

**California Tahoe Conservancy
Board Meeting
December 15, 2022**

ERRATA

ITEM 7: ENVIRONMENTALLY SENSITIVE LAND ACQUISITION – MOTEL 6 AND KNOX JOHNSON PARCELS (UPDATE)

PAGE 1: First paragraph of the Executive Summary, should read as follows:

Executive Summary: The California Tahoe Conservancy (Conservancy) recommends a revised acquisition amount of up to \$18 million for two adjacent parcels comprising up to 31.2 acres of environmentally sensitive land next to the Upper Truckee River (River) and the Conservancy’s Upper Truckee Marsh (Marsh) property in the City of South Lake Tahoe (City). In November 2021, the Conservancy Board (Board) adopted Resolution 21-11-06 authorizing up to \$10 million for the acquisition, and subsequent demolition and site stabilization. Since that authorization, Conservancy staff contracted for an updated Department of General Services- (DGS) approved appraisal. The appraisal has increased the fair market value of the acquisition based on available market data and comparable properties. The Conservancy offer will not exceed the acquisition fair market value as approved by the DGS regardless of the recommended authorization of \$18 million. In addition, Conservancy staff recommend Board acceptance of a California Department and Fish and Wildlife (CDFW) grant of \$1.5 million and, pending a successful application, acceptance of a \$6 million grant from the Wildlife Conservation Board (WCB), both to support the acquisition, and acceptance of other potential grants to support the acquisition.

PAGE 2: Fiscal Summary, should read as follows:

Fiscal Summary: Staff seeks up to \$18 million to acquire the Motel 6 and Knox Johnson parcels, or portions thereof, which includes administrative, due diligence, and closing costs. This amount will also cover demolition of the existing structures and site stabilization work on the Motel 6 parcel. The purchase price of the parcels will not exceed fair market value as approved by the DGS. The acquisition and associated costs will be funded by Conservancy Proposition 68 funds, General Funds, Tahoe Regional Planning Agency (TRPA) Excess Coverage Mitigation (ECM) funds, the \$1.5 million grant from the CDFW pending Board approval, a potential WCB grant and other potential matching grants. Conservancy staff will process the acquisition as part of its regular workload.

PAGE 5: Financing, should read as follows:

Financing

Staff seeks authorization for up to \$18 million for the acquisition of the two parcels, including administrative and closing costs; the subsequent demolition of existing structures; and site stabilization work. The purchase price of the parcels or portions acquired will not exceed fair market value, as approved by the DGS. The Conservancy will use its Proposition 68 funds, General Funds, TRPA ECM funds, CDFW and WCB grants, and other potential matching grants. Conservancy staff will process the acquisition as part of its regular workload.