Meeting Date: 04/07/23 Lease Number: 6455 Staff: K. Connor

# Staff Report 47

# **APPLICANT:**

Catalina Island Camps, Inc.

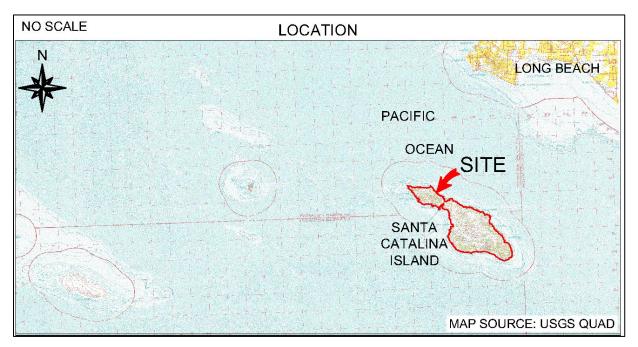
# PROPOSED ACTION:

Issuance of a General Lease - Commercial Use

# AREA, LAND TYPE, AND LOCATION:

Sovereign land located in the Pacific Ocean at Howland's Landing, Santa Catalina Island, Los Angeles County (as shown on Figure 1).

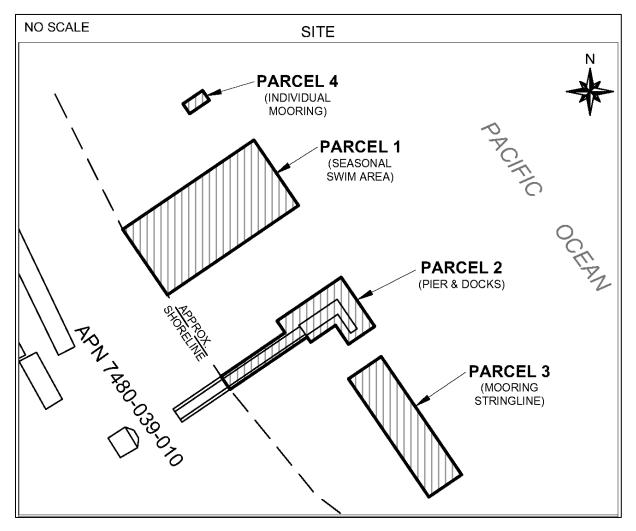
Figure 1. Location



## **AUTHORIZED USE:**

Use and maintenance of a fixed pier, two gangways, three floating boat dock segments, a seasonal swim area, floating swim platform, a mooring stringline, and one individual mooring (as shown on Figure 2).

Figure 2. Site Map



NOTE: This depiction of the lease premises is based on unverified information provided by the applicant or other parties and is not a waiver or limitation of any State interest in the subject or any other property.

## TERM:

10 years, beginning January 1, 2023.

## CONSIDERATION:

\$11,800 per year, with an annual Consumer Price Index adjustment.

# **SPECIFIC LEASE PROVISIONS:**

Liability insurance in an amount no less than \$3,000,000 per occurrence.

# STAFF ANALYSIS AND RECOMMENDATION:

#### **AUTHORITY:**

Public Resources Code sections 6005, 6216, 6301, 6501.1, 6503, 6503.5, and 6505.5; California Code of Regulations, title 2, sections 2000 and 2003.

## PUBLIC TRUST AND STATE'S BEST INTERESTS:

On August 14, 2012, the Commission authorized a General Lease – Commercial Use to Catalina Island Camps, Inc. for a fixed pier, two gangways, three floating boat dock segments, a seasonal swim area, floating swim platform, a mooring stringline, and one individual mooring (<a href="Item C60">Item C60</a>, August 14, 2012</a>). That lease expired on December 31, 2021.

The Applicant is applying for a General Lease – Commercial Use for the use and maintenance of the existing facilities. Although the lease expired at the end of 2021, the Applicant continued to pay rent up to December 31, 2022. Therefore, staff recommends setting the new lease start date of January 1, 2023, to coincide with the last rental period paid.

The upland at this location is owned by the Santa Catalina Island Conservancy (Conservancy), and the Applicant maintains a lease with the Conservancy for the upland camp facility. The Applicant operates the upland camp facility primarily as a youth summer camp, but also offers family-oriented educational programs. The fixed pier, two gangways, three floating boat dock segments, mooring stringline, and individual mooring are authorized for year-round use. However, the swim area is for seasonal use and only used for six months of the year, between April 15 and October 15. Additionally, the fixed pier, two gangways, and three floating boat dock segments are available for public use.

The improvements are privately owned and maintained and facilitate recreational boating. Recreational boating is a water-dependent use that is generally consistent with the common law Public Trust Doctrine. The California Legislature has identified private recreational boating facilities as an authorized use of Public Trust land. (Pub. Resources Code, § 6503.5).

The lease is limited to a 10-year term, does not grant the lessee exclusive rights to the lease premises, and reserves an easement to the public for Public Trust consistent uses. Upon termination of the lease, the lessee may be required to remove all improvements from State land and restore the lease premises to their original condition. The proposed lease requires the lessee to insure the lease premises and indemnify the State for any liability incurred as a result of the lessee's

activities thereon. The lease also requires the payment of annual rent to compensate the people of the State for the occupation of the public land involved.

## **CLIMATE CHANGE:**

Climate change impacts, including sea level rise, more frequent and intense storm events, increased flooding and erosion, and changes in sand deposition, affect open coastal areas in California. The lease facilities are located at Howland's Landing, offshore of Santa Catalina Island, in a tidally influenced site in the Pacific Ocean. 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.

Table 1. Projected Sea Level Rise for Los Angeles

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

Source: Table 28, <u>State of California Sea-Level Rise Guidance: 2018 Update</u> Note: Projections are with respect to a 1991 to 2009 baseline.

As stated in <u>Safeguarding California Plan: 2018 Update</u> (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 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 areas by changing erosion and sedimentation rates. Beaches and coastal landscapes will be exposed to increased wave force and run-up, potentially resulting in greater erosion than previously experienced. The combination of these projected conditions could increase the likelihood of damage to structures within the lease premises during the term of the lease. For example, the potential for more frequent and stronger storm events may cause facilities to be damaged or dislodged, presenting hazards to

public safety. The floating dock, floating platforms, and gangways can rise and fall with tides and waves, increasing their resiliency to some impacts. However, the fixed pier may need reinforcement and replacement activities in the future to withstand more frequent storm events.

Regular maintenance, as referenced in the lease, may reduce the likelihood of severe structural degradation or dislodgement. Pursuant to the proposed lease, the Applicant acknowledges that the lease premises and adjacent upland (not within the lease area) are located in an area that may be subject to the effects of climate change, including sea level rise.

## CONCLUSION:

For all the reasons above, staff believes the issuance of this lease is consistent with the common law Public Trust Doctrine; will not substantially interfere with the Public Trust needs and values at this location, at this time, and for the foreseeable term of the proposed lease; is consistent with the common law Public Trust Doctrine; and is in the best interests of the State.

# **OTHER PERTINENT INFORMATION:**

- 1. Approval or denial of the application 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. If the Commission denies the application, the Applicant may be required to remove the improvements and restore the premises to their original condition. The lessee has no right to a new lease or to renewal of any previous lease.
- 2. This action is consistent with the "Leading Climate Activism" and "Meeting Evolving Public Trust Needs" Strategic Focus Areas of the Commission's 2021-2025 Strategic Plan.
- 3. Staff recommends that the Commission find that this activity is exempt from the requirements of the California Environmental Quality Act (CEQA) as a categorically exempt project. The project is exempt under Class 1, Existing Facilities; California Code of Regulations, title 2, section 2905, subdivision (a)(2).
  - Authority: Public Resources Code section 21084 and California Code of Regulations, title 14, section 15300 and California Code of Regulations, title 2, section 2905.

# **RECOMMENDED ACTION:**

It is recommended that the Commission:

## **CEQA FINDING:**

Find that the activity is exempt from the requirements of CEQA pursuant to California Code of Regulations, title 14, section 15061 as a categorically exempt project, Class 1, Existing Facilities; California Code of Regulations, title 2, section 2905, subdivision (a)(2).

## PUBLIC TRUST AND STATE'S BEST INTERESTS:

Find that the proposed lease will not substantially impair the public rights to navigations and fishing or substantially interfere with the Public Trust needs and values at this location, at this time, and for the foreseeable term of the lease; is consistent with the common law Public Trust Doctrine; and is in the best interests of the State.

#### **AUTHORIZATION:**

Authorize issuance of a General Lease – Commercial Use to the Applicant beginning January 1, 2023, for a term of 10 years, for the use and maintenance of a fixed pier, two gangways, three floating boat dock segments, a seasonal swim area, floating swim platform, a mooring stringline, and one individual mooring; annual rent in the amount of \$11,800, with an annual Consumer Price Index adjustment; and liability insurance in an amount no less than \$3,000,000 per occurrence.