CHARLES PARKIN, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

LEASE

THIS LEASE is made and entered, in duplicate, as of April 2, 2019 for reference purposes only, pursuant to a minute order adopted by the City Council of the City of Long Beach at its meeting on November 20, 2018, by and between LONG BEACH LOCAL, a California non-profit corporation, doing business as FARM LOT 59 (the "Tenant"), whose address is 2076 Eucalyptus Avenue, Long Beach, California 90806, and the CITY OF LONG BEACH, a municipal corporation (the "Landlord").

Landlord and Tenant, in consideration of the mutual terms, covenants, and conditions herein, agree as follows:

- 1. <u>Premises</u>. Landlord hereby leases to Tenant and Tenant hereby accepts and leases approximately 0.6 acres of City-owned land within Willow Springs Park depicted as the "Leased Premises" in Exhibit "A" attached hereto (the "Premises"), located near 2712 California Avenue. Tenant shall have also have a non-exclusive right to use certain adjacent land located between the Premises and California Street, depicted as the "Parking Area" in Exhibit "A" attached hereto (the "Parking Area"), for purposes of (i) ingress and egress to the Premises; and (ii) parking for members of the public visiting the Premises.
- 2. Term. The term of this Lease shall commence on December 1, 2018 (the "Commencement Date"), and shall terminate at midnight on November 30, 2023, unless sooner terminated as provided herein. Landlord and Tenant shall have the mutual option to extend the term of the Lease for three (3) periods of two (2) years each, said extensions to be jointly exercised by the parties in writing on or before the then-current expiration date of this Lease.
- 3. <u>Termination Right</u>. City shall have the right to terminate the Lease should Tenant lose its non-profit status, cease to operate program services from the Premises as described herein, or fail to abide by the terms and conditions of the Lease agreement. Tenant shall have the right to terminate the Lease with a notification to

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terminate provided in writing to City at least sixty (60) days in advance.

- 4. Rent. Tenant shall pay to Landlord a rental payment of One Dollar (\$1.00) per year. ("Base Rent"). In addition to the Base Rent, Tenant shall pay to Landlord an amount equal to one percent (1%) of the gross revenue generated by Tenant's operations at the Premises (the "Additional Rent"), including without limitation revenue generated by the off-Premises sale of any food grown on the Premises. The Additional Rent shall be due and payable annually, within thirty (30) days after the conclusion of each year of the term of this Lease. Should the term of this Lease be terminated early for any reason, then Additional Rent shall be due and payable on the date which is thirty (30) days after such termination. In addition to and together with Tenant's payment of Additional Rent, Tenant shall prepare and deliver to Landlord an accounting of all gross revenue generated by Tenant at the Premises, in form and substance reasonably acceptable to Landlord and the City Auditor of Long Beach.
- 5. Tenant shall use the Premises for the development and Use. management of an urban farm and sustainable produce stand, and Landlord and Tenant intend to develop community educational programs at the Premises in connection therewith. The Premises shall not be used by Tenant for any other purpose without the express written consent of Landlord, which may be withheld in its sole and absolute discretion. In addition to the prohibition contained in Section 14, Tenant shall not use any pesticides, herbicides, chemical fertilizers or other caustic chemical agents in its operation of the Premises. At all times Tenant shall employ strictly organic growing methods. Tenant shall employ water efficient growing methods, and at no time shall Tenant's operations produce run-off which collects upon any property outside the Premises, including without limitation the Parking Area and the Mulch Yard, as shown on Exhibit "A" attached hereto. Tenant shall maintain an eight (8)-foot wide corridor of open space depicted as the "Underground Pipeline Corridor" on Exhibit "A" attached hereto. At no time shall Tenant grade, plant, or otherwise disturb the soil located within the Underground Pipeline Corridor. Tenant shall operate the Premises no earlier than an

and food education from the ground up" with the purpose "to teach farming based on organic principles to create food security through education, farmer training, and cooking classes in collaboration with our local partners." Tenant will operate and maintain an educational urban farm including, but not limited to, farm and garden bed, demonstration gardens, chicken coops, bee hives, fruit tree orchards, vertical growing, worm and/or compost bins, rainwater capture, etc. Tenant will provide public access through regularly-scheduled farm-related public programs, community classes, workshops, and special events that provide educational opportunities related to urban agriculture. Tenant will also establish collaborative partnerships with educational institutions, non-profit organizations, and workforce development groups and provide volunteer and experiential learning opportunities on the Premises to support volunteerism, service-learning, and green job training at the farm.

7. Public Benefit. An urban farming use at Willow Springs Park helps build more robust local food systems and access to locally-grown produce, creates spaces for urban gardening education and neighborhood scale economic development through green jobs, and provides programming and activation that can increase perceptions of safety. In addition, on average, produce purchased in Los Angeles County travels 1,500 miles before consumption, so localizing food sources can help reduce vehicle miles traveled while increasing community resilience to climate impacts.

8. Tenant Improvements.

- A. The Premises shall be leased in "as is" condition, without any representations or warranties whatsoever by Landlord as to the suitability for the intended use of the Premises.
 - B. Tenant shall request permission in writing from Landlord in

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advance, and secure approval when proposing to add any improvements to the Premises, which shall become property of Landlord.

- Tenant shall secure written approval from Landlord for grants C. for permanent improvements that could obligate Landlord outside of Tenant's Lease.
- Tenant shall be solely responsible for ensuring the Premises D. and any improvements thereon comply with all applicable local, state, and/or federal laws pursuant to the Americans with Disabilities Act.
- 9 Maintenance Obligations. Tenant shall keep the Premises in a neat, Tenant shall be responsible for any and all repairs safe and sanitary condition. associated with the Premises. Landlord shall have no maintenance obligations with respect to the Premises. Landlord makes no representations and/or warranties as to the condition of the Parking Area, and Landlord shall not be obligated to maintain the Parking Area for the benefit of Tenant.
- 10. Utilities. Landlord shall provide a water meter and above-ground spigot to be installed and maintained at the Premises. Tenant shall be responsible for the provision of all other utilities to the Premises and shall be responsible for the payment of all utility expenses, including water.
- Annual Report. Beginning in 2019, every December, Tenant shall 11. provide Landlord a written report quantifying the community benefits derived from urban farming programs and services provided that year. The information presented in the report will be used by Landlord to provide annual updates to the Parks and Recreation Commission, Long Beach City Council and community, along with information from other partners, to demonstrate the value of partnerships in Long Beach parks.
- 12. Taxes. Landlord shall be responsible for payment of all real property taxes, and Tenant shall be responsible for the payment of all other taxes arising from its use and occupancy of the Premises, including any possessory interest taxes.

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13. Insurance.

During the entire term, Tenant shall at its sole cost and A. expense procure and maintain:

- Commercial general liability insurance equivalent in coverage scope to ISO CG 00 01 10 93 in an amount not less than One Million Dollars (\$1,000,000) per occurrence and Two Million Dollars (\$2,000,0000) in aggregate covering bodily injury and property damage liability combined arising from Tenant's obligations under or in connection with this Lease. Such insurance shall name Landlord, and any other party it so specifies in writing to Tenant, as an additional insured on an endorsement equivalent in coverage scope to ISO CG 20 26 11 85.
- The minimum limits of policies of insurance required of (ii) Tenant under this Lease shall in no event limit the liability of Tenant under this Lease. Such insurance shall (a) be issued by an insurance company having a rating of not less than A-VIII in Best's Insurance Guide or which is otherwise acceptable to Tenant and Landlord, (b) be primary insurance as to all claims thereunder and provide that any insurance carried by Tenant or Landlord is excess and is non-contributing with any insurance requirement of Tenant, (c) provide that said insurance shall not be canceled or coverage changed unless thirty (30) days' prior written notice shall have been given to Landlord and any mortgagee or ground or underlying lessor of Landlord, and (d) contain a cross-liability endorsement or severability of interest clause acceptable to Landlord. Tenant shall deliver said policy or policies or certificates thereof to Landlord on or before the effectiveness of this Lease.
- Notwithstanding the provisions of this Section 10, Tenant and В. Landlord each hereby waive any and all rights of recovery against the other, or against the officers, employees, agents and representatives of the other, for loss

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of or damage to such waiving party or its property or the property of others under its control but only to the extent that (a) such loss or damage is insured against or is required to be insured against under the terms of this Lease, and (b) such insurance policies permit and do provide for such waiver. In this regard, Landlord and Tenant each agree to have their respective insurers issuing the insurance described in this Section 10 waive any rights of subrogation that such companies may have against the other party. Tenant shall provide, at its sole cost and expense, such additional insurance or increased coverage amounts as may be required by Landlord's Risk Manager acting in his or her sole discretion.

- 14. Hazardous Materials. No goods, merchandise, supplies, personal property, materials, or items of any kind shall be kept, stored, or sold in or on the Premises which are in any way explosive or hazardous. Tenant shall comply with California Health and Safety Code Section 25359.7 or its successor statute regarding notice to Landlord on discovery by Tenant of the presence or suspected presence of any hazardous material on the Premises. "Hazardous Materials" means any hazardous or toxic substance, material or waste which is or becomes regulated by the City, the County of Los Angeles, the State of California or the United States government.
- 15. Default. The occurrence of any of the following acts shall constitute a default by Tenant:
 - A. Failure to pay rent when due after ten (10) days written notice;
 - B. Failure to perform any of the terms, covenants, or conditions of this Lease if said failure is not cured within thirty (30) days after written notice of said failure. If the default cannot reasonably be cured in thirty (30) days, Tenant shall not be in default if Tenant begins to cure within the thirty-day period and diligently proceeds to cure to completion; or
 - C. Any attempted assignment or transfer.

If Tenant does not comply with each provision of this Lease or if a default occurs, then Landlord may terminate this Lease and Landlord may enter the Premises

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and take possession thereof provided, however, that these remedies are not exclusive but cumulative to other remedies provided by law in the event of Tenant's default, and the exercise by Landlord of one or more rights and remedies shall not preclude Landlord's exercise of additional or different remedies for the same or any other default by Tenant.

- 16. Landlord shall have the right of access to the Right of Entry. Premises at all times.
- Condemnation. If the whole or any part of the Premises shall be 17. taken by any public or quasi-public authority under the power of eminent domain, then this Lease shall immediately terminate. All damages for such taking shall belong to Landlord.
- 18. Nondiscrimination. Subject to applicable laws, rules and regulations, Tenant shall not discriminate against any person or group on the basis of race, religion, national origin, color, age, gender, sexual orientation, gender identity, AIDS, HIV status, handicap or disability with respect to the use of the Premises or the performance of its obligations under this Lease. In the performance of this Lease, Tenant shall not discriminate against any employee or applicant for employment on the basis of race, religion, national origin, color, age, sex, sexual orientation, gender identity, AIDS, HIV Tenant shall take affirmative action to ensure that status, handicap or disability. applicants are employed and that employees are treated without regard to these bases. Such action shall include but not be limited to employment, upgrading, demotion, transfer, recruitment, recruitment advertising, layoff, termination, rates of pay or other forms of compensation, and selection for training including apprenticeship. Tenant shall post in conspicuous places notices stating this provision.
- 19. Indemnification. Tenant shall defend, indemnify and hold harmless Landlord from all claims, demands, damages, causes of action, losses, liability, costs or expenses, including reasonable attorney's fees, of any kind or nature whatsoever (collectively referred to in this Section and Section 16 as "claims") which Landlord may incur for injury to or death of persons or damage to or loss of property occurring in, on, or

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about the Premises arising from the condition of the Premises, products grown on the Premises or distributed thereon, the alleged acts or omissions of Tenant, Tenant's employees, or agents, the occupancy, use, or misuse of the Premises by Tenant, Tenant's employees, agents, approved subtenants, licensees, patrons, or visitors, or any breach of this Lease.

- 20. Relocation. Tenant agrees that nothing contained in this Lease shall create any right in Tenant for any relocation assistance or payment under applicable California law from Landlord on the expiration or termination of this Lease. Tenant agrees that nothing contained in this Lease shall create any right for any reimbursement of Tenant's moving expenses incurred prior to or during the term of this Lease.
- 21. Assignment. Tenant shall not assign or transfer this Lease or any interest herein, nor sublease the Premises or any part thereof (collectively referred to as "transfer").
- 22. Signs. Tenant may post signs on and about the Premises and in the Parking Area subject to the approval of Landlord.
- 23. Access. Tenant shall have access to the Premises twenty-four (24) hours per day, seven (7) days per week.
- 24. Parking. Landlord shall provide a designated parking and loading zone area for Tenant, as well as a designated parking area for visitors and volunteers. Parking shall be limited to these areas to eliminate unsafe crossing of vehicles and park visitors, as well as minimize impacts to adjacent protected habitat areas. Tenant and its invitees may use the Parking Area on a non-exclusive first come-first served basis. Landlord shall not be obligated to provide Tenant with any parking spaces in connection with this Lease.
- 25. Surrender of Premises. On the expiration or sooner termination of this Lease Tenant shall remove all improvements on the Premises and otherwise deliver to Landlord possession of the Premises in substantially the same condition that existed immediately prior to the date of execution hereof.

- 27. Waiver of Rights. The failure or delay of Landlord to insist on strict enforcement of any term, covenant, or condition herein shall not be deemed a waiver of any right or remedy that Landlord may have and shall not be deemed a waiver of any subsequent or other breach of any term, covenant, or condition herein. The receipt of and acceptance by Landlord of delinquent rent shall not constitute a waiver of any other default but shall only constitute a waiver of timely payment of rent. Any waiver by Landlord of any default or breach shall be in writing. Landlord's approval of any act by Tenant requiring Landlord's approval shall not be deemed to waive Landlord's approval of any subsequent act of Tenant.
- 28. <u>Successors in Interest</u>. This Lease shall be binding on and inure to the benefit of the parties and their permitted successors, heirs, personal representatives, transferees, and assignees, and all of the parties hereto shall be jointly and severally liable hereunder.
- 29. <u>Force Majeure</u>. Except as to the payment of rent, in any case where either party is required to do any act, the inability of that party to perform or delay in performance of that act caused by or resulting from fire, flood, earthquake, explosion, acts of God, war, strikes, lockouts, or any other cause whether similar or dissimilar to the foregoing which is beyond the control of that party and not due to that party's fault or neglect shall be excused and such failure to perform or such delay in performance shall not be a default or breach hereunder. Financial inability to perform shall not be considered cause beyond the reasonable control of the party.
- 30. <u>Partial Invalidity</u>. If any term, covenant, or condition of this Lease is held by a court of competent jurisdiction to be invalid, void or unenforceable, the

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remainder of the provisions hereof shall remain in full force and effect and shall in no way be affected, impaired or invalidated thereby.

- 31. Time is of the essence in this Lease, and every provision hereof.
- 32. Governing Law, Codes and Regulations. This Lease shall be governed by and construed in accordance with the laws of the State of California. Tenant shall follow all applicable local, regional, state and federal laws, codes, regulations, and requirements in the operation and maintenance of the Premises. This includes, but is not limited to, special event and food handling/sales permits, volunteer management, and all items listed under the Long Beach municipal Code related to park rules.
- 33. Integration and Amendments. This Lease represents and constitutes the entire understanding between the parties and supersedes all other agreements and communications between the parties, oral or written, concerning the subject matter herein. This Lease shall not be modified except in writing signed by the parties and referring to this Lease.
- 34. Joint Effort. This Lease is created as a joint effort between the parties and fully negotiated as to its terms and conditions and nothing contained herein shall be construed against either party as the drafter.
 - 35. No Recordation. This Lease shall not be recorded.
- Captions and Organization. The various headings and numbers 36. herein and the grouping of the provisions of this Lease into separate sections, paragraphs and clauses are for convenience only and shall not be considered a part hereof, and shall have no effect on the construction or interpretation of this Lease.
- 37. Relationship of Parties. The relationship of the parties hereto is that of Landlord and Tenant, and the parties agree that nothing contained in this Lease shall be deemed or construed as creating a partnership, joint venture, association, principalagent or employer-employee relationship between them or between Landlord or any third person or entity.

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EXHIBIT "A" DEPICTION PREMISES, PARKING AREA, MULCH YARD AND UNDERGROUND PIPELINE CORRIDOR





Willow Springs Park Farm Lot 59 Lease Area

0 25 50 75 100 Feet

Location of Underground Pipeline Corridor is approximate