

<u>USE PERMIT</u>

Pursuant to a minute order of the City Council of the City of Long Beach at its meeting held on May 15, 2012, the CITY OF LONG BEACH, a municipal corporation ("City"), hereby grants permission to MELINA CHRISTIDIS, an individual, doing business as MELINA FITNESS ("Permittee"), whose address is 2728 Josie Avenue, Long Beach, California 90815, for the non-exclusive use of City facilities located at Bluff Park and additional park sites upon request ("additional sites"), within the City of Long Beach, more particularly described on Exhibit "A" to this Permit and incorporated by this reference (the "Permit Area").

Permittee may use the Permit Area subject to the following terms, conditions and limitations:

1. <u>USE</u>. Permittee may use the Permit Area to conduct an outdoor group fitness program, and related commercial recreational activities subject to the preapproval of the City Manager or his designee, at Bluff Park, as illustrated on Exhibit "A".

All uses of the permitted use site(s) by the Permittee, its employees and invitees shall be at their sole risk, cost and expense.

2. <u>TERM</u>. The term of this Permit shall begin on May 16, 2012 and shall end on May 17, 2014. The City Manager, or his designee shall have the option at his sole discretion to extend the term of this Permit for three (3), additional one (1) year periods, provided Permittee submits a written request no later than sixty (60) days prior to the expiration of the Permit year.

3. <u>PERMIT FEE.</u>

A. On November 1, 2012, and every permit year thereafter on November 1 of each Permit year, Permittee shall pay an annual minimum payment to the Department of Parks, Recreation and Marine ("Department"), of Three Hundred Dollars (\$300.00) ("Guaranteed Annual Minimum").

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- B. Additional sites added to the Permit Area as approved by the City Manager, or his designee shall increase the Guaranteed Annual Minimum immediately or retroactive to the first calendar day, of the first month used, as determined by an apportionment formula, calculated as follows: [\$300 x (A / 12)], where A = the number of calendar month(s) the additional site was used in each Permit year ("Adjusted Annual Minimum"). Once adjusted, Permittee will then pay the Department the sum of the Guaranteed Annual Minimum and the Adjusted Annual Minimum on November 1st of each Permit year.
- C. Permittee shall, within twenty (20) days following the expiration, termination or revocation of this Permit, pay to the City any and all sums due to the City. Gross receipts shall mean all monies received by or due the Permittee as a result of the operations authorized by this Permit without any deductions whatsoever, except any sales tax payable to the State or other governmental agency.
- 4. <u>SCHEDULE</u>. Permittee shall submit, on an annual basis on or before November 1st of each Permit year in advance, and/or as requested by the City Manager or his designee, a comprehensive schedule of use of the Permit Area for approval by the City Manager or his designee or his designee. The submission shall be in writing and shall include all of the dates, times and locations of use of the Permit Area and additional sites. Permittee shall not deviate from the submitted schedule of use, or add additional dates, times or locations of use of the Permit Area, without the written consent of the City Manager or his designee. Any deviation from the submitted schedule of use shall be submitted in writing no later than thirty (30) days prior to the anticipated deviation. This Permit may be revoked if Permittee is found to have deviated from the submitted schedule of use, without the approval of the City Manager or his designee.

Either Party may terminate this Permit at any time by providing thirty (30) days prior written notice.

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On termination or revocation of this Permit, Permittee shall quit and surrender possession of the Permit Area and remove its personal property from the Permit Area.

- 5. IMPROVEMENTS. Permittee shall not erect, construct, alter or maintain any improvements on the Permit Area without the prior written approval of the City Manager or his designee. Permittee shall pay the cost of any approved improvements. Title to all such improvements shall remain vested in Permittee while this Permit is in effect. Upon termination or revocation of this Permit, Permittee shall, at their sole cost, remove all improvements placed by them on the Permit Area and restore the Permit Area to a condition acceptable to the City Manager or his designee so instructed by the City. Such removal and restoration shall be made and accomplished within thirty (30) days after the termination or revocation date. If any improvement has not been removed and the Permit Area not restored to an acceptable condition within said thirty (30) day period, the City shall have the right, but not the obligation, to remove, demolish and dispose of any improvement and to restore the Permit Area at Permittee's sole expense. Permittee shall pay to the City on demand all costs incurred by the City in accomplishing the removal of improvements and the restoration of the Permit Area, together with interest at the maximum rate allowed by law. The City Manager or his designee, at his option, may waive the requirements that Permittee remove all or a portion of improvements placed on the Permit Area and that Permittee restore the same, in which event title to all improvements which are to remain on the Permit Area shall vest in the City without any obligation that the City reimburse Permittee for them.
- Permittee shall place all waste of any kind in MAINTENANCE. containers provided by the City and restore the Permit Area to its original state after each use. If the Permittee fails to maintain the Permit Area as required, the City will notify Permittee of such failure and, if Permittee fails to correct the situation within thirty (30) days after notice, then the City may make the necessary correction and Permittee shall pay the cost of correction within thirty (30) days after receipt of an invoice from the City.

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Permittee hereby waives to the extent permitted by law any right to make repairs at the expense of the City.

- 7. UTILITIES. The City shall pay all costs associated with the use and installation of utilities of the Permit Area, provided Permittee's use thereof is deemed to be in the sole opinion of the City Manager or his designee, reasonable and related to the Permittee's permitted use.
- Permittee during their use of the 8. COMPLIANCE WITH LAWS. Permit Area shall at all times comply with all laws, ordinances, rules and regulations and obtain permits from all federal, state or local government authorities having jurisdiction over the Permit Area and Permittee's activities on the Permit Area.
- NO ASSIGNMENT. Permittee shall not assign this Permit or any 9. interest in it or allow the transfer of the Permit, whether by operation of law or otherwise, nor delegate its duties hereunder. Any attempted assignment, transfer, or delegation shall be void and confer no rights whatsoever upon an assignee, transferee or delegate. If Permittee is adjudicated a bankrupt or becomes insolvent or any interest in this Permit is taken by virtue of attachment, execution, or receivership, the City may terminate this Permit on five (5) days notice to Permittee.
- CONTROL OF PERMIT AREAS. The City shall have absolute and 10. full control of the Permit Areas. If necessary for the health, welfare or safety of the public or as a result of the termination or revocation of this Permit, the City shall have the right to enter the Permit Areas and take possession thereof immediately. The City reserves the right to enter the Permit Areas at any and all reasonable times including the times and days of Permittee's use. City reserves the right to do any work at the Permit Areas for the preservation, operation and maintenance of the Permit Areas that it deems necessary. The City Manager or his designee will inform Permittee when such work will be done if it impacts Permittee's use.
- Except for the City's gross negligence or willful 11. INDEMNITY. misconduct and to the fullest extent permitted by law, Permittee shall indemnify and hold

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harmless the City, its boards, commissions, and their officials, employees and agents (collectively in this Section "City") from and against any and all liability, claims, demands, damage, loss, causes of action, proceedings, penalties, costs and expenses (including reasonable attorney's fees, court costs, and expert and witness fees)(collectively "Claims" or individually "Claim"). Claims include by way of example but are not limited to: Claims for property damage, personal injury or death arising in whole or in part from any negligent act or omission of Permittee, its officers, employees or anyone under Permittee's control (collectively "Indemnitor"); Permittee's breach of this Permit; misrepresentation, willful misconduct; and Claims by any employee of Indemnitor relating to workers' compensation. Independent of the duty to indemnify and as a free-standing duty on the part of Permittee, Permittee shall defend City and shall continue such defense until the Claim (including allegations in a Claim) is resolved, whether by settlement, judgment or otherwise. No finding or judgment of negligence, fault, breach, or the like on the part of Indemnitor shall be required for the duty to defend to arise. Each party shall promptly notify the other party of any Claim.

- INSURANCE. Concurrent with the execution of this Permit and in 12. partial performance of Permittee's obligations hereunder, Permittee shall procure and maintain the following insurance at Permittee's sole expense for the duration of this Permit, including any extensions or renewals thereof, from insurance companies that are authorized to write insurance in the State of California or from insurers listed on the CDI's List of Eligible Surplus Lines' Insurers (LESLI) that have a current rating of or equivalent to A:VIII by A.M. Best Company:
 - Commercial general liability insurance equivalent in coverage scope to ISO form CG 00 01 11 85 or 11 88 in an amount not less than One Million Dollars (\$1,000,000.00) per occurrence and Two Million Dollars (\$2,000,000.00) general aggregate. Such insurance shall include but is not limited to broad form contractual liability, personal and bodily injury, independent contractors liability, sexual molestation liability, and products and completed

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operations liability. The City of Long Beach, its officials, employees, and agents shall be added as additional insureds by endorsement equivalent in coverage scope to ISO form CG 20 26 11 85 and this insurance shall contain no special limitations on the scope of protection afforded to the City, its officials, employees, and agents.

- B. Personal accident insurance covering all participants in an amount not less than Ten Thousand Dollars (\$10,000.00) per person.
- C. "All Risk" property insurance in an amount sufficient to cover the full replacement value of Permittee's personal property and equipment on the premises. Such insurance shall be endorsed with a waiver of subrogation of any claims against the City, its officials, employees, and agents.
- Workers' Compensation insurance as required by the State of D. California and Employer's Liability insurance in an amount not less than One Million Dollars (\$1,000,000.00) per occurrence.

In addition to the endorsements specified above, each insurance policy required herein shall provide by endorsement or by policy form: (i) that the insurance shall not be canceled, nonrenewed, or reduced in coverage or limits except after thirty (30) days prior written notice to City, (ii) that the insurance shall be primary and not contributing to any other insurance or self-insurance maintained by City, its official, employees, or agents, (iii) that the insurance shall apply separately to each insured against whom claim is made or suit is brought, except with respect to the limits of the insurer's liability; and (iv) that the naming of more than one insured shall not, for that reason alone, extinguish any rights of one insured against another, subject to the Company's limits of liability.

Any self-insurance program, self-insured retention, or deductible must be approved separately in writing by City Risk Manager or designee and shall protect the City of Long Beach, its officials, employees, and agents in the same manner and to the same extent as they would have been protected had the policy or policies not contained

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such retention or deductible provisions.

Permittee shall deliver to City certificates of insurance and the required endorsements for approval as to sufficiency and form prior to commencement of this Permit. The certificates and endorsements for each insurance policy shall contain the original signature of a person authorized by that insurer to bind coverage on its behalf. City reserves the right to require complete certified copies of all said policies at any time.

Such insurance as required herein shall not be deemed to limit Permittee's liability relating to performance under this Permit. The procuring of insurance shall not be construed as a limitation on liability or as full performance of the indemnification and hold harmless provisions of this Permit.

Any modification or waiver of the insurance requirements herein shall be made only with the written approval of the City's Risk Manager or designee.

- 13. POSSESSORY INTEREST. This Permit may create a possessory interest subject to property taxation and Permittee may be liable for the payment of property taxes levied on such possessory interest. Permittee shall pay or cause to be paid, prior to delinquency, all taxes, assessments and other governmental and district charges that may be levied or assessed for buildings, improvements or property located on the Permit Areas and upon possessory interests created by this Permit. Satisfactory evidence of such payments shall be delivered by Permittee upon demand therefore.
- 14. NOTICE. Any notice, demand, request, consent, or communication that either party desires or is required to give to the other party or any other person shall be in writing and either personally delivered or deposited in the U.S. Postal Service, first class, postage prepaid, addressed to Permittee at the address first stated above and to the City at 2760 N. Studebaker Road, Long Beach, CA 90815 Attn: Contract Management Division. Notice of change of address shall be given in the same manner as stated herein for other notices. Notice shall be deemed given on the date personal delivery is made or forty-eight (48) hours after deposit in the mail.

15. <u>NO HAZARDOUS MATERIAL</u>. Permittee shall not keep or store any goods, merchandise, supplies, personal property, materials, or items of any kind in, on or at the Permit Areas which are in any way explosive or hazardous. Permittee shall comply with California Health and Safety Code Section 25359.7 or its successor statute regarding notice to the City on discovery by Permittee of the presence or suspected presence of any hazardous substance in, on or at the Permit Areas.

16. <u>DEFAULT</u>. Except where this Permit expressly states that the City may immediately revoke this Permit, the City may revoke this Permit if Permittee fails or refuses to comply with any term, condition or provision of this Permit after notice of such failure or refusal from the Director or designee. The acceptance of all or part of the payment of any permit fee after default shall not be deemed a waiver of any right to revoke this Permit on account of such default. Any waiver by the City or Director of a default shall be in writing and shall not be construed as or constitute a waiver of any subsequent default of the same or any other term, condition or provision of this Permit.

If this Permit is deemed a lease by a court of competent jurisdiction, then Permittee hereby waives any right of redemption under any existing or future laws in the event of removal from the Permit Areas. Permittee agrees that if the manner or method used by the City in revoking this Permit and removing Permittee from the Permit Areas gives to Permittee a cause of action for damages or in forcible entry and detainer, then the total amount of damages to which Permittee shall be entitled in any such action shall be One Dollar (\$1.00). Permittee agrees that this Section may be filed in any such action and that when filed it shall be a stipulation by Permittee fixing the total damages to which Permittee is entitled in such action.

17. <u>SIGNS AND ADVERTISING</u>. All signs, advertising or promotional material placed in, on or at the Permit Areas shall be approved, in advance, in writing by the City Manager or his designee. Permittee shall pay all costs related to such signs, advertising or promotional material. If Permittee places any sign, advertising or promotional material that does not have the prior approval of the City Manager or his

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designee, then the City may remove same without penalty or claim against the City, and Permittee shall immediately pay the cost of such removal on receipt of an invoice from the City, as an additional permit fee.

- NONDISCRIMINATION. During its use of the Permit Areas and 18. operations, Permittee and its employees shall not discriminate on the basis of race, religion, color, ancestry, sex, sexual orientation, sexual identity, gender identity, AIDS, AIDS relation condition, HIV status, age, national origin, handicap or disability.
- 19. HEALTH AND SAFETY. Permittee shall correct health and safety deficiencies and violations of health and safety practices immediately and shall cooperate fully with the City in the investigation of accidents or incidents occurring in, on or at the Permit Areas. In the event of injury to an invitee, Permittee shall see that the injured person receives prompt and qualified medical attention. If Permittee fails to correct unsafe or unhealthy conditions, which have led or, in the opinion of the City, could lead to injury, then the City Manager or his designee may immediately revoke this Permit.
- 20. NO VENDING MACHINES. Permittee shall not install nor allow the installation of any vending machines of any kind, including but not limited to food and beverage machines and amusement machines. The City Manager or his designee reserves the right to remove any such machine and Permittee shall pay the cost of such removal on receipt of an invoice from the City, as an additional permit fee.
- 21. The failure or delay by the City to insist on strict NO WAIVER. compliance with any term, condition or provision of this Permit shall not be deemed a waiver of any right or remedy that the City may have and shall not be deemed a waiver of any subsequent or other failure to comply with any term, condition, or provision of this Permit. The receipt and acceptance of all or a part of the payment of a delinquent permit fee shall constitute only a waiver of timely payment for the particular payment involved and shall not constitute waiver of any other failure to comply.
- 22. its officials, employees, boards. CLAIMS. The City, commissions shall not be liable for and Permittee hereby waives all claims against the

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City, its officials, employees, boards, and commissions for loss, theft, or damage to equipment, furniture, trade fixtures, furnishings, records, and other personal property in, on or at the Permit Areas, for loss or damage to Permittee's business, or injury to or death of persons in, on or at the Permit Areas from any cause except to the extent caused by the gross negligence or willful misconduct of the City, its officials, employees, boards or commissions.

- 23. If Permittee abandons the Permit Areas or ABANDONMENT. discontinues use thereof by operation of law or otherwise, title to any equipment, furniture, trade fixtures, furnishings, and other personal property belonging to Permittee or others under its control and left in, on or at the Permit Areas sixty (60) days after abandonment or discontinuance of use shall be deemed to have been transferred to the City. The City shall thereafter have the right to remove and to dispose of said property without liability to Permittee or to any person claiming under Permittee, and shall have no duty to account therefore. Permittee hereby names the City Manager or his designee as Permittee's attorney in fact to execute and deliver such documents or instruments as may be reasonably required to dispose of such property and transfer title thereto.
- 24. NO RELOCATION. Permittee agrees that nothing contained in this Permit shall create any right in Permittee for any relocation assistance or payment pursuant to the provisions of Title 1, Division 7, Chapter 16 of the California Government Code from the City on the expiration or revocation of this Permit.
- RESTORATION. Permittee shall promptly notify the City of damage 25. or destruction to the Permit Areas and the date of same. Permittee shall promptly make proof of loss and proceed to collect all valid claims that Permittee may have against insurers or others based on such damage or destruction. All amounts recovered as a result of said claims shall be used first for the restoration of the Permit Areas. If existing laws do not permit restoration, then the City may revoke this Permit.
- 26. MISCELLANEOUS. This Permit shall be governed by and construed in accordance with the laws of the State of California. This Permit constitutes the entire

understanding between the City and Permittee and supersedes all other agreements, oral or written, with respect to the subject matter herein. Revocation or termination of this Permit shall not affect rights or liability that accrued hereunder prior to such revocation or termination. This Permit shall not be construed or interpreted against either party as the drafter. This Permit is not intended or entered for the purpose of creating any benefit or right for any person or entity that is not a signatory to this Permit. If any term, condition or provision of this Permit is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remainder of the Permit shall remain in full force and effect and shall in no way be affected, impaired, or invalidated. The various headings and numbers herein and the grouping of the provisions of this Permit into separate sections, paragraphs and clauses are for convenience only and shall not be considered a party hereof, and shall have no effect on the construction or interpretation of this Permit.

27. <u>RELEASE FORM</u>. Permittee is required to have customers complete and sign a release (waiver) form before participating in group exercise classes. The release (waiver) form(s) used by the Permittee are subject to review and approval by the City's Risk Manager and the City Attorney.

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EXECUTED PURSUANT

TO SECTION 301 OF

THE CITY CHARTER.



Attachment A: Permit Area