FIRST AMENDMENT TO JOINT APPLICATION AND INDEMNIFICATION AGREEMENT

NO. 35623

THIS FIRST AMENDMENT TO JOINT APPLICATION AND INDEMNIFICATION AGREEMENT NO. 35623 ("Amendment") is made and entered as of May 1, 2021, pursuant to minute order adopted by the City Council of the City of Long Beach on April 20, 2021, by and between the CITY OF LONG BEACH, a municipal corporation ("City"), and CENTRO C.H.A. INC., a California nonprofit corporation ("Centro CHA").

RECITALS

- A. City and Centro CHA are parties to that certain Lease and Option to Purchase Agreement (No. 35521) dated as of January 1, 2020 (the "Lease"), pursuant to which Centro CHA leases from City certain real property more particularly described therein (the "Property");
- B. Centro CHA exercised the purchase option provided for under the Lease on April 8, 2020, and in connection therewith, executed an Agreement for Acquisition of Real Property dated July 1, 2020 ("Purchase Agreement") and opened escrow on December 10, 2020, pursuant to which Centro CHA shall purchase the Property from City upon the terms and conditions contained in the Purchase Agreement;
- C. City and Centro CHA are parties to that certain Joint Application and Indemnification Agreement (No. 35623) dated as of August 27, 2020 (the "Agreement"), pursuant to which City and Centro CHA jointly submitted a grant application to the United States Economic Development Administration ("EDA") for the award of an EDA grant in the amount of \$3,000,000 (the "Grant") to be used in connection with the development of a regional workforce development and social services center on the Property;
- D. City and Centro CHA desire to amend the Agreement to, among other things, provide for City's contribution of certain Property sale proceeds toward the Grant match requirements.

OFFICE OF THE CITY ATTORNEY CHARLES PARKIN, City Attorney 411 West Ocean Boulevard, 9th Floor Long Beach, CA 90802-4664

AGREEMENT

- Agreement, including without limitation Sections 1 and 2 thereof, City shall give Centro CHA \$500,000 ("City Funds") upon close of escrow for the Property under the Purchase Agreement and City's receipt of the entire purchase price required thereunder, it being the intention of the parties that City's obligation under this Section 1 shall only be satisfied with proceeds of sale from the Property. Centro CHA shall only use the City Funds to (i) satisfy matching requirements under the Grant (partially or totally), or (ii) make direct physical improvements to the Property necessary to support the operation of a business and workforce development center on the Property. Centro CHA's failure to comply with the terms of this Section shall constitute a default under the Agreement, City shall have the right to immediately demand repayment of all City Funds, and Centro CHA shall repay the City Funds within thirty (30) days after such demand.
- 2. Capitalized terms not otherwise defined herein shall have the meaning ascribed to such terms in the Agreement.
- 3. Except as herein amended, the Agreement shall remain unchanged and in full force and effect.

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IN WITNESS WHEREOF, City and Centro CHA have signed this First Amendment as of the date opposite their signature. CENTRO C.H.A. INC., a California nonprofit By: ___ Name: Tenant CITY OF LONG BEACH, a municipal corporation **EXECUTED PURSUANT** Landlord TO SECTION 301 OF THE CITY CHARTER This First Amendment to Joint Application and Indemnification Agreement No. 35623 is approved as to form on ____ CHARLES PARKIN, City Attorney Deputy