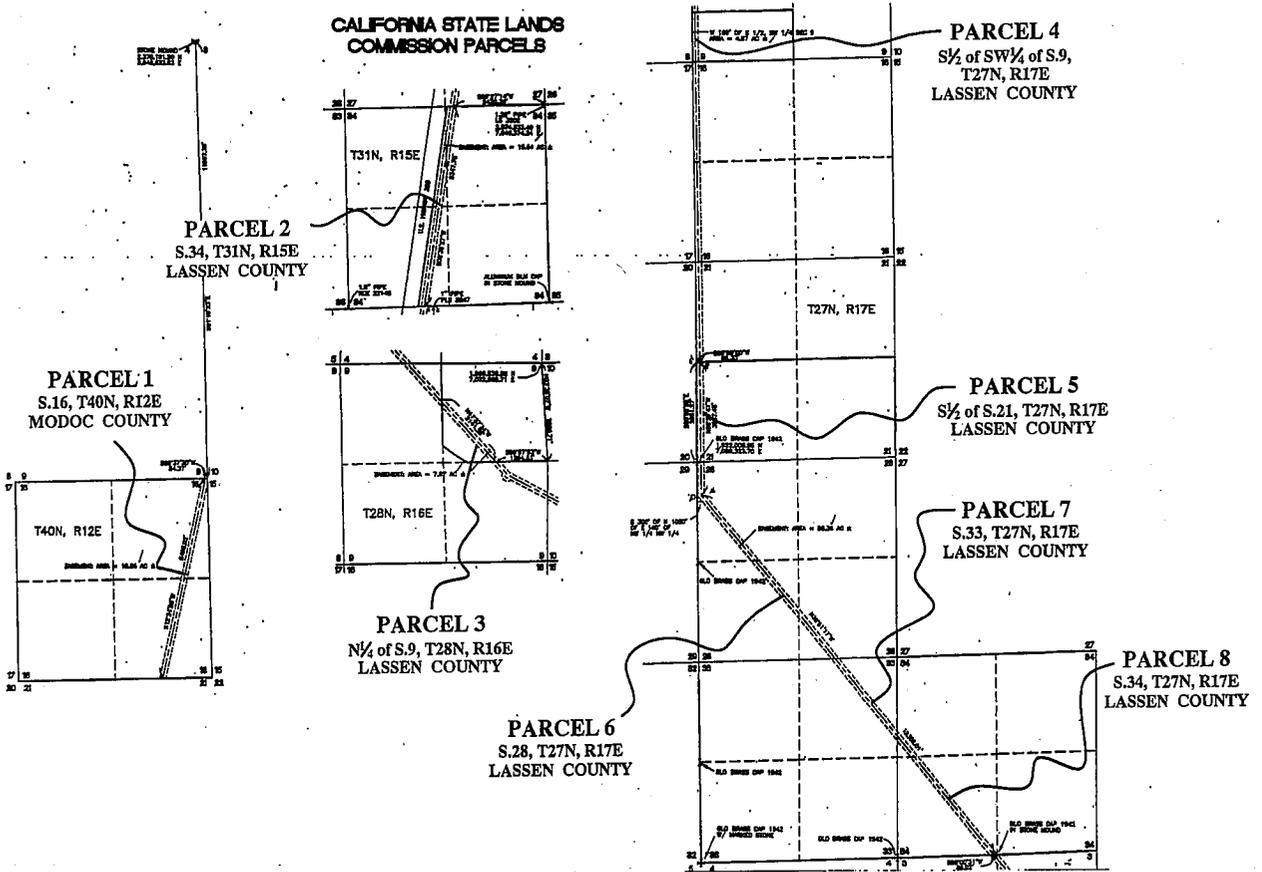
It is recommended that the Commission:

**AUTHORIZATION:**

Approve the revision of rent for Lease No. PRC 7903.2 from \$2,411 per year to \$2,787 per year, effective August 21, 2016.

NO SCALE

# SITE

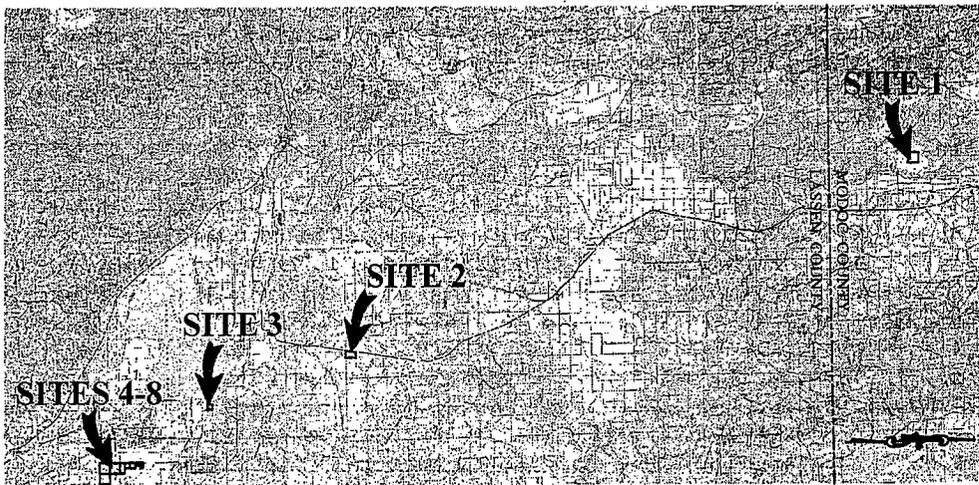


## SCHOOL LANDS

IN SEC. 16, T40N, R12E; SEC. 34, T31N, R15E; SEC. 9, T28N, R16E;  
 SEC. 9, T27N, R17E; SEC. 21, T27N, R17E; SEC. 28, T27N, R17E;  
 SEC. 33, T27N, R17E; SEC. 34, T27N, R17E, MDM

NO SCALE

## LOCATION



MAP SOURCE: USGS QUAD

## Exhibit A

PRC 7903.2  
 SIERRA PACIFIC POWER CO.  
 GENERAL LEASE -  
 RIGHT-OF-WAY USE  
 LASSEN & MODOC  
 COUNTIES



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.

TS 06/16/15