

COUNTY OF SAN MATEO Inter-Departmental Correspondence County Manager



Date: June 12, 2014 Board Meeting Date: July 15, 2014 Special Notice / Hearing: None Vote Required: Majority

To: Honorable Board of Supervisors

From: John L. Maltbie, County Manager

**Subject:** Permit Agreement for a portion of the Tower Road Facility, unincorporated San Mateo

## **RECOMMENDATION:**

Adopt a Resolution authorizing a permit agreement with Pacific Gas and Electric Company for the use of approximately two acres of vacant land at the County's Tower Road complex in unincorporated San Mateo, for an initial term of August 1, 2014 through March 31, 2015, with one option to extend for an additional six months, at an initial monthly fee of \$21,655.75.

## BACKGROUND:

In 2009, the County removed the Hillcrest Juvenile Detention facility at the Tower Road complex in unincorporated San Mateo following the construction of the Youth Services Center. The site remains vacant and is currently unused for any County functions.

Pacific Gas and Electric Company ("PG&E") is making upgrades to a portion of its gas transmission lines in San Mateo County (the "Project"), and requires a location to store and stage its equipment and materials related to the Project. In April of this year, they identified the Tower Road complex as a viable location for this "Laydown Yard" and entered into a short-term permit with the County for the temporary use of approximately one acre of vacant land, which permit expires at the end of July. PG&E now desires to increase the size of the premises to 2 acres and extend the term through March 2015.

## DISCUSSION:

Real Property Services has negotiated a Permit Agreement with PG&E for the use of approximately two acres of vacant land at the County's Tower Road complex in unincorporated San Mateo, for an initial term of eight months from August 1, 2014 through March 31, 2015 with one option to extend for an additional six months on a month-to-month basis, at an initial monthly fee of \$21,655.75. Upon completion of the Project, PG&E will remove all materials, restore the premises to its current condition,

and repair any damage, including the application of hydroseed, under the direction of the County.

County Counsel has reviewed and approved the Agreement and Resolution as to form. The Director of Public Works concurs with this recommendation.

Approval of this action contributes to the Shared Vision 2025 of a Collaborative Community by providing a laydown yard for PG&E to complete important infrastructure improvements that benefit the County's residents and visitors while generating revenue for the Department of Public Works.

## FISCAL IMPACT:

The estimated revenue of \$173,246 for the initial Term of the Agreement will be deposited into the Facilities Maintenance and Operations Budget.