

MINUTE ITEM

6/24/76
GPW

19. REVISION IN LEASE RENTAL AFTER ROUTINE REVIEW, TIDE AND SUBMERGED LAND IN THE MOKELUMNE RIVER, SACRAMENTO COUNTY; LLOYD F. KORTH, DBA KORTH'S PIRATES LAIR MARINA - WP 2215.

During consideration of Calendar Item 19 attached, Mr. Robert C. Hight, Staff Counsel, stated that the staff had attempted to negotiate the lease revision with Mr. Korth. Mr. Hight indicated that Mr. Korth advised he would have an appraisal report in the near future on which to base discussions. However, at the present time, the report was not ready.

Mr. Bruce Allen, attorney, representing Mr. Korth, appeared. Mr. Allen advised that Mr. Korth recently hired an appraiser, but due to the appraiser's busy schedule, the report would probably not be ready until the July or August meeting. Mr. Allen therefore requested the matter be deferred for 30 days. He also brought up the point that they had not received notice of the rent increase until two days before it was to become effective. Due to the question of notice, the item was deferred 30 days.

Attachment:

Calendar Item 19 (1 page)

CALENDAR ITEM

6/76
WP 2215
EPW

19.

REVISION IN LEASE RENTAL AFTER ROUTINE REVIEW

This is a Commercial Lease in the first renewal period for a term of 10 years from August 4, 1973, with an existing annual rent of \$1,745, covering a 6.98 acre parcel of tide and submerged land in the Mokelumne River, at Andrus Island, 2 1/2 miles south of Highway 12 bridge, Sacramento County, for the maintenance of a commercial marina.

The lease listed below provides that the State may adjust the annual rental at a different amount on April 27, 1976.

The land covered by the lease has been re-appraised and it has been determined that the new rental shown below, which is 8% of the appraised land value, is reasonable and proper. The lessee was notified of the amount.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE ADJUSTING THE NEW ANNUAL RENTAL PER ANNUM INDICATED, FOR THE FOLLOWING LEASE EFFECTIVE ON THE DATE SHOWN:

<u>PRG NO.</u>	<u>LESSEE/ADDRESS</u>	<u>PRIOR RENTAL</u>	<u>AMOUNT OF NEW RENTAL</u>	<u>EFFECTIVE DATE</u>
2215.1	Lloyd F. Korth DBA Korth's Pirates Lair Marina Route 1, Box 63 Isleton, California 95641	\$1,745	\$7,622.16	April 27, 1976

Attachment: Exhibit "A"