

Staff Report 55

LESSEE:

Ron DeQuillettes and Debra DeQuillettes

APPLICANT:

Erik J. Gamm and Valarie S. Gamm, as trustees of The Gamm Revocable Living Trust dated February 22, 2018

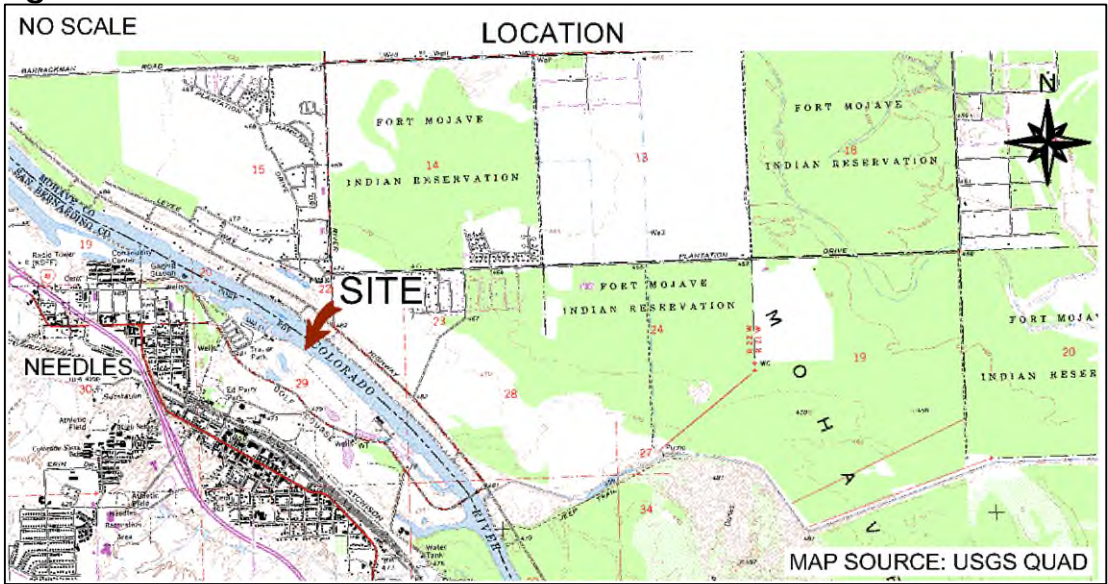
PROPOSED ACTION:

Termination and Issuance of a General Lease – Recreational and Protective Structure Use.

AREA, LAND TYPE, AND LOCATION:

Sovereign land located in the Colorado River, adjacent to 1236 Beach Drive, Needles, San Bernardino County (as shown in Figure 1).

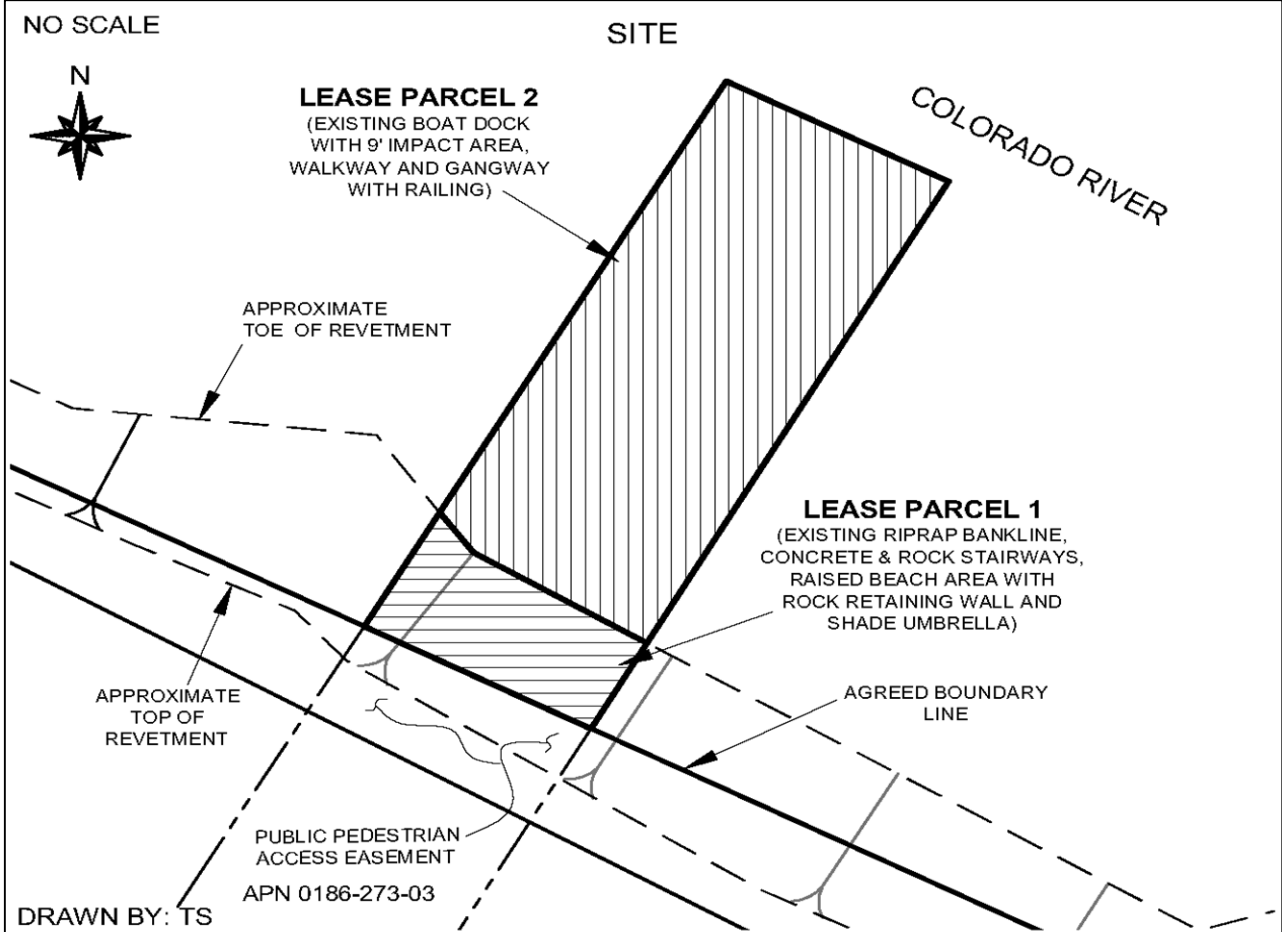
Figure 1. Location



AUTHORIZED USE:

Use of an existing boat dock, walkway, gangway, concrete and rock stairway, raised beach area with rock retaining wall and shade umbrella, water pipeline, and riprap bankline (as shown in 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 August 15, 2024.

CONSIDERATION:

\$870 per year, with an annual Consumer Price Index adjustment; and \$2,388 to compensate for the unauthorized occupation of sovereign land prior to August 15, 2024.

SPECIFIC LEASE PROVISIONS:

- Liability insurance in an amount no less than \$1,000,000 per occurrence.
- Lessee acknowledges that the Public Pedestrian Access Easement located on portions of Lessee’s fee owned upland property shall remain open to the public and that no structures or improvements shall be erected, nor any personal property placed, that would obstruct or prevent public access in and along the Easement.
- Lessee acknowledges that they shall not place signs or advocate in any other manner to prevent or discourage public use of the Public Pedestrian Access Easement.
- Lessee assumes responsibility for the maintenance of the riprap bankline within the Lease Premises.
- Lessee agrees the provisions of Section 3, Paragraph 11 shall also extend to the period of Lessee’s unauthorized occupation of state-owned lands prior to August 15, 2024.

BACKGROUND:

On December 12, 1990 ([Item 08, December 12, 1990](#)), the Commission authorized a Boundary Line Agreement and Compromise Settlement (AD 134) which confirmed the State’s fee ownership of sovereign land located in the Colorado River at this location. Pursuant to Public Resources Code section 6501.1, projects in this location, including new development or maintenance of existing facilities, extending waterward of the ordinary high-water mark (OHWM), as fixed by AD 134, require a lease from the Commission. The Applicant’s upland property is located along the Colorado River adjacent to the fixed OHWM.

Pursuant to AD 134, the State of California was granted a Public Pedestrian Access Easement (Easement) running parallel to the fixed OHWM. The Easement is intended to provide public access to and along the bank of the Colorado River. The Easement affects lots 1 through 40 of the Rio Buena Vista residential subdivision, one of which is the Applicant’s property. The Easement provides access to the Colorado River and can be accessed by the public from the northern or southern end of the subdivision, or from the Colorado River.

The U.S. Department of the Interior, Bureau of Reclamation (Reclamation) conducted a review by boat of the riprap bankline on March 27, 2002, and

conducted a site visit on April 10, 2002. These inspections revealed that the bankline was cleared of vegetation and that the federally constructed riprap and jetties were undisturbed and in good condition.

By letter dated April 23, 2002, Reclamation declared that it would not place additional riprap on the bankline because of interference from the upland residential development. Reclamation stated that the upland homeowners would be responsible for maintaining protection of their own bankline in the future, subject to the homeowner's seeking approval and permitting of their riprap or bankline construction work from the U.S. Army Corps of Engineers.

STAFF ANALYSIS AND RECOMMENDATION:

AUTHORITY:

Public Resources Code sections 6005, 6216, 6301, 6321, 6321.2, 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 23, 2018, the Commission authorized a General Lease – Recreational and Protective Structure Use to Ron DeQuillettes and Debra DeQuillettes, for the use and maintenance of an existing raised beach area with rock retaining wall and shade umbrella, concrete and rock stairway, water pipeline, and riprap bankline; and the construction, use, and maintenance of an aluminum gangway with railing, and a floating walkway and boat dock in the Colorado River, adjacent to 1236 Beach Drive, City of Needles, San Bernardino County ([Staff Report 84, August 23, 2018](#)). This lease expires on August 22, 2028.

On September 24, 2021, the Lessee transferred ownership interest in the upland parcel to Erik J. Gamm and Valarie S. Gamm. Then on August 29, 2022, the upland parcel was transferred to a related entity, Erik J. Gamm and Valarie S. Gamm, as trustees of The Gamm Revocable Living Trust dated February 22, 2018. Staff recommends terminating the existing lease because the Lessee did not notify the Commission of the sale of the upland parcel nor sign a lease quitclaim deed. The proposed termination date is September 24, 2021, the day the Applicant took ownership of the upland parcel as an individual, with a later transfer of the property into a trust. The Applicant has agreed to the payment of \$2,388 for the unauthorized occupation of State land as of the acquisition of the upland property. Staff has not been able to recover compensation for occupation of State land for

the period between August 23, 2021 and September 23, 2021, the day prior to the sale of the upland parcel as there is no forwarding address known for the prior lessee.

The Applicant is now applying for a General Lease – Recreational and Protective Structure Use for use of a boat dock, walkway, gangway, concrete and rock stairway, raised beach area with rock retaining wall and shade umbrella, water pipeline, and riprap bankline in the Colorado River, adjacent to Needles, San Bernardino County.

Staff recommends that the Commission accept compensation from the Applicant for the unauthorized occupation of State land in the amount of \$2,388, to compensate for the period of unauthorized occupancy prior to August 15, 2024. The lease provisions regarding indemnity will apply ~~for the entire~~ for the period of September 24, 2021, the day the Applicant took ownership of the upland property as an individual, through August 14, 2024, the day before the beginning of the proposed lease.

The Applicant owns the uplands adjoining the lease premises and the subject facilities are located directly waterward of the upland property. The boat dock, walkway, and gangway on the lease premises occupy a relatively small area and facilitate recreational boating. Recreational boating is water-dependent and 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 lands. (Pub. Resources Code, § 6503.5)

The riprap bankline on the lease premises is maintained by the Applicant and serves to stabilize the bank and support the integrity of both the river and the upland property. Loss or degradation of this structure could result in property damage and adverse impacts to Public Trust resources in the lease area and the surrounding waterway. As such, this improvement provides a benefit to both the public and the upland owner and does not negatively impact Public Trust uses in this location.

The concrete and rock stairway and raised beach area with rock retaining wall and shade umbrella on the lease premises serves as an extension of the upland property and is not consistent with the Public Trust. However, the Commission has issued leases on a limited basis for existing facilities that are not generally consistent with the Public Trust when such facilities do not significantly interfere with Public Trust needs and values. The existing concrete and rock stairway and raised beach area with rock retaining wall and shade umbrella on the lease premises meets these

qualifications as it has existed for many years, does not significantly interfere with Public Trust needs and values at this location, and because public access to the river is preserved by the Easement detailed above. Additionally, to further ensure that the uses and improvements authorized by the proposed lease do not impair public access, the lease includes provisions protecting access to Public Trust resources within the lease area.

The proposed Lease does not alienate the State's fee simple interest or permanently impair public rights. 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:

The lease area in the Colorado River is not tidally influenced and, therefore, would not be subject to sea level rise. The water level near the existing improvement is regulated primarily by water released upstream from the Davis Dam. 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, fire, extreme heat, drought, and storms. Droughts could dramatically reduce river flow and water levels, leading to loss of public access and navigability. Climate change will further influence riverine areas by changing erosion and sedimentation rates; likewise, runoff from more frequent and severe storm events will likely increase scour and lead to a more rapid decrease in bank stability.

The combination of these projected conditions could increase the likelihood of damage to structures within the lease premises from floods or droughts during the term of the lease. The floating boat dock, floating walkway, and adjustable gangway are not likely to be damaged by storm-created flooding due to their floating nature. However, the raised beach area with rock retaining wall and shade umbrella, water pipeline, and riprap bankline will not be able to shift in response to changing water levels and may need relocation or reinforcement in the future to

withstand higher levels of flood exposure or drought. During a severe drought, the boat dock may not be able to function due to low water levels in the river and could be damaged.

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 are in an area that may be subject to the effects of climate change.

CONCLUSION:

For all the reasons above, staff believe approval of this lease will not substantially interfere with Public Trust needs at this location, at this time, nor for the term of the lease; 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 lease 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. Termination of the lease is not a project as defined by the California Environmental Quality Act (CEQA) 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 15060, subdivision (c)(3), and 15378, subdivision (b)(5).

4. Staff recommends that the Commission find that issuance of the lease is exempt from the requirements of the 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 15061 and California Code of Regulations, title 2, section 2905.

RECOMMENDED ACTION:

It is recommended that the Commission:

CEQA FINDING:

Find that issuance of the lease 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:

1. Find that the existing and, for a limited period, continuing use of the existing boat dock, walkway, and gangway does not substantially interfere with Public Trust needs and values at this location and is consistent with the common law Public Trust Doctrine.
2. Find that the existing and, for a limited period, continuing use of the existing riprap bankline is not inconsistent with the Public Trust Doctrine and does not substantially interfere with the Trust.
3. Find that the existing and, for a limited period, continuing use of the concrete and rock stairway and raised beach area with rock retaining wall and shade umbrella is generally not consistent with the Public Trust Doctrine, but that this use does not substantially interfere with the Trust.
4. Find that issuing the proposed lease is in the best interests of the State.

AUTHORIZATION:

1. Authorize termination, effective September 24, 2021, of Lease 9498, a General Lease – Recreation and Protective Structure Use, issued to Ron DeQuillettes and Debra DeQuillettes.
2. Accept compensation from the Applicant in the amount of \$2,388, for the unauthorized occupation of State land for the period prior to August 15, 2024.

3. Authorize issuance of a General Lease – Recreational and Protective Structure Use to the Applicant beginning August 15, 2024, for a term of 10 years, for the use of an existing boat dock, walkway, gangway, concrete and rock stairway, raised beach area with rock retaining wall and shade umbrella, water pipeline, and riprap bankline; annual rent in the amount of \$870, with an annual Consumer Price Index adjustment; and liability insurance in an amount no less than \$1,000,000 per occurrence.