

## COMMUNICATIONS SITE LEASE

THIS COMIMUNICATIONS SITE LEASE ("Lease") is made and entered into as of OCTOBER 1, 2005, for reference purposes only, by and between the CITY OF LONG BEACH, a municipal corporation ("City"), pursuant to minute order adopted by the City Council of the City of Long Beach at its meeting of__SEPTEMBER 20, 2005, and SPRINT PCS ASSETS, LLC, a Delaware limited liability company ("Lessee").

1. RECITALS: This Lease is made with reference to the following facts and objectives:
1.1 The real property described in Exhibit " $A$ " attached hereto and incorporated herein by this reference ("Property") is owned by the City of Long Beach.
1.2 The City has received proposals from various providers of wireless communication carriers for the installation and management of a cellular tower on the Property, capable of accommodating multiple providers of wireless communications services ("Wireless Communications Services").
1.3 Lessee's proposal for the construction and operation of a communications facility and related equipment and structures ("Tower Facility") was approved for implementation and City is willing to permit Lessee to construct the Tower Facility on the terms, covenants and conditions set forth in this Lease. The Tower Facility consists of six (6) panel-type antennas, each 6 feet tall, 5 inches wide and 4 inches deep, four (4) outdoor cabinets for radios and batteries, and a screen wall enclosure to shield the cabinets from public view,

## 2. PROPERTY AND ACCESS:

2.1 City leases to Lessee and Lessee accepts a lease of the Property consisting of approximately 400 square feet of land as shown on Exhibit "A".
2.2 Lessee shall have the right (but not the obligation)at any time following the full execution of this Lease and prior to the Commencement Date to enter City's property for the purpose of making inspections and engineering surveys and other tests
to determine the suitability of the Premises for construction and development of the Tower Facility and to prepare for the construction and development of Tower Facility. Lessee's rights of access and to install utilities under this paragraph 2.2 include, but are not limited to, the right to install, maintain and service telephone lines connecting the base station of Tower Facility and the minimum point of entry (MPOE) or other point of presence of the telephone service provider at City's property.
3. TERM: This Lease shall be for a term ("Initial Term") of five (5) years commencing on October 1, 2005 ("Commencement Date"). Lessee may extend the term of this Lease for three additional periods of five (5) years each (individually a "Renewal Term") by giving written notice to City not less than ninety (90) days prior to the expiration of the Initial Term or a Renewal Term. Notwithstanding the foregoing, either party may terminate this Lease at any time during a Renewal Term on one hundred eighty (180) days written notice to the other party. In the event Lessee terminates this Lease other than as a result of a default by City, then the entire unpaid rent for the balance of the Initial Term or a Renewal Term, as the case may be, shall be immediately due and payable to City.

## 4. USE OF PREMISES:

4.1 Lessee is authorized to use the Premises for construction and development of the Tower Facility that will provide antennae locations for the transmission and reception of communications signals and the installation, construction, maintenance, operation, repair, replacement and upgrade of equipment, fixtures, cables, and accessories which may include support structures, associated antennas, shelters, cabinets and fencing, related to such use and required for the secure use of the Premises. The Premises shall not be used for any other purpose without the prior consent in writing of the Director of Parks, Recreation and Marine ("Director").
4.1.1 Lessee shall not do, bring or keep anything in or about the Premises that will cause a cancellation of or increase the rate of any insurance covering the Premises.
4.1.2 Lessee shall not use the Premises in any manner that will constitute waste or nuisance.
4.1.3 The limitation on use set forth in subparagraphs 4.1.1 and 4.1.2 shall not prevent Lessee from bringing, keeping or using, on or about the Premises such materials, supplies, equipment and machinery as are necessary or customary in the operation of the permitted uses; provided however Lessee, in handling hazardous substances or wastes, shall fully comply with all laws, rules, regulations and orders of governmental agencies having jurisdiction.
4.2 At all times in its use and occupancy of the Premises and in the conduct of its operations thereon, Lessee, at its cost, shall comply with all applicable federal, state, regional and local laws, ordinances and regulations including, but not limited to the City Charter, the Long Beach Municipal Code, Tariff No. 4 and those of the Federal Communications Commission ("FCC"). Lessee shall obtain all permits required for the construction of the Tower Facility and any other improvements on the Premises and for the conduct of its operations thereon. Lessee shall comply with applicable provisions of the Americans with Disabilities Act (42 U.S.C.A. § 12101, et seq.) ("Act") and regulations promulgated pursuant thereto in Lessee's use of the Premises and operations conducted thereon. Additionally, as between Lessee and City, Lessee shall be solely responsible for assuring that the Premises are in compliance with applicable provisions of said Act and related regulations and shall hold City harmless from and against any claims of failure of the Premises to comply with the Act and/or related regulations.
4.3 If City receives a request to locate any communications transmitting equipment on the Premises from any third party (a "Carrier"), City shall include in the lease, license or other agreement with the Carrier a provision prohibiting the Carrier from interfering with the communications operations of the Tower Facility.
4.3.1 In the event a Carrier's use of the Premises or any other City property necessitates antenna tower space similar to the Tower Facility, Lessee shall and hereby agrees to sublease a portion of the Premises, including space on the Tower Facility
to not less than two (2) such Carriers on terms and conditions which shall be subject to review by City and a determination that the terms and conditions of such sublease are consistent with the terms and conditions of this Lease. Without limiting the generality of the foregoing, any such agreement shall require that the Carrier procure and maintain insurance of the types and in the amounts, and indemnify City, as required of Lessee hereunder. The rent and other financial requirements of any such sublease shall not be subject to the review or approval by City.
4.3.2 Construction of any improvements not already constructed by Lessee shall be completed only in accordance with the provisions of paragraph 6 of this Lease including, without limitation, the requirement that the plans and specifications therefore be approved in writing by the Director of Planning and Building and shall be subject to such conditions and limitations as maybe set forth in the development permit issued by the City ("Development Permit").

## 5. RENTAL:

5.1 Subject to the provisions of subparagraph 5.4, Lessee shall pay to City, as rental for the use of the Premises, without deduction, setoff, prior notice or demand, the sum of Twenty Four Thousand ( $\$ 24,000.00$ ) Dollars per year ("Annual Rent"). Annual Rent shall be payable in advance on the first day of each anniversary of the Commencement Date, provided that Annual Rent for the first year of the Initial Term shall be due and payable upon execution of this Lease. In addition, and in the event Lessee subleases a portion of the Premises, including space on the Tower Facility, Lessee shall pay to City sixty percent (60\%) of monthly gross rental revenue related to non-cellular and non-PCS carriers as additional rent ("Additional Rent" and, together with Annual Rent, the "Rent") for each such sublease. Additional Rent shall be due and payable at the time and in the manner as payments are received by Lessee under each such sublease.
5.2 Lessee shall keep true and accurate records and shall require its subtenants to keep true and accurate records of all gross rental revenue. On or before the sixtieth (60th) day following the end of each Lease year, Lessee shall, without notice or
demand from City, deliver to City a statement certified by the President of Lessee showing the gross rental revenue from cellular and PCS and non-cellular and non-PCS carriers which co-locate on the Tower Facility for the period covered by such statement.
5.3 The records with respect to each lease year shall be maintained in the City for not less than one year following such lease year. City shall have the right, at any reasonable time and from time to time after giving reasonable notice, to audit the records of Lessee with respect to such rental revenue, to examine any or all subleases, and to make copies of all such records. All such records shall be treated as confidential by City, except in any litigation or other proceeding between the parties, to the extent permitted by the California Public Records Act. If the audit discloses that gross rental revenue was understated by more than five percent (5\%), Lessee shall immediately pay the amount of such Additional Rent to City plus the reasonable cost of the audit; otherwise City shall bear the cost of the audit.
5.4 Annual Rent shall be adjusted as of the first day of the second lease year and each lease year thereafter during the term ("adjustment date"). The phrase "lease year" shall mean that twelve (12) consecutive calendar month period commencing on the Commencement Date. Said adjustment shall be made by comparing the Consumer Price Index for All Urban Consumers (base year 1982-84=100) for Los Angeles-Riverside-Orange County, California, published by the United States Department of Labor, Bureau of Labor Statistics ("Index"), which is published for the month three months prior to adjustment date ("Current Index"), with the Index published for the month three months prior to the Effective Date ("Beginning Index"). If the Current Index has increased over the Beginning Index, Annual Rent for the then-current lease year shall be set by multiplying the Annual Rent set forth above by a fraction, the numerator of which is the Current Index and the denominator of which is the Beginning Index; provided, in no event shall the adjusted Annual Rent be less than the Annual Rent paid by Lessee during the lease year immediately preceding such adjustment. If the Index is discontinued or revised during the term, such other government Index or computation shall be used in
order to obtain substantially the same result as if the Index had not been discontinued. On adjustment of the Annual Rent as provided herein, the parties shall immediately execute a writing setting forth the adjusted Annual Rent and when said writing is executed by the Director, it shall constitute a legally binding agreement of the parties without further municipal, corporate or other action.
5.5 All delinquent installments of rental and other payments due the City shall bear interest at the maximum rate allowed by law. Rental payments are delinquent if remaining unpaid on the tenth calendar day of the month for which due. With the exception of rental payments, all invoices issued by City are due and payable upon presentation, and any such invoice remaining unpaid the thirtieth day after the date of issue shall be considered delinquent.

## 6. CONSTRUCTION OF IMPROVEMENTS AND ALTERATIONS:

6.1 Lessee shall not construct or make any improvements or alterations to the Premises without City's prior consent. Lessee shall obtain all permits required for the construction of the Tower Facility and any other improvements on the Premises and for the conduct of its operations thereon. Lessee shall comply with applicable provisions of the Americans with Disabilities Act (42 U.S.C.A. § 12101, et seq.) ("Act") and regulations promulgated pursuant thereto in Lessee's use of the Premises and operations conducted thereon. Additionally, as between Lessee and City, Lessee shall be solely responsible for assuring that the Premises are in compliance with applicable provisions of said Act and related regulations and shall hold City harmless from and against any claims of failure of the Premises to comply with the Act and/or related regulations. Any improvement or alteration shall be constructed, erected and installed by Lessee in accordance with plans and specifications approved in writing by the Director of Planning and Building or his designee and shall be subject to such conditions and limitations as may be set forth in the permit issued by the City authorizing the work contemplated by this Lease.
6.2 On or before the date of commencement of any construction of the Tower Facility or any other structure or improvement on the Premises, Lessee shall file or caused to be filed with City a performance bond and labor and material payment bond executed by Lessee or Lessee's contractor, as principal, and by a surety authorized to do business in the State of California, as surety, conditioned upon the contractor's performance of its construction contract with Lessee in a form and with a surety reasonably acceptable to City. The performance bond shall name or be endorsed to name City as a joint obligee with Lessee and/or Lessee's lender. City shall either approve or disapprove of any such proposed bond within ten (10) days of City's receipt thereof. The performance bond shall be in the amount and provide a penalty of one hundred (100\%) percent of the cost of the improvements to be constructed by Lessee and shall remain in effect until the date of completion of construction of the Tower Facility. The payment bond shall be in the amount and provide a penalty of one hundred (100\%) percent of the valuation of the improvements to be constructed by Lessee and shall remain in effect until the expiration of the period for filing a claim of lien or, if a claim of lien is filed, the expiration of the period for filing an action to foreclose such lien, or until the Premises are freed from the effect of such claim of lien and any action brought to foreclose such lien or the lien is otherwise discharged.
6.3 The final plans and specifications for the Tower Facility ("Plans"), which shall be constructed so as to accommodate two additional Carriers (defined below), and precise location of the Tower Facility shall be subject to the prior written approval of City, which may be given by initialing and returning to Lessee a copy of the Plans. The Tower Facility shall be installed only in accordance with the Plans. The City shall furnish information concerning underground utilities.
6.4 Lessee shall, at its sole cost and expense, construct improvements to fully secure the Tower Facility to the reasonable satisfaction of City.
6.5 Lessee shall have the right to do all work necessary to prepare, add, maintain and alter the Premises for construction and development of the Tower Facility and
to install utility lines and transmission lines connecting antennas, transmitters, receivers and other equipment. All of Lessee's construction and installation work shall be performed at Lessee's sole cost and expense by licensed and bondable contractors in a good and workmanlike manner.
6.6 City shall provide reasonable access to the Premises to Lessee's employees, agents, contractors and subcontractors at no charge to Lessee and shall provide Lessee with the telephone number of maintenance staff assigned by the Manager of the Maintenance Operations Bureau to respond to emergency situations at the Premises. City hereby grants to Lessee such rights of ingress and egress over City's property as may be necessary and consistent with the authorized use of the Premises.
6.7 Lessee shall have the right to install utilities, at Lessee's expense, and to improve the present utilities on or near the Premises (including emergency or back-up battery or transportable generator power). Subject to City's approval of the location, Lessee shall have the right to place utilities on (or to bring utilities across) City's property in order to service the Premises and the Tower Facility.

## 7. INTERFERENCE WITH COMMUNICATIONS:

7.1 The Tower Facility shall not disturb or interfere with the communications equipment and uses which exist on other property owned by City and of the Effective Date ("Pre-existing Communications Facilities") and shall comply with all non-interference rules of the Federal Communications Commission ("FCC"). If requested by City, Lessee shall conduct a RFI study to determine the probability of interference with Pre-Existing Communications Facilities and the interference mitigation risks which must be implemented to prevent harmful interference. For purposes of this paragraph 7.1, the term "harmful interference" shall mean any emission, radiation or induction which materially and repeatedly obstructs or interrupts the service provided by a Pre-Existing Communications Facility or degrades its service. The foregoing to the contrary notwithstanding, Lessee shall not be obligated to conduct a RFI study prior to providing (i) cellular and PCS services, (ii) wireless broadband data services such as Wi-Fi, Wi-Max,

Flash-OFDM, (iii) microwave backhaul services, and (iv) satellite radio services.
7.2 City shall not use or permit the use of any portion of the Premises in a way which interferes unreasonably with the communications operations on the Tower Facility. City shall take prompt action to terminate any interference with Lessee's communications operations that City has the right to terminate, and shall cooperate with Lessee to obtain the termination of any interference with Lessee's communications operations that is beyond the control of City. The parties acknowledge that continuing interference will cause irreparable injury to Lessee, and therefore Lessee shall have the right to bring an action against the interfering party to enjoin such interference. Pre-existing Communications Facilities configured and operating in the same manner and at the same frequency as of the Date shall not be subject to this paragraph 7.2.

## 8. MAINTENANCE AND REPAIR:

8.1 Lessee, at its cost, shall keep and maintain the Premises, including without limitation The Tower Facility and all buildings, structures, and other improvements in good and substantial repair and condition and shall perform all necessary maintenance.
8.2 Should Lessee fail to make any repairs or perform required maintenance within thirty (30) days after receipt of notice from City to do so, City may, but shall not be obligated to, make such repairs or perform such maintenance. Lessee agrees to reimburse City for the cost thereof within thirty (30) days after receipt of City's invoice therefor. City's cost shall include, but not be limited to, the cost of maintenance or repair or replacement of property neglected, damaged or destroyed, including direct and allocated costs for labor, materials, supervision, supplies, tools, taxes, transportation, administrative and general expense and other indirect or overhead expenses. In the event Lessee shall commence to prosecute and diligently make such repairs or shall begin to perform the required maintenance within the initial thirty (30) day period, City shall refrain from making such repairs or performing required maintenance and from making demand for such payment. The making of any repair or the performance or maintenance by City, which repair or maintenance is the responsibility of Lessee, shall in no event be construed as a
waiver of Lessee's duty or obligation to make future repairs or perform required maintenance as provided in this Lease.
8.3 Lessee, at its cost, further agrees to keep and maintain all of the Premises in a safe, clean, wholesome and sanitary condition under all applicable federal, state, local and other laws, rules, regulations and orders. No offensive refuse, matter, nor any substance constituting any unnecessary, unreasonable or unlawful fire hazard, nor material detrimental to the public health shall be permitted to be or remain on the Premises and Lessee shall prevent such material or matter from being or accumulating upon the Premises.
8.4 All fire protection sprinkler systems, standpipe systems, fire alarm systems, portable fire extinguishers and other fire-protective or extinguishing systems or appliances which may be installed on the Premises shall be maintained by Lessee, at its cost, in an operative condition at all times. All repairs and servicing shall be made in accordance with the provisions of the Long Beach Municipal Code, Chapter 18.48 and all revisions thereto.
8.5 Lessee shall promptly notify the Director of the release of any contamination or hazardous materials onto the Premises. Lessee, at its cost, shall promptly remove and/or treat and dispose of all such contamination or hazardous materials in accordance with regulations and orders of governmental agencies having jurisdiction and restore the Premises to the condition they were in prior to the release of the contamination or hazardous materials. Lessee shall furnish the Director with copies of all waste manifests. Notwithstanding the foregoing, Lessee shall not be responsible for the cost of such remediation if Lessee can establish to the reasonable satisfaction of City that remediation either ( $i$ ) is required as a result of contamination or hazardous materials existing on, in or under the Premises prior to the Effective Date, or (ii) is not as a result of the use of contaminated or hazardous materials on the Premises by Lessee, its agents, consultants, contractors or employees.
8.6 Lessee shall provide personnel to accompany City's representatives on periodic inspections of the Premises to determine Lessee's compliance with the provisions of this Lease.
9. UTILITIES: Lessee, at its cost, shall make arrangements for and pay for all utility installations and services furnished to or used by it, including without limitation gas, water, and trash collection and for all connection charges.
10. TAXES: Except where contested in good faith in a court of appropriate jurisdiction, Lessee shall pay, prior to delinquency, all lawful taxes, assessments and other governmental or district charges that may be levied upon its property and improvements of any kind located on the Premises and upon the interest granted under this Lease. Lessee recognizes and understands that this Lease may create a possessory interest subject to property taxation and that Lessee may be subject to the payment of property taxes and assessments levied on such interest. Payment of any such possessory interest tax or assessment shall not reduce any compensation due City hereunder.
11. MECHANICS' LIENS: Lessee shall pay all costs for construction done by it or caused by it to be done on the Premises. Lessee shall keep the Premises free and clear of all mechanics' liens resulting from construction done by or for Lessee. Lessee shall have the right to contest the correctness or the validity of any such lien if, immediately on demand by City, Lessee procures and records a lien release bond issued by a corporation authorized to issue surety bonds in California in an amount equal to one and one-half times the amount of the claim of lien. The bond shall meet the requirements of Civil Code Section 3143 and shall provide for the payment of any sum that the claimant may recover on the claim (together with costs of suit, if claimant recovers in the action). Lessee agrees that it will at all times save City free and harmless and indemnify City against all claims for labor or materials in connection with the construction, erection or installation of Lessee's improvements made upon the Premises, or from additions or alterations made thereto, or the repair of the same, by or for Lessee, and the costs of defending against any such claim, including reasonable attorneys' fees.

## 12. INDEMNIFICATION:

12.1 Lessee shall defend, indemnify, hold, protect and save harmless the City of Long Beach, its officials, commissioners, employees, and agents ("indemnified parties") from and against any and all actions, suits, proceedings, claims, demands, damages, losses, liens, costs, expenses or liabilities of any kind or nature whatsoever ("claims"), which may be brought, made, filed against, imposed upon or sustained by the indemnified parties, or any of them, alleging injury to or death of persons or damage to property, including property owned by or under the care and custody of Lessee and that such injury, death or damage arises from or is attributable to or caused, directly or indirectly:
(i) by the use of the Premises or any equipment or
materials located thereon, or from operations conducted thereon by Lessee, its agents, employees or invitees, or by any person or persons acting on behalf of Lessee and with Lessee's knowledge and consent, express or implied of City;
(ii) by the condition or state of repair and maintenance of the Premises;
(iii) by the construction, improvement or repair of the improvements and facilities on the Premises by Lessee, its officers, employees, contractors, agents or invitees, or by any person or persons acting on behalf of Lessee and with Lessee's knowledge and consent, express or implied; or
(iv) by Lessee's failure or refusal to comply with the provisions of Section 6300 et seq. of the California Labor Code or any federal, state or local regulations or laws pertaining to the safety of the Premises or of equipment located upon the Premises.
12.2 City shall notify Lessee of any claim, shall tender its defense to Lessee, and shall assist Lessee as may reasonably be requested in the defense thereof. Upon such notification and tender, Lessee shall have independent duties to defend such claim, and to indemnify the indemnified parties except to the extent that such injury, death
or damage is determined by a court of competent jurisdiction to have been caused by the active negligence or wilful misconduct of the indemnified parties. Payment of a claim by an indemnified party shall not be a condition precedent to recovery under this indemnity.

## 13. INSURANCE:

13.1 As a condition precedent to the effectiveness of this Lease, and without limiting Lessee's obligations of indemnity, Lessee at no cost to City shall procure and maintain in full force and effect during the term of this Lease the following types and levels of insurance:
13.1.1 Commercial general liability insurance with coverage at least as broad as Insurance Services Office Commercial General Liability Form CG0001, with limits of not less than $\$ 5,000,000$ per occurrence, and if written with an aggregate, the aggregate shall be double the per occurrence limit. This insurance shall include coverage for electric and magnetic fields (EMF) liability, explosion, collapse and underground hazards, and shall not exclude or limit coverage for contractual liability, independent contractors, or cross-liability protection.

Nothing in this paragraph 13 shall prevent Lessee from requiring its sublessees, or any of them, or any other third party, to provide the required EMF liability insurance in place of Lessee's provision of such insurance, nor prevent Lessee, its sublessees, or any of them, in place of Lessee, from taking out EMF liability insurance under a blanket insurance policy or policies which cover other personal and real property owned or operated by Lessee or any sublessee provided that the protection afforded Lessee and City under any policy of blanket insurance shall be no less than that which would have been afforded under a separate policy or policies relating only to such coverage.
13.1.2 Automobile liability insurance with coverage at least as broad as Insurance Services Office Form CA0001 covering automobile liability code 1 (any auto), with a limit of not less than $\$ 1,000,000$ each accident.
13.1.3 Workers' compensation insurance, as required by the State of California, and employer's liability insurance, with a limit of not less than $\$ 1,000,000$ per accident for bodily injury and disease.
13.2 Each policy shall be from a company or companies with a current A.M. Best's rating of no less than A:VIII and authorized to do business in the State of California, or otherwise allowed to place insurance through surplus line brokers under applicable provisions of the California Insurance Code or any federal law. Any deductible or self-insured provision must be approved in writing by the Director and shall protect the indemnified parties in the same manner and to the same extent as they would have been protected had the insurance not contained such provision. The deductible or self-insured amount shall be shown on any evidence of insurance provided to City, and City reserves the right to limit said amount and to review the self-insured's financial statements if the amount exceeds a level acceptable to City.
13.3 Each such policy, including any policy provided by a sublessee or any other third party, shall be endorsed to provide that the policy shall not be canceled or coverage materially reduced until a thirty (30) day written notice of cancellation has been served upon the Director by registered or certified mail.
13.4 The policy or policies required under paragraphs 13.1.1 and 13.1.2 above shall also be endorsed to provide as follows:
(a) That the indemnified parties, while acting within the scope of their authority, shall be additional insureds with regard to liability and defense of suits or claims arising from the operations, products, and activities performed by or on behalf of the named insured.
(b) That such insurance is primary and any other insurance, deductible, retention or self-insurance maintained by the indemnified parties shall not contribute with such primary insurance.
(c) That in the event a claim is made or a suit is filed against an insured (whether named or additional), including a claim or suit by another
insured (whether named or additional), the policy shall cover the insured against whom the claim is made or suit is filed in the same manner as if separate policies had been issued to each insured, except that the limits of insurance shall not be increased thereby.
(d) That the coverage provided therein shall apply to the obligations assumed by Lessee under the indemnity provisions of this Lease, unless the policy or policies contain a blanket form of contractual liability coverage.
(e) Any failure by the named insured to comply with reporting provisions of the policy or breaches or violation of warranties shall not affect coverage provided to the indemnified parties.
13.5 The policy or policies required under paragraph 13.1.3 above shall also be endorsed to provide a waiver of subrogation stating that the insurer waives indemnification from the indemnified parties or any of them.
13.6 If any of the required insurance is provided on a "claims-made" basis, any "prior acts" coverage or "retroactive date" on such insurance and all subsequent insurance shall be as of the Effective Date. Upon expiration or termination of coverage of required insurance, Lessee shall procure and submit to City evidence of "tail" coverage or an extended reporting coverage period endorsement for the period of at least three (3) years from termination or expiration of this Lease.
13.7 Lessee shall deliver either certified copies of the required policies or endorsements on forms approved by the City ("evidence of insurance") to the Director for approval as to sufficiency and to the City Attorney for approval as to form. At least fifteen (15) days prior to the expiration of any such policy, evidence of insurance showing that such insurance coverage has been renewed or extended shall be filed with the Director. If such coverage is canceled or reduced, Lessee shall, within ten (10) days after receipt of written notice of such cancellation or reduction of coverage, file with the Director evidence of insurance showing that the required insurance has been reinstated or has been provided through another insurance company or companies. Lessee agrees to suspend and cease all operations hereunder during such period of time as the required
insurance coverage is not in effect and evidence of insurance has not been furnished to the City.
14. SIGNS: No signs or placards of any type or design, except safety or regulatory signs prescribed by law, shall be painted, inscribed or placed in or on the Premises without the prior written consent of the Director, which consent shall not be unreasonably withheld. Upon the expiration or termination of this Lease, Lessee, at its cost, shall remove promptly and to the satisfaction of the Director any and all signs and placards placed by it upon the Premises.

## 15. DEFAULT:

15.1 The occurrence of any of the following shall constitute a default:
(i) Failure by Lessee to pay rent when due, if the failure continues for ten (10) days after notice has been given by City to Lessee;
(ii) The filing by or against Lessee of a petition to have Lessee adjudged a bankrupt or a petition for reorganization or arrangement under any law relating to bankruptcy, unless released within sixty (60) days;
(iii) The appointment of a trustee or receiver to take
possession of substantially all of Lessee's assets located at the Premises or of Lessee's interest in this Lease;
(iv) Any attachment where such seizure is not discharged within thirty (30) days;
(v) The filing of any tax lien against Lessee not discharged within thirty (30) days; or
(vi) Failure by Lessee to perform any other provision of this Lease if the failure to perform is not cured within thirty (30) days after notice has been given by City; provided, if the default cannot reasonably be cured within thirty (30) days, Lessee shall not be in default if Lessee commences to cure the default within the thirty (30) day period and diligently and in good faith continues to cure the default.
15.2 Notices given under this paragraph 15 shall specify the alleged default and the applicable Lease provisions and shall demand that Lessee perform the provisions of this Lease or pay the rent that is in arrears, as the case may be, within the applicable period of time or that Lessee quit the Premises. No such notice shall be deemed a forfeiture or a termination of this Lease unless City so elects in its notice to Lessee.
15.3 All improvements of any kind constructed, erected or installed upon the Premises by Lessee ("Improvements") shall be and remain the property of Lessee during the term of this Lease. In the event this Lease is terminated by City by reason of a default by Lessee, then and in that event Lessee shall remove the Improvements at its sole cost and expense and shall repair any damage caused by such removal. In the event Lessee fails to remove the Improvements within forty-five (45) days of the expiration or earlier termination of this Lease, City shall have the right to remove and/or sell and/or destroy the same (subject to the interest of any person other than Lessee therein) at Lessee's expense, and Lessee agrees to pay the reasonable cost of any such removal, sale, or destruction.
15.4 The remedies of City shall be cumulative and in addition to any other remedies available.
15.5 For the purpose of this paragraph, each of the covenants, conditions and agreements imposed upon or to be performed by Lessee shall, at the option of the City, be deemed to be either covenants or conditions, regardless of how designated in this Lease.

## 16. FORCE MAJEURE:

16.1 Neither party to this Lease shall be deemed to be in default in the performance of the terms, covenants or conditions of this Lease, if such party is prevented from performing said terms, covenants or conditions hereunder by causes beyond its control, including, without limitation, earthquake, flood, fire, explosion or similar catastrophe, war, insurrection, riot or other civil disturbance, or any other cause reasonably
beyond the control of the defaulting party, but excluding strikes or other labor disputes, lockouts or work stoppages. In the event of the happening of any of such contingencies, the party delayed from performance shall immediately give the other party written notice of such contingency, specifying the cause for delay or failure. The party so delayed shall use reasonable diligence to remove the cause of delay, and if and when the occurrence or condition which delayed or prevented the performance shall cease or be removed, the party delayed shall notify the other party immediately, and the delayed party shall recommence its performance of the terms, covenants and conditions of this Lease.
16.2 If the Premises are not reasonably useable in whole or in part for the uses delineated in paragraph 4 by reason of any cause contemplated by this paragraph, for a period of six (6) months or longer, Lessee shall have the option of terminating this Lease in its entirety by giving City written notice.
16.3 During any period in which the Premises are not reasonably useable in whole or in part for the uses delineated in paragraph 4 by reason of any cause contemplated by this paragraph, Lessee shall not be relieved of its obligation to pay any sum already due to City at the time of the occurrence.
16.4 Notwithstanding the foregoing, the occurrence of any cause contemplated by this paragraph 16 shall not excuse or otherwise delay performance by Lessee of its obligation to obtain all required permits, licenses, approvals and consents from governmental agencies having jurisdiction for the operation and conduct of permitted activities.

## 17. TERMINATION BY ACTION OF OTHERS:

In the event the United States of America, the State of California, or any agency or instrumentality of said governments other than the City of Long Beach shall, by condemnation or otherwise, take title, possession or the right to possession of the Premises, or any part thereof, or deny Lessee the right to use the Premises as contemplated by this Lease, or if any court shall render a decision which has become final and which will prevent the performance by City of any of its obligations under this Lease,
and if such taking, denial or decision substantially impairs the utility of the Premises to Lessee, then either party may, at its option, terminate this Lease as of the date of such taking, denial or decision, and all further obligations of the parties shall end, except as to:
(i) Any award to which Lessee may be entitled from the condemning authority for loss or damage suffered by Lessee, including but not limited to relocation benefits and Lessee's interest in its building, improvements, trade fixtures and removable personal property;
(ii) Obligations of indemnity which arise under the provisions of paragraph 13; or
(iii) Any obligations or liabilities which shall have accrued prior to the date of taking.

## 18. TERMINATION BY LESSEE:

Lessee shall have the right to terminate this Lease on the occurrence of one or more of the following events:
(i) Lessee determines at any time after the Effective Date that any governmental or non-governmental license, permit, consent, approval, easement or restriction waiver that is necessary to enable Lessee to install and operate Tower Facility cannot be obtained or renewed at acceptable expense or in an acceptable time period;
(ii) Lessee determines at any time after the Effective Date that the Premises are not appropriate or suitable for its operations for economic, environmental or technological reasons, including without limitation, any ruling or directive of the FCC or other governmental or regulatory agency, or problems with signal strength or interference not encompassed by paragraph 7 above;
(iii) Any Pre-existing Communications Facility, or any communications facilities or other structures of any kind now or hereafter located on or in the vicinity of City's property, interfere with the Tower Facility and Lessee is unable to correct such interference through reasonable feasible means; or
(iv) City commits a default under this Lease (other than under paragraph 2.2 or 7) and fails to cure such default within the thirty (30) days of receipt of written notice from Lessee specifying the default, provided that if the period to diligently cure takes longer than thirty (30) days and City commences to cure the default within the thirty (30) day notice period, then City shall have such additional time as shall be reasonably necessary to diligently effect a complete cure; or City commits a default under paragraph 2.2 or 7 and fails to cure such default within five (rather than 30 ) days after receiving written notice of such default.

## 19. SURRENDER OF POSSESSION:

19.1 Upon the expiration or earlier termination of this Lease (whether by lapse of time or otherwise), Lessee, at its cost, shall restore the Premises to as good a state and condition as the same were upon the date Lessee originally took possession thereof, reasonable wear and tear and damage by the elements excepted, and shall thereafter peaceably surrender possession.
19.2 All improvements of any kind constructed, erected or installed upon the Premises by Lessee ("Improvements") shall be and remain the property of Lessee during the term of this Lease. Lessee shall remove the Improvements at its sole cost and expense and shall repair any damage caused by such removal. In the event Lessee fails to remove the Improvements within forty-five (45) days of the expiration or earlier termination of this Lease, City shall have the right to remove and/or sell and/or destroy the same (subject to the interest of any person other than Lessee therein) at Lessee's expense, and Lessee agrees to pay the reasonable cost of any such removal, sale, or destruction. The obligations contained in this paragraph shall remain in full force and effect, notwithstanding the expiration or earlier termination of this Lease.
19.3 The provisions of this paragraph 19 to the contrary notwithstanding, the Premises shall be restored by City, at its cost, in the event this Lease is terminated as a result of a default by City.

## 20. RELOCATION ASSISTANCE:

Lessee understands and agrees that except as set forth herein, Lessee has no right for relocation assistance or payment from Lessee upon the termination of this Lease or upon the termination of any holdover period. Lessee acknowledges and agrees that it shall not be entitled to any relocation assistance or payment pursuant to the provisions of Title 1, Division 7, Chapter 16, of the Government Code of the State of California (Sections 7260 et seq.) with respect to any relocation of its business or activities upon the termination of this Lease as a result of the lapse of time or Lessee's default or upon the termination of any hold over period.

## 21. ASSIGNMENT:

21.1 Lessee shall not assign, sublet or otherwise transfer (whether voluntary or involuntary) this Lease or any interest therein without the prior written consent of the Director which consent shall not be unreasonably withheld, delayed or conditioned. The Director shall, and hereby is authorized to approve any such request. Any sublease approved by the City shall be subject to and subordinate to the provisions of this Lease.
21.2 The provisions of subparagraph 21.1 shall not apply to an assignment or transfer to an affiliate of Lessee. For purposes of this subparagraph 21.2, the term "affiliate" shall mean (i) any company which owns fifty-one percent ( $51 \%$ ) or more of the outstanding capital stock of Lessee, or (ii) any company, fifty-one (51\%) percent or more of the outstanding capital stock of which is owned by Lessee, or (iii) any company, fiftyone ( $51 \%$ ) percent or more of the outstanding capital stock of which is owned by a shareholder or group of shareholders who also own at least fifty-one (51\%) percent or more of the outstanding capital stock of Lessee.

## 22. HOLDING OVER:

If Lessee shall hold over after the expiration of this Lease for any cause, such holding over shall be deemed a tenancy from month to month only, upon the same terms, conditions and provisions of this Lease, except as set forth below, unless other terms, conditions and provisions be agreed upon in writing by Lessee and City. The Director shall
establish the compensation to be paid by Lessee during such holdover period, taking into account the character of the subject Premises, the terms and conditions affecting their use, and the fair rental value of similar premises and facilities devoted to similar use. In addition, the Director may, by written notice given at any time during the holdover period, modify any other provision under which Lessee occupies the Premises in order that such provision will conform to the then-current leasing practices and requirements of City.

## 23. SECURITY DEPOSIT:

23.1 On or before the Commencement Date, Lessee shall provide a security deposit ("Security Deposit") in the amount of Six Thousand Dollars ( $\$ 6,000.00$ ) as a security deposit for the performance by Lessee of the provisions of this Lease. If Lessee is in default, City can use the Security Deposit, or any portion of it, to cure the default or to compensate City for any damages sustained by City resulting from Lessee's default. Lessee shall immediately on demand pay to City a sum equal to the portion of the Security Deposit expended or applied by City as provided in this paragraph so as to maintain the Security Deposit in the amount required above. If Lessee is not in default at the expiration or termination of this Lease, City shall return the Security Deposit to Lessee. City's obligations with respect to such Security Deposit are those of a debtor and not a trustee. City can maintain the Security Deposit separate and apart from City's general funds or can commingle the security deposit with City's general and other funds. City shall not be required to pay Lessee interest on the Security Deposit.
23.2 The Security Deposit, at the option of Lessee, may be in the form of (i) cash, or (ii) cashier's or certified check, or (iii) negotiable certificate or certificates of deposit issued by a federal or state bank or savings and loan association, or (iv) an irrevocable letter of credit in favor of City issued by an established bank or other institution satisfactory to City, or (v) a bond in a form and with a surety reasonably satisfactory to City.
24. LEASEHOLD MORTGAGES: During the term of this Lease, Lessee may encumber Lessee's leasehold estate to an institutional lender under one or more leasehold mortgages and assign this Lease for security purposes only for such mortgage or
mortgages.
24.1 Any such lender shall have the right at any time during the term
hereof:
(i) To do any act or thing required of Lessee hereunder and all such acts or things done and performed shall be as effective to prevent a forfeiture of Lessee's rights hereunder as if done by the Lessee; and
(ii) To realize on the security afforded by the leasehold estate and to acquire and succeed to the interest of Lessee hereunder by foreclosure of any mortgage or deed of trust and to convey or assign the title to the leasehold estate created hereby to any purchaser at a foreclosure sale; and
(iii) In the event of any default by Lessee in the payment of an installment of rent hereunder, to pay such rent to City and such rent payments alone, without further requirement, shall be sufficient to prevent a termination or forfeiture of the leasehold estate created hereby, provided, however, that such right to prevent such termination or forfeiture shall exist only for the concurrent period of thirty (30) days after notice of such default has been given by City to Lessee and only those lenders who have notified the Director of their interest in said Premises, as provided in subparagraph 24.2 below; and after said thirty (30) day period such lender, to prevent such termination or forfeiture, shall be required to do all acts and things required of Lessee to be done and performed hereunder; and
(iv) Cure such default or breach if the same can be cured by the payment or expenditure of money provided to be paid under the terms of this Lease; or if such default or breach is not so curable, cause the trustee under the trust deed to commence and thereafter to diligently pursue to completion steps and proceedings for the exercise of the power of sale under and pursuant to the trust deed in the manner provided by law; and
(v) Keep and perform all of the covenants and conditions of this Lease requiring the payment or expenditure of money by Lessee until such time as
said leasehold shall be sold upon foreclosure pursuant to the trust deed or shall be released or reconveyed thereunder; and
(vi) However, if the holder of the trust deed shall fail or refuse to comply with any and all of the conditions of this paragraph 24 , then and thereupon City shall be released from the covenant of forbearance herein contained.
(vii) Notwithstanding anything to the contrary contained herein, no holder of any leasehold mortgage shall be personally liable under this Lease unless and until such leasehold mortgage holder shall become the owner of the leasehold estate, and then only for so long as it remains owner subject to the provisions of this Lease. On any assignment of this Lease by any owner of the leasehold estate whose interest shall have been acquired by, through or under any leasehold mortgage holder, the assignor shall be relieved of any further liability which may accrue hereunder from and after the date of such assignment.
24.2 The term "lender on the security of the leasehold estate" as used in this paragraph 24 and elsewhere in this Lease shall mean the mortgagee under any mortgage, or the trustee and beneficiary under any deed of trust or indenture of mortgage and deed of trust encumbering the leasehold estate or Lessee's interest therein (including the assignee or successor of any such mortgage, beneficiary or trustee of any such mortgage, deed of trust or indenture of mortgage and deed of trust and the holder of any promissory note or bond secured thereby), and executed by Lessee and delivered for the purpose of securing to such mortgagee, trustee or beneficiary payment of any indebtedness incurred by Lessee and secured by such mortgage, deed of trust or indenture of mortgage and deed of trust.
24.3 As a condition to the vesting of any rights in this Lease or in the leasehold estate created hereby in any encumbrancer, and except as may be otherwise provided by law, there shall first have been delivered to the Director a written notice of such encumbrance which shall state the name and address of the encumbrancer for the purpose of enabling notices to be given under paragraph 27.1 below.
24.4 Upon and immediately after the recording of the trust deed, Lessee, at Lessee's expense, shall cause to be recorded in the Office of the Recorder of Los Angeles County, California, provided same has been duly executed and acknowledged by City, a written Request for Notice for a copy of any notice of default and of any notice of sale under the trust deed as provided by the statutes of the State of California relating thereto. Concurrently with the execution of such Deed of Trust and Note, Lessee shall furnish City a complete copy of the trust deed and note secured thereby, together with the name and address of the holder thereof. Lender's rights as set forth in subparagraph this paragraph 24 shall not be valid or effective unless and until Lessee shall have provided City with the documents and information specified in this paragraph 24.
24.5 City is not subjecting its fee interest to the lien of any leasehold financing obtained by Lessee hereunder. It is the intention of the parties that City's fee interest shall be superior and prior to Lessee's leasehold estate; provided, however, that as of the Commencement Date, Premises shall be free and clear of all encumbrances. Thereafter, any deed of trust placed on the Premises by City shall expressly provide that it is subject and subordinate to this Lease and Lessee's and subtenants rights herein, or under any sublease, to any mortgage then in existence on the improvements and the leasehold estate as permitted by this Lease, and to Lessee's right as permitted by this Lease subsequently to encumber the improvements and the leasehold estate.
24.6 Prior to refinancing any of the outstanding debt or adding new debt secured by Lessee's leasehold interest, Lessee shall meet the following requirements:
(1) Lessee shall give City notice of its intention to refinance or secure additional debt at least sixty (60) days prior to the anticipated date of the new financing.
(2) Lessee shall provide to City in writing sixty (60) days prior to refinancing the intended use of all financing proceeds.
(3) City reserves the right to disapprove all refinancing for an amount in excess of the then existing outstanding debt secured by

Lessee's leasehold interests if City, in its sole discretion, determines that such additional financing would be detrimental to the long-term operation and success of the facility.

## 25. NON-DISTURBANCE AGREEMENT:

City agrees that it will from time to time enter into so-called "non-disturbance" agreements with any permitted subtenant of Lessee which requests such an agreement. Such non-disturbance agreement shall provide that in the event of early termination of this Lease as a result of Lessee's default thereunder, City shall recognize the sublease and not disturb the subtenant's possession thereunder so long as such subtenant shall not be in default under its sublease, that the subtenant will attorn to City and that the subtenant will pay rent to City from the date of such attornment, and that City shall not be responsible to the subtenant under the sublease except for obligations accruing subsequent to the date of such attornment.

## 26. QUIET POSSESSION:

Except as otherwise provided in this Lease, City covenants and agrees that Lessee, upon paying the rent and other charges herein provided for and observing and keeping the covenants, conditions, and terms of this Lease on Lessee's part to be kept or performed, Lessee shall lawfully and quietly hold, occupy, and enjoy the Premises during the term of this Lease without any hindrance or molestation by City or any person claiming under City.

## 27. MISCELLANEOUS PROVISIONS:

27.1 Any notice, demand, request, consent, approval or communication that either party desires or is required to give to the other party or to any other person shall be in writing and either served personally or sent by prepaid, first-class mail. The addresses of the parties are as follows:

To City: Director of Parks, Recreation \& Marine City of Long Beach 2760 Studebaker Road Long Beach, California 90808

With a copy to: City Manager<br>City of Long Beach<br>333 West Ocean Boulevard, $13^{\text {th }}$ Floor Long Beach, California 90802

To Lessee: $\quad$ Sprint Contracts and Performance
Mailstop KSOPHT0101-Z2650
6391 Sprint Parkway
Overland Park, Kansas 66251-2620
With a copy to: Sprint Law Department
Mailstop KSOPHT0101-Z2020 6391 Sprint Parkway Overland Park, Kansas 66251-2020 Attention: Real Estate Attorney

Either party may change its address by notifying the other party in writing of such change. Notice shall be deemed communicated within forty-eight (48) hours from the time of mailing if mailed as provided in this subparagraph and as of the time of receipt if personally served.
27.2 Lessee agrees, subject to applicable laws, rules and regulations, that no person shall be subject to discrimination in the performance of this Lease on the basis of race, color, religion, national origin, sex, sexual orientation, AIDS, HIV status, age, disability, handicap, or Vietnam Era veteran status. Lessee shall take affirmative action to ensure that applicants are employed and that employees are treated during employment without regard to any of these bases, including but not 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. Lessee agrees to post in conspicuous places available to employees and applicants for employment notices to be provided by the Lessee setting out the provisions of this nondiscrimination clause. Lessee shall in all solicitations or advertisements for employees state that all qualified applicants will receive consideration for employment without regard to these bases.
27.3 The parties hereby waive all claims against the other for damage or loss caused by any suit or proceeding commenced by a third party, directly or indirectly
attacking the validity of this Lease, or any part thereof, or by any judgment or award in any suit or proceeding declaring this Lease null, void or voidable, or delaying the same, or any part thereof, from being carried out, provided that Lessee shall not be liable for payment of compensation hereunder to the extent that, during any period, it is so prevented from exercising its rights hereunder.
27.4 The use of paragraph headings or captions in this Lease is solely for the purpose of convenience, and the same shall be entirely disregarded in construing any part or portion of this Lease.
27.5 This Lease shall be governed by the laws of the State of California, both as to interpretation and performance.
27.6 No waiver by either party at any time of any of the terms, conditions, covenants or agreements of this Lease shall be deemed or taken as a waiver at any time thereafter of the same or any other term, condition, covenant or agreement herein contained nor of the strict and prompt performance thereof by the party obligated to perform. No delay, failure or omission of either party to exercise any right, power, privilege or option arising from any default nor subsequent acceptance of compensation then or thereafter accrued shall impair any such right, power, privilege or option or be construed to be a waiver of any such default or relinquishment thereof or acquiescence therein. No option, right, power, remedy or privilege of either party hereto shall be construed as being exhausted or discharged by the exercise thereof in one or more instances. It is agreed that each and all of the rights, powers, options or remedies given to the parties by this Lease are cumulative, and no one of them shall be exclusive of the other or exclusive of any remedies provided by law, and that the exercise of one right, power, option, or remedy by a party shall not impair its rights to any other right, power, option or remedy.
27.7 This Lease shall be binding upon and shall inure to the benefit of the successors and assigns of City and shall be binding upon and inure to the benefit of the permitted successors and assigns of Lessee.
27.8 Should any of the covenants, conditions or agreements of this Lease be held by a court of competent jurisdiction to be illegal or in conflict with any applicable law, or with any provision of the Charter of the City of Long Beach, the validity of the remaining portions or provisions shall not be affected thereby.
27.9 If either party commences an action against the other party arising out of or in connection with this Lease, the prevailing party shall be entitled to have and recover from the losing party reasonable attorneys' fees and costs of suit.
27.10 This Lease may be amended or terminated at any time by the written mutual agreement of the parties.
27.11 All provisions, whether covenants or conditions on the part of City, shall be deemed to be both covenants and conditions.
27.12 This Lease constitutes the whole agreement between Lessee and City. There are no terms, obligations or conditions other than those contained herein. No modification or amendment of this Lease shall be valid and effective, unless evidenced by a written agreement signed by the parties which makes specific reference to this Lease.

## 28. ESTOPPEL:

City shall at any time and from time to time hereafter, but no more frequently than twice in any lease year (or more frequently if such request is made in connection with any sale or mortgaging of Lessee's interest or permitted subletting by Lessee, within ten (10) days after written request of Lessee to do so, certify by written instrument to any mortgagor or purchaser: (i) as to whether this Lease has been supplemented or amended, and if so, the substance and manner of such supplement or amendment; (ii) as to the validity and force and effect of this Lease; (iii) as to the existence of any default hereunder; (iv) as to the existence of any offsets, counter claims or defenses thereto on the part of Lessee; ( $v$ ) as to the commencement and expiration dates of the term of this Lease; and (vi) as to any other matter reasonably so requested. Any party requesting such estoppel certificate shall reimburse City for the costs and expenses incurred by issuing the certificate, not to exceed Two Thousand Five Hundred Dollars (\$2,500.00).
29. DONATION:

On or before the Commencement Date, Lessee shall make a donation of Thirty Nine Thousand ( $\$ 39,000.00$ ) Dollars to Partners of Parks, a California non-profit public benefit corporation for the benefit of the Long Beach Senior Center.

IN WITNESS WHEREOF, the parties have executed this Lease with all of the formalities required by law.

SPRINT PCS ASSETS, LLC, a Delaware limited liability company

$$
10-6-05
$$

$10-13-05$
, 2005
By
Name: Grocers Giant NoUs.
Title:


Title: $\qquad$

## LESSEE

CITY OF LONG BEACH, a municipal corporation

$$
12.1,2005
$$

Its:


City Manager

CITY
The foregoing Communications Site Lease is hereby approved as to form.


ROBERT E. SHANNON, City Attorney
$\mathrm{By}:$



## 1985

CONDOMINIUM TRACT NO. 36297 M. B. 934-61-63



CODF
5500

FOR PREV, ASSMT, SEE: 367-9 10


1150 East $4^{\text {th }}$ Street
Long Beach, CA 90802-1735

Los Angeles County Assessor's Parcel Number 7275-005-901
Exhibit A
1 of 2


