MINUTE ITEM

13

11/19/87
PRC 7001
A. Scott

APPROVAL OF ENCUMBRANCING OF LEASE

Calendar Item 13 was pulled from the agenda prior to the meeting, no item being prepared.

Attachment: Calendar Item 13.

CALENDAR PAGE
MINUTE PAGE 3887

CALENDAR ITEM

A 10

S 6

13

11/19/87
PRC 7001
A. Scott

APPROVAL OF ENCUMBRANCING OF LEASE

LESSEE: City of Sacramento
Attn: Solan Wisham
City Hall
915 "I" Street
Sacramento, California 95814

ASSIGNEE: The Riverboat Delta King, Inc.
901 Tamalpais Avenue, Suite 200
San Rafael, California 94901

SECURED PARTY: Home Federal Savings of San Diego
345 California Street
San Francisco, California

BACKGROUND: On July 24, 1986, the State Lands Commission approved the issuance of a Master Lease to the City of Sacramento covering a portion of the Sacramento River located along the waterfront in "Old Sacramento". The Commission, as part of the approval, also authorized a sublease to the Riverboat Delta King and approved a form of agreement to be used in those cases where a sublessee wishes to use its sublease for security of a loan.

CURRENT SITUATION:
The Sublessee (Riverboat Delta King) of the City has applied to Home Federal Savings of San Diego (HOME) for a loan to reconstruct portions of the riverboat. As a condition of the loan, HOME has required that they be named as secured-party lender under the subject lease. The Master Lease provides for such an agreement, so long as the form of agreement be that attached as an exhibit to the Master Lease, and that the Commission approve the agreement.

AB 884: N/A.

OTHER PERTINENT INFORMATION:

1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Adm. Code 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

   Authority: P.R.C. 21065 and 14 Cal. Adm. Code 15378.

2. This activity involves lands identified as possessing significant environmental values pursuant to P.R.C. 6370, et seq. but will not affect those significant lands.

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 THE ACTIVITY IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND 14 CAL. ADM. CODE 15378.

2. AUTHORIZE THE AGREEMENT AND CONSENT TO ENCUMBRANCING OF SUBLESSEE'S RIGHTS, TITLE, AND INTERESTS IN LEASE PRC 7001 IN FAVOR OF HOME FEDERAL SAVINGS OF SAN DIEGO FOR PURPOSES OF OBTAINING A LOAN FOR THE RECONSTRUCTION OF THE HISTORIC RIVERBOAT DELTA KING.

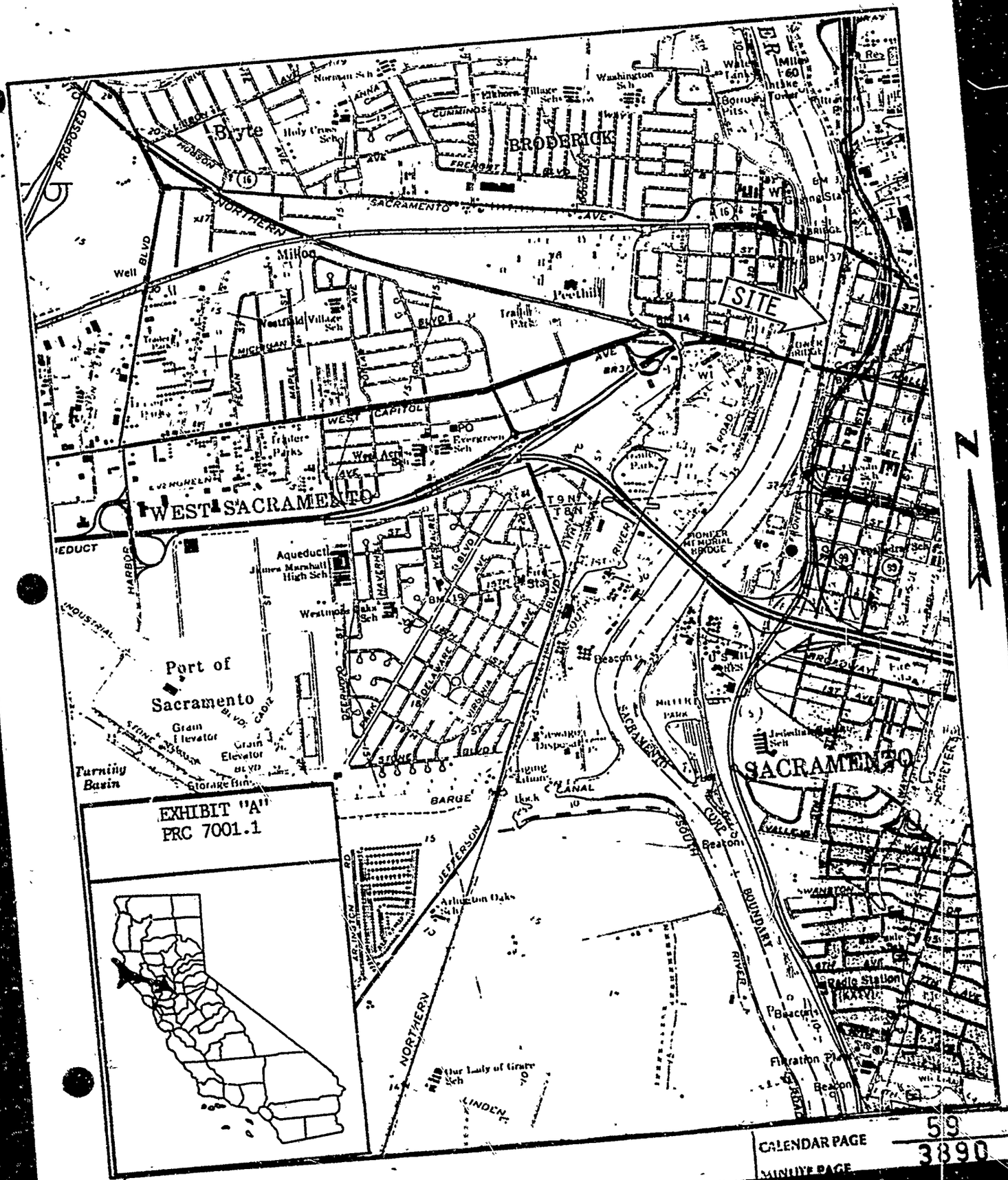


EXHIBIT "A"
PRC 7001.1