# STAFF REPORT C32

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10/19/17 PRC 5318.1 J. Toy

## AMENDMENT OF LEASE AND REVISION OF RENT

## LESSEE:

Richard Bowling, Jr. and Kathleen S. Bowling, as Co-Trustees of The Bowling Revocable Trust dated December 27, 1991

## AREA, LAND TYPE, AND LOCATION:

Sovereign land in Lake Tahoe, adjacent to 4692 North Lake Tahoe Boulevard, near Carnelian Bay, Placer County.

## AUTHORIZED USE:

Continued use and maintenance of an existing pier, boat lift, and two mooring buoys.

#### LEASE TERM:

10 years, beginning October 1, 2012.

## **CONSIDERATION:**

This lease provides that the Commission may modify the rent periodically during the lease term. Pursuant to this provision, staff reviewed the rent under this lease and recommends that rent be revised from \$1,911 per year to \$1,383 per year, effective October 1, 2017.

## **PROPOSED AMENDMENT:**

Amend the lease to replace the existing Exhibit A, Land Description, and Exhibit B, Site and Location Map, with the attached Exhibit A, Land Description, and Exhibit B, Site and Location Map (for reference purposes only). All other terms and conditions of the lease shall remain in effect without amendment.

#### STAFF ANALYSIS AND RECOMMENDATION:

#### Authority:

Public Resources Code sections 6005, 6216, 6301, 6501.1, and 6503.5; California Code of Regulations, title 2, sections 2000, and 2003.

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# Public Trust and the State's Best Interests Analysis:

On September 20, 2013, the Commission authorized a 10-year General Lease – Recreational Use to Richard Bowling, Jr. and Kathleen S. Bowling, as Co-Trustees of The Bowling Revocable Trust dated December 27, 1991, for an existing pier, boat lift, and two mooring buoys (<u>Item C38, September 20, 2013</u>). That lease will expire on September 31, 2022.

The existing lease requires the payment of annual rent to compensate the people of the State for the use of sovereign land. Staff conducted the rent review called for in the lease and recommends the rent be revised from \$1,911 per year to \$1,383 per year based on changes to the lease (impact) area for the pier and application of the current Lake Tahoe Benchmark. Staff also recommends the lease be amended to reflect the new reduced lease area.

The lease does not alienate the State's fee simple interest or permanently impair public rights. The recommended action will not substantially interfere with the Public Trust needs at this location, at this time or for the foreseeable term of the lease. For these reasons, staff recommends finding the proposed action is in the best interests of the State.

# **OTHER PERTINENT INFORMATION:**

- 1. This action is consistent with Strategy 2.2 of the Commission's Strategic Plan to ensure timely receipt of revenues and royalties from the use and development of State lands and minerals.
- 2. Amendment of the lease to make an adjustment in the lease area and approving the revision of the rent are not projects as defined by the California Environmental Quality Act because they are administrative actions 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).

# EXHIBITS:

- A. Land Description
- B. Site and Location Map

# STAFF REPORT NO. C32 (CONT'D)

# **RECOMMENDED ACTION:**

It is recommended that the Commission:

# PUBLIC TRUST AND STATE'S BEST INTERESTS:

Find that the proposed amendment of Lease No. PRC 5318.1 will not substantially interfere with the Public Trust needs and values at this location, at this time or for the foreseeable term of the lease, and is in the best interests of the State.

# **AUTHORIZATION:**

- 1. Authorize the amendment of Lease No. PRC 5318.1, a General Lease – Recreational Use, effective October 1, 2017, to replace the existing Exhibit A, Land Description, and Exhibit B, Site and Location Map, with the attached Exhibit A, Land Description, and Exhibit B, Site and Location Map (for reference purposes only).
- 2. Approve the revision of rent for Lease No. PRC 5318.1 from \$1,911 per year to \$1,383 per year, effective October 1, 2017.

# **EXHIBIT A**

### LAND DESCRIPTION

Three parcels of submerged lands situated in the bed of Lake Tahoe, lying adjacent to Lot 5 of fractional Section 22, Township 16 North, Range 17 East, M.D.B.&M., as shown on Official Government Township Plat approved November 10, 1865, County of Placer, State of California, more particularly described as follows:

PARCEL 1 – PIER

All those lands underlying an existing pier, catwalk and boat lift lying adjacent to that parcel described in Grant Deed recorded August 22, 2002 as Document Number 2002-0098185 in Official Records of said County.

TOGETHER WITH any applicable Impact Area(s).

EXCEPTING THEREFROM any portion lying landward of elevation 6223 feet LTD on the shoreline of said Lake Tahoe.

PARCELS 2 & 3 - BUOYS

Two circular parcels of land, each being 50 feet in diameter, underlying two existing buoys lying adjacent to that parcel described in Grant Deed recorded August 22, 2002 as Document Number 2002-0098185 in Official Records of said County.

Accompanying plat is hereby made part of this description.

#### **END OF DESCRIPTION**

Prepared 09/06/2017 by the California State Lands Commission Boundary Unit.





