Meeting Date: 12/17/24 Lease Number: 6925 Staff: M. Sapunor

# Staff Report 18

## LESSEE:

John William Stannard, Sr., and Cathy J. Stannard, Trustees of the Cathy and John Stannard 2005 Trust, as amended and restated October 13, 2010

### **APPLICANT:**

Bradley Hileman, Trustee of the Beach Drive Living Trust

### PROPOSED ACTION:

Acceptance of a Lease Quitclaim Deed and Issuance of a General Lease – Recreational Use.

# AREA, LAND TYPE, AND LOCATION:

Sovereign land located in Lake Tahoe, adjacent to 3795 Belleview Avenue, near Homewood, Placer County (as shown in Figure 1).

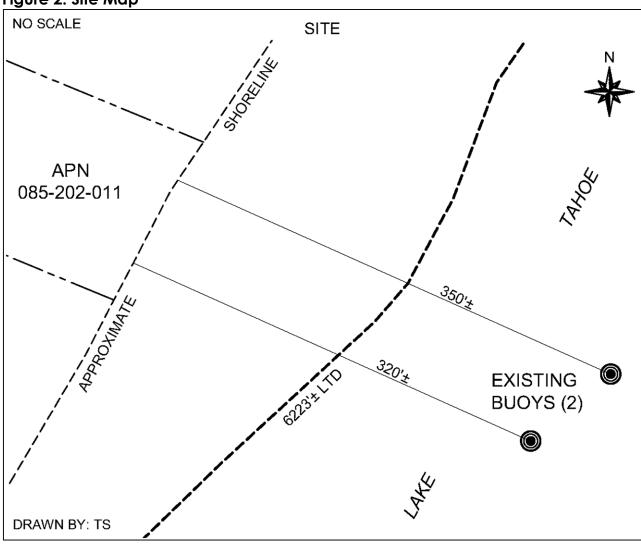




### **AUTHORIZED USE:**

Use of two existing mooring buoys (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 December 17, 2024

#### CONSIDERATION:

\$546 per year, with an annual Consumer Price Index adjustment, and \$206 as compensation for the unauthorized occupation of state land for the period prior to December 17, 2024

### **SPECIFIC LEASE PROVISIONS:**

- Liability insurance in an amount no less than \$1,000,000 per occurrence.
- Lessee expressly acknowledges that a permit or registration from the Tahoe
  Regional Planning Agency (TRPA) may be required for the Authorized
  Improvements and failure to obtain a permit or registration from TRPA and
  maintain compliance with that permit or registration may result in TRPA imposing
  civil penalties and will constitute a breach of this lease.
- Lessee shall not store any personal items or construct any improvements in the Public Trust easement which may impair the public's right of access for navigation, fishing, and Public Trust-consistent recreational uses.
- Lessee agrees the provisions of Section 3, Paragraph 11 shall also extend to the period of Lessee's unauthorized occupation of state-owned land, prior to December 17, 2024.

# 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 April 29, 2020, the Commission authorized the issuance of a General Lease – Recreational Use for the use and maintenance of two mooring buoys to John William Stannard, Sr., and Cathy J. Stannard, Trustees of the Cathy and John Stannard 2005 Trust as amended and restated October 13, 2010 (Item 23, April 29, 2020). The two mooring buoys are permitted by TRPA (Mooring Nos. 6541 and 6550). The Lease will expire on April 14, 2030. On August 24, 2023, Cathy Stannard died, leaving John Stannard as the sole Trustee of the Cathy and John Stannard 2005 Trust as amended and restated October 13, 2010. On August 2, 2024, the Lessee deeded the property to Bradley Hileman, Trustee of the Beach Drive Living Trust. The

Lessee now wishes to execute a quitclaim deed to release its interest in the Lease based on the transfer of the upland title.

The Applicant is applying for a General Lease – Recreational Use for the use of two mooring buoys. Staff recommends accepting compensation from the Applicant for unauthorized occupation of state land in the amount of \$206, to compensate for the period of unauthorized occupancy prior to December 17, 2024. The lease provisions regarding indemnity will be extended to apply from August 2, 2024, when the upland parcel was deeded to the Applicant, through December 16, 2024, the day before the beginning of the new lease.

The two mooring buoys 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 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:**

Climate change significantly affects inland non-tidal lakes such as Lake Tahoe. The frequency and severity of natural disasters like flooding, wildfire, drought, extreme heat, and storms are increasing throughout the state of California, including the Sierra Nevada mountains, and will continue to accelerate through the end of the century. Structures along the shores of inland lakes are particularly vulnerable to the more frequent and extreme weather events and shifts in seasonal characteristics.

According to <u>California's Fourth Climate Change Assessment</u>, released in 2018, the most significant impacts of climate change in the Sierra Nevada Region are more

intense heat, precipitation extremes, declining snowpacks, and changes in streamflow timing. The long-term warming trend will lead to warmer and shorter winters, and longer and drier summers. Successive dry and warm winters are resulting in minimal snowpack, increased winter streamflows and floods, and decreased spring and summer runoff. Prolonged low lake levels will become normal. Low lake level conditions can create more expansive beaches and increased shoreline access in dry months. However, these conditions interfere with boat launching and mooring facilities. This impact is most noticeable where the facilities are sited on shallow, low gradient lake bottom locations.

Dry winters will be punctuated with exceedingly wet years where prolonged and excessive precipitation can produce flash floods. High precipitation in these years will result in higher lake levels, causing beaches to narrow and reducing public access. Extra saturation of the soil can increase erosion, especially following intense wildfire seasons. Surface runoff water may carry more sediment into the lake, adversely impacting water quality and clarity.

Climate change may also lead to more intense and unpredictable storm events and winds. These storms may deviate from prevailing wind patterns for the region. These winds can accelerate shoreline erosion in some areas or cause erosion in areas not typically subject to erosion. Additionally, these winds can increase wave damage on structures and boats along the lake.

Improvements authorized under this lease may require more frequent inspection and maintenance to ensure they are not displaced during storm events. Watercraft moored to buoys, piers, or docks are also vulnerable to high wind events and damaging waves.

#### **CONCLUSION:**

For all the reasons above, staff believes the issuance of this lease will not substantially interfere with Public Trust needs 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 Lessee would remain under lease and responsible for the improvements. 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. Acceptance of the quitclaim deed 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 CEQA as a categorically exempt project. The project is exempt under Class 1, Existing Facilities; California Code of Regulations, title 14, section 15301.

Authority: Public Resources Code section 21084 and California Code of Regulations, title 14, section 15061.

# **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 14, section 15301.

#### PUBLIC TRUST AND STATE'S BEST INTERESTS:

Find that the acceptance of a lease quitclaim deed and issuance of the proposed lease will not substantially impair the public rights to navigation and fishing or substantially interfere with Public Trust needs and values at this location, at this time,

and for the term of the lease; is consistent with the common law Public Trust Doctrine; and is in the best interests of the State.

#### **AUTHORIZATION:**

- Authorize acceptance of a lease quitclaim deed, effective December 17, 2024, of Lease Number 6925, a General Lease – Recreational Use, issued to John William Stannard, Sr., and Cathy J. Stannard, Trustees of the Cathy and John Stannard 2005 Trust.
- 2. Authorize acceptance of compensation from the Applicant in the amount of \$206 for the unauthorized occupation of state land for the period prior to December 17, 2024.
- 3. Authorize issuance of a General Lease Recreational Use to the Applicant beginning December 17, 2024, for a term of 10 years, for use of two mooring buoys; annual rent in the amount of \$546, with an annual Consumer Price Index adjustment; and liability insurance in an amount no less than \$1,000,000 per occurrence.