STAFF REPORT C45

- A 72
- S 34

11/29/17 PRC 8237.1 S. Avila

REVISION OF RENT

LESSEE:

Nathan Chen and Jennie Chen, Trustees of the Nathan Chen Family Trust

AREA, LAND TYPE, AND LOCATION:

Sovereign land in the Main Channel of Huntington Harbour, adjacent to 16641 Carousel Lane, Huntington Beach, Orange County.

AUTHORIZED USE:

Continued use and maintenance of an existing boat dock, access ramp, cantilevered deck, and bulkhead protection.

LEASE TERM:

10 years, beginning January 1, 2012.

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 rent be revised from \$1,941 per year to \$2,525 per year for the boat dock, access ramp, and cantilevered deck, effective January 1, 2018; consideration for the bulkhead protection to remain the public health and safety, with the State reserving the right to set a monetary rent if the Commission finds such action to be in the State's best interests, as provided in the lease.

OTHER PERTINENT INFORMATION:

 On August 14, 2012, the Commission authorized a General Lease – Recreational and Protective Structure Use to Nathan Chen and Jennie Chen, Trustees of the Nathan Chen Family Trust, for a term of 10 years beginning January 1, 2012 (<u>Item C71, August 14, 2012</u>). The lease will expire on December 31, 2021.

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- 2. 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.
- 3. 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 8237.1 from \$1,941 per year to \$2,525 per year, effective January 1, 2018.

