

**CALENDAR ITEM
C17**

A 2, 4, 10, 11, 14

12/06/16

S 2, 3, 7

PRC 7800.1
M. Schroeder

REVISION OF RENT

LESSEE:

CenturyLink Communications, LLC

AREA, LAND TYPE, AND LOCATION:

Numerous parcels of sovereign land in various waterways in Sonoma, Napa, Marin, Solano, and Contra Costa Counties.

AUTHORIZED USE:

Use and maintenance of a fiber optic communication line.

LEASE TERM:

25 years, beginning December 21, 1994.

CONSIDERATION:

This lease provides that the Commission 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 \$2,000 per year to \$3,886 per year, effective December 21, 2016.

OTHER PERTINENT INFORMATION:

1. On December 21, 1994, the Commission authorized the issuance of a General Lease – Right-of-Way Use, Lease No. PRC 7800.1 to Southern Pacific Telecommunications Company ([Calendar Item C23, December 21, 1994](#)). The lease will expire on December 20, 2019. On October 27, 2011, the Commission authorized the continuation of rent ([Calendar Item C02, October 27, 2011](#)). Over the years there have been successive company name changes resulting in Commission staff receiving notification on April 18, 2014, of the most recent company name change to CenturyLink Communications, LLC. The Lessee confirmed that there was no change in ownership, management, or operations associated with the name change.
2. Staff reviewed the rent called for in the lease and recommends the rent be increased to \$3,886 per year, effective December 21, 2016.

CALENDAR ITEM NO. **C17** (CONT'D)

3. This action is consistent with Strategy 2.2 of the Commission's Strategic Plan to ensure timely receipt of revenues and royalties from use 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:

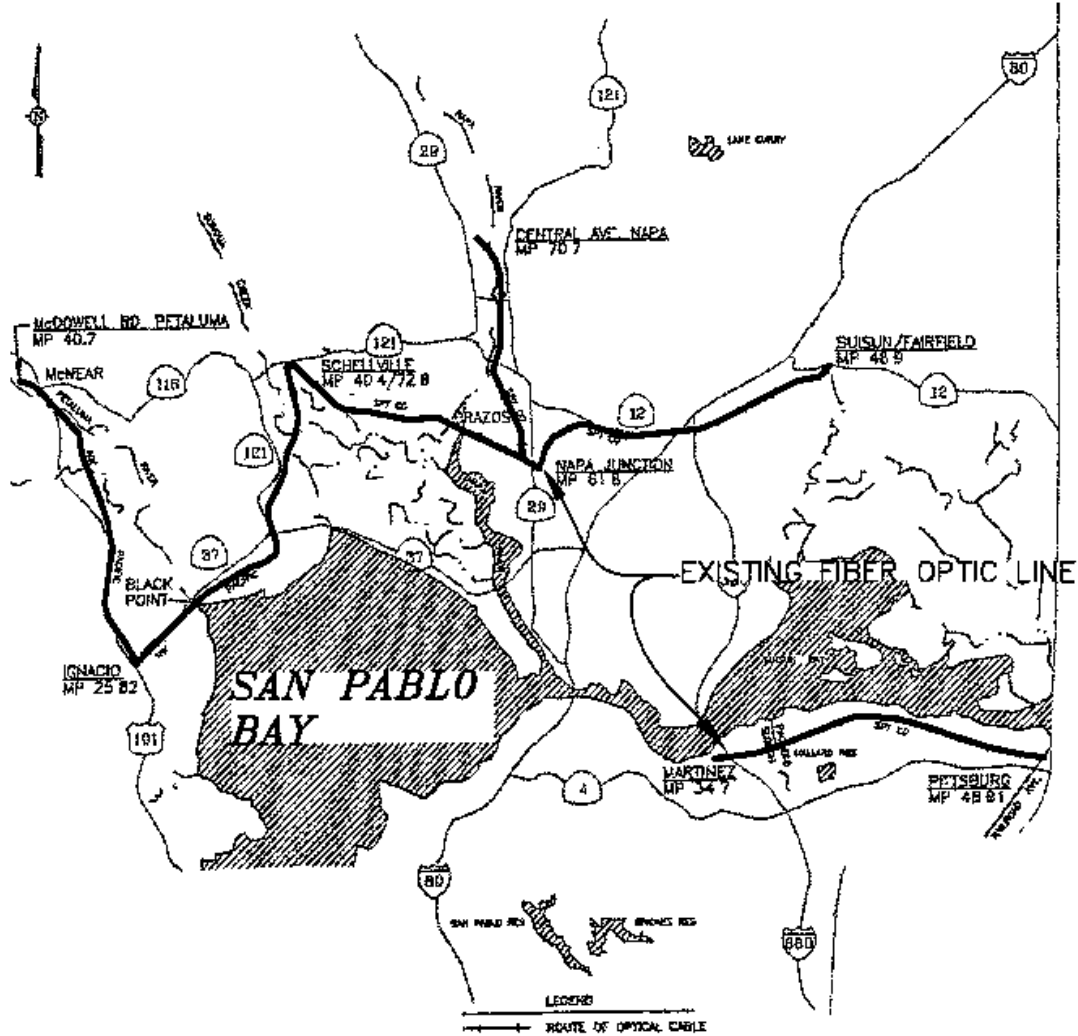
It is recommended that the Commission:

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 7800.1 from \$2,000 per year to \$3,886 per year, effective December 21, 2016.

NO SCALE

SITE



FIBER OPTICS LINE CROSSING VARIOUS WATERWAYS

NO SCALE

LOCATION



MAP SOURCE: USGS QUAD

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.

Exhibit A

PRC 7800.1
 CENTURYLINK
 COMMUNICATIONS, LLC.
 GENERAL LEASE -
 RIGHT - OF - WAY USE
 CONTRA COSTA, MARIN, NAPA,
 SOLANO, & SONOMA COUNTIES



DJF 08/15/2016