

MINUTE ITEM
This Calendar Item No. C64 was approved as
Minute Item No. 64 by the California State Lands
Commission by a vote of 3 to 0 at its
05/10/07 meeting.

**CALENDAR ITEM
C64**

A	67		05/10/07
S	35	WP 8246.1 and PRC 8262.9 PRC 8246	S. Young

**TERMINATION OF A RECREATIONAL PIER LEASE, AND A GENERAL LEASE -
PROTECTIVE STRUCTURE USE AND ISSUANCE OF A NEW GENERAL LEASE -
RECREATIONAL AND PROTECTIVE STRUCTURE USE**

LESSEES:

Jack M. Grossman and Sarah K. Grossman

Jack M. Grossman and Sarah K. Grossman, as Settlers and Trustees of the Jack M. Grossman Family Trust, Dated January 28, 1997

APPLICANTS:

John C. Vaughan and Sandra K. Vaughan, Trustees of the Vaughan Family Trust
Dated September 25, 1996

AREA, LAND TYPE, AND LOCATION:

Sovereign lands in Huntington Harbour, Huntington Beach, Orange County.

AUTHORIZED USE:

The continued use and maintenance of an existing boat dock and access ramp; repair of an existing bulkhead that may include all or some of the following: (a) existing pile repair; (b) replacement of sheet piles; (c) installation of rock slope protection and (d) eelgrass planting within the lease premises if required by the California Coastal Commission, as part of a mitigation program; and (3) the use and maintenance of a cantilevered deck extending no more than five feet waterward of the existing bulkhead.

LEASE TERM:

Ten years, beginning May 10, 2007.

CONSIDERATION:

As to the boat dock, no monetary consideration pursuant to Public Resources Code section 6503.5; as to the repair of the bulkhead, the public health and safety with the State reserving the right at any time to set a monetary rent if the Commission finds such action to be in the State's best interest; as to the existing

CALENDAR ITEM NO. C64 (CONT'D)

cantilevered deck, annual rent in the amount of \$770 with the State reserving the right to fix a different rent periodically during the lease term, as provided in the lease.

SPECIFIC LEASE PROVISIONS:

Insurance:

Combined single limit coverage of no less than \$1,000,000.

OTHER PERTINENT INFORMATION:

1. Applicants own the uplands adjoining the lease premises.
2. On November 27, 2000, the Commission authorized the issuance of a ten-year General Lease – Protective Structure Use, PRC 8246.9, to Jack M. and Sarah K. Grossman (Lessees) for repair of an existing bulkhead adjacent to the boat dock.
3. On February 5, 2001, the Commission authorized the issuance of a ten-year Recreational Pier Lease, PRC No. 8262.9, for an existing boat dock to Jack M. Grossman and Sarah K. Grossman, as Settlers and Trustees of the Jack M. Grossman Family Trust, Dated January 28, 1997 (Lessees).
4. A number of bulkhead repair projects, proposed by Tetra Tech, Inc., an engineering firm representing homeowners within Huntington Harbour, were originally approved by the California Coastal Commission (Coastal) under coastal development permits (CDP) 5-99-032 and 5-00-390. As a condition of approval of those permits, the homeowners were required to provide evidence of an approved and valid CDP for the implementation of an eelgrass mitigation plan. That condition was never met and the permits were never issued and the repairs were not made.
5. Subsequently, on April 2, 2004, the upland parcel was transferred to John C. Vaughan and Sandra K. Vaughan, Trustees of the Vaughan Family Trust Dated September 25, 1996 (Applicants).

Extension requests for the CDPs were requested by the homeowners. However, each of the permits included some sites which proposed to use polyvinyl chloride (PVC) plastic sheet piles in the repairs. Because Coastal's concerns regarding adverse impacts potentially caused by the use of plastic in the marine environment, the extension requests were denied at an August 8, 2006 hearing.

CALENDAR ITEM NO. C64 (CONT'D)

Subsequently, the project sites were regrouped based on project impacts. The Applicants' bulkhead project proposes to use plastic sheet pile that will displace soft bay bottom habitat and accordingly, is expected to adversely impact eelgrass. On December 14th, 2006 Coastal did approve CDP No. 5-06-438, which includes the Applicants' bulkhead repair project, with conditions that require the Eelgrass Mitigation Plan be implemented as proposed and also requires pre- and post- construction eelgrass surveys. Other permit conditions require monitoring of the plastic sheetpile and consideration of alternatives to plastic should such alternatives become available in the future. The permit also requires compliance with the *Soft Bottom Mitigation Plan, Humboldt Island and Trinidad Island Bulkhead Repair Project, Huntington Beach, California* dated April 2000 and prepared by Tetra Tech, Inc. of Pasadena, California.

6. In order to address the conditions provided in the CDP as well as to provide for a new lease construction completion date for the bulkhead repairs, Applicants are now applying for a new General Lease – Recreational and Protective Structure Use. The proposed new lease will provide for the revised bulkhead repairs including required eelgrass and soft bottom mitigation plans as well as for the existing boat dock, access ramp previously authorized by the Commission, and for the existing cantilevered deck, not previously authorized by the Commission. A five-foot portion of the cantilevered deck extends over the State's fee ownership in the Main Channel of Huntington Harbour.
7. As the cantilevered deck does not qualify for a rent-free lease, that portion of the deck extending over State fee ownership within the Harbour is subject to annual rent. The existing boat dock and access ramp will remain rent-free as the Applicants are natural persons who have improved the littoral land with, and use the upland for, a single-family dwelling.
8. **Termination of Existing Leases:** Pursuant to the Commission's delegation of authority and the State CEQA guidelines [Title 14, California Code of Regulations, section 15060(c)(3)], the staff has determined that this activity is not subject to the provisions of the CEQA because it is not a "project" as defined by the CEQA and the State CEQA Guidelines.

Authority: Public Resources Code section 21065 and Title 14, California

CALENDAR ITEM NO. C64 (CONT'D)

Code of Regulations, sections 15060 (c)(3) and 15378.

9. **Boat Dock, Access Ramp and Cantilevered Deck:** Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 15061), the staff has determined that these activities are exempt from the requirements of the CEQA as categorically exempt projects. The projects are exempt under Class 3, New Construction of Small Structures; Title 2, California Code of Regulations, section 2905(c)(1).

Authority: Public Resources Code section 21084 and Title 14, California Code of Regulations, section 15300 and Title 2, California Code of Regulations, section 2905.

10. **Bulkhead Repairs:** A Mitigated Negative Declaration, SCH 200081028, was prepared and adopted for this project by the city of Huntington Beach on September 13, 2000. The California State Lands Commission's staff has reviewed such document. A Mitigation Monitoring Program was adopted by the city of Huntington Beach.
11. This activity involves lands identified as possessing significant environmental values pursuant to Public Resources Code sections 6370, et seq. Based upon the staff's consultation with the persons nominating such lands and through the CEQA review process, it is the staff's opinion that the project, as proposed, is consistent with its use classification.

APPROVALS OBTAINED:

California Coastal Commission

EXHIBITS:

- A. Location and Site Map
B. Land Description

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

TERMINATION OF EXISTING LEASES: FIND THAT THE ACTIVITY IS NOT SUBJECT TO THE PROVISIONS OF THE CEQA BECAUSE IT IS NOT A "PROJECT" AS DEFINED BY PUBLIC RESOURCES CODE

CALENDAR ITEM NO. C64 (CONT'D)

SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTIONS 15060 (c)(3) AND 15378.

BOAT DOCK, ACCESS RAMP, AND CANTILEVERED DECK: FIND THAT THE ACTIVITIES ARE EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 AS CATEGORICALLY EXEMPT PROJECTS, CLASS 3, NEW CONSTRUCTION OF SMALL STRUCTURES; TITLE 2, CALIFORNIA CODE OF REGULATIONS, SECTION 2905(c)(1).

BULKHEAD REPAIRS: FIND THAT A MITIGATED NEGATIVE DECLARATION AND A MITIGATION MONITORING PROGRAM WERE PREPARED AND ADOPTED FOR THIS PROJECT BY THE CITY OF HUNTINGTON BEACH AND THAT THE COMMISSION HAS REVIEWED AND CONSIDERED THE INFORMATION CONTAINED THEREIN.

ADOPT THE MITIGATION MONITORING PROGRAM AS PREPARED BY THE CITY OF HUNTINGTON BEACH, A COPY OF WHICH IS ON FILE IN THE SACRAMENTO OFFICE OF THE COMMISSION.

SIGNIFICANT LANDS INVENTORY FINDING:

FIND THAT THIS ACTIVITY IS CONSISTENT WITH THE USE CLASSIFICATION DESIGNATED BY THE COMMISSION FOR THE LAND PURSUANT TO PUBLIC RESOURCES CODE SECTIONS 6370, ET SEQ.

AUTHORIZATION:

AUTHORIZE THE TERMINATION, EFFECTIVE MAY 9, 2007, OF LEASE NO. PRC 8262.9, A RECREATIONAL PIER LEASE, ISSUED TO JACK M. GROSSMAN AND SARAH K. GROSSMAN, AS SETTLORS AND TRUSTEES OF THE JACK M. GROSSMAN FAMILY TRUST, DATED JANUARY 28, 1997.

AUTHORIZE THE TERMINATION, EFFECTIVE MAY 9, 2007, OF LEASE NO. PRC 8246.9, A GENERAL LEASE – PROTECTIVE STRUCTURE USE, ISSUED TO JACK M. GROSSMAN AND SARAH K. GROSSMAN.

AUTHORIZE ISSUANCE TO JOHN C. VAUGHAN AND SANDRA K. VAUGHAN, TRUSTEES OF THE VAUGHAN FAMILY TRUST DATED

CALENDAR ITEM NO. C64 (CONT'D)

SEPTEMBER 25, 1996, OF A GENERAL LEASE – RECREATIONAL AND PROTECTIVE STRUCTURE USE, BEGINNING MAY 10, 2007, FOR A TERM OF TEN YEARS, FOR THE USE AND MAINTENANCE OF AN EXISTING BOAT DOCK, ACCESS RAMP AND CANTILEVERED DECK AND FOR THE REPAIR OF AN EXISTING BULKHEAD, ADJACENT TO 16731 CAROUSEL LANE, HUNTINGTON BEACH, THAT MAY INCLUDE ALL OR SOME OF THE FOLLOWING: (1) EXISTING PILE REPAIR; (2) REPLACEMENT OF SHEET PILES; (3) PLACEMENT OF ROCK SLOPE PROTECTION AND (4) EEL GRASS PLANTING IF REQUIRED BY THE CALIFORNIA COASTAL COMMISSION AS PART OF A MITIGATION PROGRAM; AS SHOWN ON EXHIBIT A AND AS DESCRIBED ON EXHIBIT B ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF; AS TO THE BOAT DOCK AND ACCESS RAMP, NO MONETARY CONSIDERATION PURSUANT TO PUBLIC RESOURCES CODE SECTION 6503.5; AS TO THE REPAIR OF THE BULKHEAD, THE PUBLIC HEALTH AND SAFETY WITH THE STATE RESERVING THE RIGHT AT ANY TIME TO SET A MONETARY RENT IF THE COMMISSION FINDS SUCH ACTION TO BE IN THE STATE'S BEST INTEREST; AS TO THE CANTILEVERED DECK, ANNUAL RENT IN THE AMOUNT OF \$1,125, WITH THE STATE RESERVING THE RIGHT TO FIX A DIFFERENT RENT PERIODICALLY DURING THE LEASE TERM, AS PROVIDED IN THE LEASE; LIABILITY INSURANCE FOR THE COMBINED SINGLE LIMIT COVERAGE OF NO LESS THAN \$1,000,000.

NO SCALE

SITE

State of California Channel

60'

148

APN 178-053-11

PIERHEAD LINE

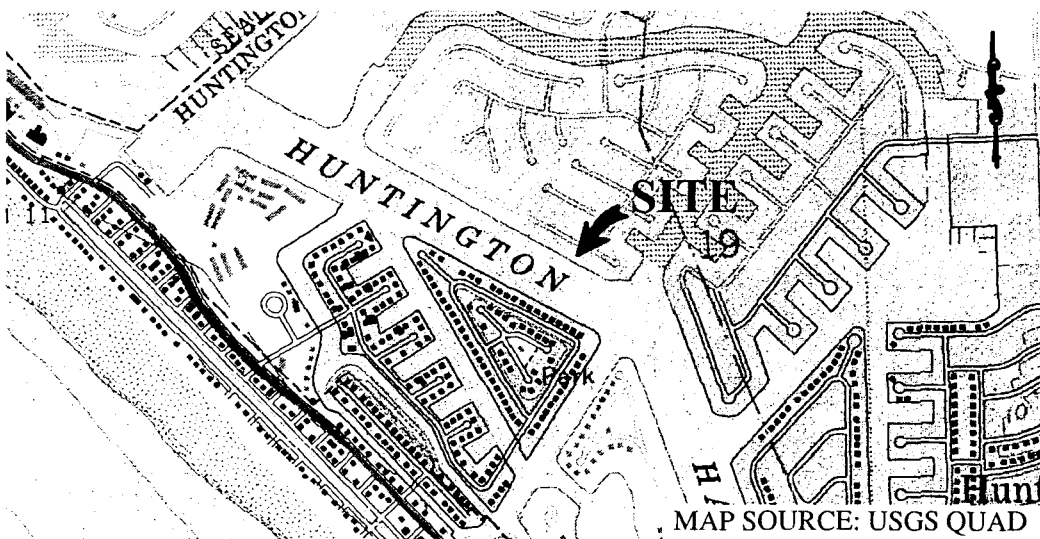
LEASE AREA



16731 CAROUSEL LANE, HUNTINGTON BEACH

NO SCALE

LOCATION



MAP SOURCE: USGS QUAD

Exhibit A

PRC 8246
VAUGHAN TRUSTEES
GENERAL LEASE
RECREATIONAL &
PROTECTIVE STRUCTURE
ORANGE COUNTY



SITE

MJ 04/07

This Exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by the Lessee or other parties and is not intended to be, nor shall it be construed as, a waiver or limitation of any State interest in the subject or any other property.

CALENDAR PAGE

MINUTE PAGE

EXHIBIT B

PRC 8246

LAND DESCRIPTION

A parcel of submerged land in Huntington Harbour in the City of Huntington Beach, Orange County, California, described as follows:

Beginning at the most westerly corner of Lot 149, as said lot is shown and so designated on that certain map of Tract No. 5481 filed in Book 215 of Miscellaneous Maps, Pages 11 through 22, Official Records of said county; thence along the westerly extension of the northerly line of said lot 60.00 feet to the pierhead line as said pierhead line is described in Resolution No. 5631, passed and adopted January 21, 1986 by the City Council of said city; thence southerly along said pierhead line 32.07 feet to the beginning of a curve to the left, concave easterly and having a radius of 210.00 feet; thence along the arc of said curve 75.42 feet to a line radial from the most southerly corner of said lot; thence northeasterly along said radial line 49.78 feet to the east line of the state-owned channel as said channel is described in Book 6368, Page 411, Official Records of said county; thence northerly along said east line and the west line of said lot 88.38 feet to the point of beginning.

END OF DESCRIPTION

Prepared 4/23/2007 by the California State Lands Commission Boundary Unit