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02/28/20 PRC 8242.1 K. Connor

ASSIGNMENT OF LEASE

LESSEE/ASSIGNOR:

Janice Vee Goss, Trustee of the Jan Goss Survivor's Trust, established under the terms of the Goss Revocable Living Trust, dated May 7, 1996, as thereafter amended and restated, and any amendments hereafter made to such Jan Goss Survivor's Trust

ASSIGNEE:

Matthew S. Goss, Trustee, of The Matthew S. Goss Revocable Living Trust dated 9/5/2018

AREA, LAND TYPE, AND LOCATION:

Sovereign land in Huntington Harbour, adjacent to 16691 Carousel Lane, Huntington Beach, Orange County.

AUTHORIZED USE:

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

LEASE TERM:

10 years, beginning May 10, 2017.

CONSIDERATION:

Boat dock, access ramp, and cantilevered deck: \$2,322 per year, with an annual Consumer Price Index adjustment.

Bulkhead protection: The public health and safety; with the State reserving the right to set a monetary rent if the lessor finds such action to be in the State's best interests, as provided in the lease.

SPECIFIC LEASE PROVISIONS:

Liability insurance in an amount no less than \$1,000,000 per occurrence.

STAFF ANALYSIS AND RECOMMENDATION: Authority:

Public Resources Code sections 6005, 6216, 6301, 6321, 6321.2, 6501.1, 6503, and 6503.5; California Code of Regulations, title 2, sections 2000 and 2003.

Public Trust and State's Best Interests Analysis:

On June 22, 2017, the Commission authorized a General Lease – Recreational and Protective Structure Use to Janice Vee Goss, Trustee of the Jan Goss Survivor's Trust, established under the terms of the Goss Revocable Living Trust, dated May 7, 1996, as thereafter amended and restated, and any amendments hereafter made to such Jan Goss Survivor's Trust (<u>Item C51, June 22, 2017</u>). The lease will expire on May 9, 2027. On May 7, 2019, the upland property was deeded to Matthew S. Goss, Trustee, of The Matthew S. Goss Revocable Living Trust dated 9/5/2018. The Applicant has agreed to perform and be bound by the terms, conditions, covenants, and agreements contained in the lease.

The lease assignment will not result in a change in the use of, or impacts to, Public Trust resources.

Climate Change:

Climate change impacts, including sea-level rise, increased wave activity, storm events, and flooding are not limited to the open coast. The existing structures subject to the proposed lease are located within the Huntington Harbour development, along an inland, navigable, tidally influenced channel, and may be vulnerable to the impacts of sea-level rise. Huntington Harbour is built near sea-level elevation, and as a result is vulnerable to flooding and storm surge events. Huntington Harbour is adjacent to two wetlands, Bolsa Chica and the Seal Beach National Wildlife Refuge, which could act as natural buffers to storm surges and lessen flood risks.

The California Ocean Protection Council updated the State of California Sea-Level Rise Guidance in 2018 to provide a synthesis of the best available science on sea-level rise projections and rates. Commission staff evaluated the "high emissions," "medium-high risk aversion" scenario to apply a conservative approach based on both current emission trajectories and the lease location and structures. The Los Angeles tide gauge was used for the projected sea-level rise scenario for the lease area as listed in Table 1.

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Yea	r	Projection (feet)
2030)	0.7
2040)	1.2
2050)	1.8
2100)	6.7

Table 1. Projected Sea-Level Rise for Los Angeles¹

Source: Table 28, State of California Sea-Level Rise Guidance: 2018 Update

Note: ¹ Projections are with respect to a 1991 to 2009 baseline.

As stated in *Safeguarding California Plan: 2018 Update* (California Natural Resources Agency 2018), climate change is projected to increase the frequency and severity of natural disasters related to flooding, drought, and storms (especially when coupled with sea-level rise). The combination of these conditions will likely result in increased wave run-up, storm surge, and flooding in coastal and near coastal areas. In tidally influenced waterways, more frequent and powerful storms can result in increased flooding conditions and damage from storm-created debris. Climate change and sea-level rise will further influence coastal and riverine areas by changing erosion and sedimentation rates. Beaches, coastal landscapes, and near-coastal riverine areas will be exposed to increased wave force and run-up, potentially resulting in greater beach or bank erosion than previously experienced.

This increase in sea level combined with more frequent and stronger storm events will likely expose the lease area structures to higher flood risks, comprised of greater total water levels for longer periods of time. Flooding conditions could cause structures to be damaged or dislodged, presenting hazards to public safety as well as dangers for navigation within the channel. The floating nature of the boat dock and adjustable access ramp will allow them to rise and fall with tides and waves, increasing their resiliency to some sea-level rise impacts. The fixed features like the cantilevered deck and bulkhead protection may need to be raised or reinforced to withstand future conditions. Therefore, any loss or degradation of the bulkhead could result in property damage and public safety concerns within the lease area and the surrounding waterways.

The lease is a 10-year General Lease – Recreational and Protective Structure Use that began on May 10, 2017, and may be subject to the climate change effects of the projected sea-level rise scenario provided above. More locally based knowledge of sea-level rise impacts and adaptation strategies will be available to Huntington Harbor Harbour residents as a result of the ongoing efforts to update the City of Huntington

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Beach's Local Coastal Program and General Plan, and through the City's Coastal Resiliency Task Force.

Regular maintenance as required by the terms of the lease will help reduce the likelihood of severe structural degradation and dislodgement. Further climate change impact analyses on the leased facilities will be assessed at the time the lease expires in 2027 if an application is submitted for a new lease and would be based on projected sea-level rise scenarios at that time.

Conclusion:

Staff believes approval of this assignment will not substantially interfere with Public Trust needs and values and is in the best interests of the State.

OTHER PERTINENT INFORMATION:

- 1. Approval or denial of the application for assignment is a discretionary action by the Commission. Each time the Commission approves or rejects a use of sovereign land, it exercises legislatively delegated authority and responsibility as trustee of the State's Public Trust lands as authorized by law. Upon expiration or prior termination of the lease, the lessee has no right to a new lease or to renewal of any previous lease.
- 2. This action is consistent with Strategy 1.1 of the Commission's Strategic Plan to deliver the highest levels of public health and safety in the protection, preservation, and responsible economic use of the lands and resources under the Commission's jurisdiction.
- 3. Assignment of a lease 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, sections 15378, subdivision (b)(5).

EXHIBIT:

A. Site and Location Map

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RECOMMENDED ACTION:

It is recommended that the Commission:

PUBLIC TRUST AND STATE'S BEST INTERESTS:

Find that the proposed assignment of the lease will not substantially interfere with the Public Trust needs and values at this location, at this time, and for the forseeable term of the lease; and is in the best interests of the State.

AUTHORIZATION:

Authorize the assignment of Lease No. PRC 8242.1, a General Lease – Recreational and Protective Structure Use, of sovereign land, as shown on Exhibit A (for reference purposes only), attached and by this reference made a part hereof, from Janice Vee Goss, Trustee of the Jan Goss Survivor's Trust, established under the terms of the Goss Revocable Living Trust, dated May 7, 1996, as thereafter amended and restated, and any amendments hereafter made to such Jan Goss Survivor's Trust to Matthew S. Goss, Trustee, of The Matthew S. Goss Revocable Living Trust dated 9/5/2018; effective May 7, 2019.

