MINUTE ITEM This Calendar Item No. 23 was approved as Minuta Item No. 23 by the State Lands Commission by a vote of 3 to O at its 10-21-87 meeting.

CALENDAR ITEM

10

23

10/21/87

PRC 6427 WP 6427 Maricle

SUBLEASE APPROVAL

SUBLESSOR:

Riverbank Holding Company

Attn: Mr. Thomas C. Westley

General Manager

1361 Garden Highway, Suite 200 Sacramento, California 95833

SUBLESSEE:

James and Lilac Muncill

1207 Front Street

Sacramento, California 95814

AREA, TYPE LAND AND LOCATION: LEASE PRC 6427, MASTER LEASE, A 5.326-acre parcel of tide and submerged land,

Sacramento River, Sacramento County.

LAND USE:

Commercial marina, floating restaurant, harbor master office, boat sales office, debris

deflector, and all appurtenant facilities

related thereto.

TERMS OF EXISTING LEASE PRC 6427:

Initial period:

20 years beginning August 1,

1984.

Surety bond:

\$10,000.

Public liability insurance: Combined single

limit coverage of \$1,000,000.

CONSIDERATION:

ANNUAL RENTAL:

Six percent of the gross income derived from the rental of boat docks and moorings. Three percent of the gross income derived from the

CALENDAR ITEM NO. 23 (CONTLD)

operation of restaurant and bar. Twenty-five percent of the gross income derived from the operation of coin-operated vending and electronic game machines. A percentage of the gross income derived from boat sales (yacht brokerage). Ten percent of the gross income derived from sources exclusive of those described above. A minimum annual rental of \$4.000 for the period August 1, 1984 through July 31, 1985 and a minimum annual rental of \$15,000 thereafter.

PROPOSED ACTION: (SUBLEASE APPROVAL)

Validation of a tenancy between the Lessee and James and Lilac Muncill, covered below in Other Pertinent Information.

APPLICANT STATUS:

Applicant is owner of upland and the Master Lessee in PRC 6427.

PREREQUISITE CONDITIONS, FEES AND EXPENSES:
Filing fee has been received.

STATUTORY AND OTHER REFERENCES:

- A. P.R.C.: Div. 6, Parts 1 and 2; Div. 13.
- B. Cal. Adm. Code: Title 2, Div. 3; Title 14, Div. 6.

AB 884:

N/A.

OTHER PERTINENT INFORMATION:

Approve sublease by endorsement

Sublessor: Riverbank Holding Company

Sublessee: James and Lilac Muncill

2. Terms of sublease:

TERM: One year, from July 1, 1987.

CALENDAR ITEM NO. 23 (CONT'D)

RENT: (Muncill to Riverbank):

\$520.50 per month, and \$25 per cruise departing the premises, excepting therefrom the first 23

cruises per month.

AREA: 347 square feet of tenant space.

INSURANCE:

\$1,000,000: Liability

\$250,000: Property Damage

PURPOSE:

Passenger assemblage area for river boat cruises. The sublessee operates such a business under the name of Capital City Cruises.

The staff has reviewed this sublease and finds it acceptable.

- Compensation to State: Ten percent of the amount paid by James and Lilac Muncill to the Riverbank Holding Company.
- 4. The sovereign land sublet hereunder was sublet earlier by the Lessee to Adventure Cruises, Inc. and Ron Harmon, approved by the Commission on October 24, 1985, under Minute Item No. 21; that sublessee was terminated by Riverbank Holding Company, effective June 9, 1987.
- 5. Environmental Considerations
 - A. The Commission authorized the issuance of Lease PRC 6427 on July 12, 1984. At that time, the Commission found that an EIR was prepared and adopted for the Sublessor's marina project by the City of Sacramento Planning Department and that the Commission had reviewed and considered the information contained therein

CALENDAR ITEM NO. 23 (CONT'D)

Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Adm. Code 15061), the staff has determined that the activity covered herein is exempt from the requirements of the CEQA under the general rule that CEQA applies only to projects which have the potential for causing a significant effect on the environment. The staff believes there is no possibility that this activity may have a significant effect on the environment.

Authority: 14 Cal. Adm. Code 15061(b)(3).

APPROVALS OBTAINED: None.

FURTHER APPROVALS REQUIRED:

EXHIBIT:

A, Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

- 1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. ADM. CODE 15061 BECAUSE THERE IS NO POSSIBILITY THAT THE ACTIVITY MAY HAVE A SIGNIFICANT EFFECT ON THE ENVIRONMENT. (14 CAL. ADM. CODE 15061(b)(3))
- 2. APPROVE, BY ENDORSEMENT, EFFECTIVE JULY 1, 1987, THE SUBLEASE AGREEMENT BETWEEN RIVERBANK HOLDING COMPANY (SUBLESSOR) AND JAMES AND LILAC MUNCILL (SUBLESSEE).

