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OFFICE OF THE CITY ATTORNEY CHARLES PARKIN, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

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#### **LEASE**

#### 35375

This Lease is made as of May 1, 2019, by and between the CITY OF LONG BEACH, a municipal corporation ("Lessor" or "City"), pursuant to a minute order adopted by the Long Beach City Council on April 23, 2019, and the SOUTH COAST AIR QUALITY MANAGEMENT DISTRICT, a California public agency ("Lessee").

- 1. RECITALS. This Lease is made with reference to the following:
- A. Lessor and Lessee have previously executed that certain Right-of-Entry Permit dated as of March 15, 2018 (City Contract P-00179 / SCAQMD Contract C18244) (the "Permit"), the term of which has expired.
- B. Lessor and Lessee have negotiated the terms and conditions of this Lease, intending to replace and extend Lessee's tenancy under the Permit.
- 2. PREMISES. Lessor leases to Lessee and Lessee leases from Lessor real property located in the City of Long Beach, County of Los Angeles, State of California, consisting of approximately 8,717 square feet and comprising a portion of APN 7216-013-911 located immediately north of that property commonly known as Chittick Field, and as more particularly shown on Exhibit "A" ("Premises"), upon the terms and conditions expressed herein. Exhibit "A" is by this reference made a part hereof.
- 3. TERM. The term of this Lease shall be five (5) years commencing on March 16, 2019 and ending at midnight on March 15, 2024 ("Term"). This Lease is revocable by either party for any reason upon ninety (90) days' written notice to the other party. Upon termination of this Lease, Lessee shall quit and surrender possession of the Premises and remove all improvements and personal property therefrom.
- 4. USES. Lessee shall use the Premises for the express purpose of installing and operating a full air-quality monitoring site, including without limitation the operation of criteria pollutant monitors, in connection with Lessee's South Coast Air Basin Study. Lessee shall not use the Premises for any other purpose other than as described in this Section. Lessee shall not store vehicles or other personal property at the

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Premises which are not necessary to the South Coast Air Basin Study. Lessee shall not bring any hazardous materials upon the Premises. Lessor reserves the right to access the Premises upon reasonable advance notice to Lessee, or without notice in the case of emergency.

- 5. RENT. Lessee shall pay to Lessor monthly rent in the amount of One Thousand One Hundred Seventy Dollars (\$1,170) due on the 1st of each month, pro-rated daily for any partial months. Rent payments shall be delivered on the first day of each month to Department of Parks, Recreation & Marine, 2760 N. Studebaker Road, Long Beach, CA 90815-1697. The designated place of payment and filing may be changed at any time by Lessor upon written notice to Lessee. Rentals may be paid by check made payable to the City of Long Beach. Rent not paid on or before the date which is five (5) days after the due date shall bear interest at the rate of 10% per annum from the date due until paid.
- 6. NOTICE. Any notice, demand, request, consent, approval 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 served personally or sent by prepaid, first class mail. Any notice, demand, request, consent, approval or communication that either party desires or is required to give to the other party shall be addressed to the other party at the address set forth below:

TO: Lessor

TO: Lessee

City of Long Beach Attention: City Manager 411 W. Ocean Blvd. Long Beach, CA 90802

SCAQMD 21865 Copley Drive Diamond Bar, CA 91765 Attn: Rene Bermudez

Either party may change its address by notifying the other party of the change of address. Notice shall be deemed communicated within forty-eight (48) hours from the time of mailing, if mailed as provided in this paragraph.

7. <u>UTILITIES</u>. Lessee shall make all arrangements for, and pay for, all water, electric, refuse and other utility services to the Premises.

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- 9. MAINTENANCE AND IMPROVEMENTS. Any improvements necessary for Lessee's use of the Premises shall be temporary in nature, installed solely at Lessee's expense, and shall be removed upon termination of this Lease (unless directed otherwise by City in its sole and absolute discretion). Lessee shall install (if necessary) and maintain a perimeter fence around the Premises (screened or constructed with slats) and shall promptly remove and dispose of graffiti and illegally dumped materials at the Premises. Lessee shall, to the satisfaction of Lessor, keep and maintain the entire Premises in good condition free of debris and rubbish and in substantial repair as acceptable to Lessor. Lessee has occupied the Premises immediately prior to the Term and accepts same in an "AS IS" condition, with all faults, and City makes no warranty or representation whatsoever with respect to the Premises, including without limitation as to suitability for Lessee's proposed use.
- 10. <u>INSURANCE</u>. Lessee shall procure and maintain the following insurance at Lessee's sole expense for the duration of this Lease, including any extensions, renewals, or holding over thereof, from insurance companies that are admitted to write insurance in the State of California or from non-admitted insurers that are on California's List of Eligible Surplus Lines Insurers (LESLI) and that have ratings of or equivalent to an A:VIII by A.M. Best Company:
- a. Commercial general liability insurance equivalent in coverage scope to ISO form CG 00 01 11 85 or 10 93 in an amount not less than One Million Dollars (\$1,000,000) per occurrence and Two Million Dollars (\$2,000,000) general aggregate. Such coverage shall include but is not limited to broad form contractual liability, cross liability protection, products and completed operations liability, and garage-keepers legal liability. The City of Long Beach, and its boards, 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 coverage shall contain no special limitations on the scope

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of protection afforded to City, and its boards, officials, employees, and agents.

- b. Workers' compensation insurance as required by the California Labor Code and Employer's Liability insurance in an amount not less than One Million Dollars (\$1,000,000) per accident or occupational illness.
- C. Any self-insurance program, self-insured retention or deductible must be approved separately in writing by the City Risk Manager or designee and shall protect City, and its boards, 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 such self-insurance or deductible provisions.
- d. Each insurance required hereunder shall be endorsed to provide that coverage shall not be canceled, nonrenewed, or materially changed in coverage or limits (other than by reduction of limits by payment of claims) except after thirty (30) days prior written notice to City, and that coverage shall be primary and not contributing to any other insurance or self-insurance maintained by City, or its boards, employees, or agents.
- e. Prior to the commencement of this Lease, Lessee shall deliver to Lessor certificates of insurance and the endorsements required hereunder for approval as to sufficiency and form. The certificates and endorsements for each insurance policy shall contain the signature of a person authorized by that insurer to bind coverage on its behalf. In addition, Lessee shall, at least thirty (30) days prior to expiration of such policies, furnish Lessor with evidence of renewals. Lessor reserves the right to require complete certified copies of all said policies at any time.
- f. Such insurance as required herein shall not be deemed to limit Lessee's liability under this Lease. 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 Lease.
- Any modification or waiver of the insurance requirements herein shall g. be made only with the written approval of the City's Risk Manager or designee.

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#### 11. <u>INDEMNITY</u>.

A. Lessor, its boards, commissions, officials and employees shall not be liable for and Lessee hereby waives all claims against them for loss, theft, or damage to equipment, furniture, trade fixtures, furnishings, records, and other personal property in, or at the Premises, for loss or damage to Lessee's business, or injury to or death of persons in, on or at the Premises from any cause except to the extent caused by the gross negligence or willful misconduct of Lessor, its Boards, commissions, officials and employees.

В. Lessee shall defend, indemnify and hold harmless, the City of Long Beach, its Boards and Commissioners, its officials, employees (for purposes of this Section, collectively "City") and agents, from and against any and all liability, claims, demands, damage, loss, causes of action, proceedings, penalties, costs, and expenses (including attorneys' fees, court costs, and expert and witness fees) (collectively "Claims" or individually "Claim") arising out of or in any way connected with the occupancy, use, operation and/or control of the Premises by Lessee. Claims include, by way of example, but are not limited to: Claims for prevailing wage, property damage, personal injury or death arising in whole or in part from the negligence act or omission of Lessee, its officers, employees, agents, contractors or anyone under Lessee's control (collectively "Indemnitor"); Lessee's breach of this Lease; 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 Lessee, Lessee shall defend the 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. Lessee shall notify the City of any Claim within ten (10) days. Likewise, City shall notify Lessee of any Claim and shall assist Lessee, as may be reasonably requested, in such defense.

12. DAMAGE TO PREMISES. With the exception of ordinary wear and

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tear, Lessee shall be liable for and shall pay the cost of any and all loss, injury or damage to the Premises or any equipment on the Premises, by or on account of any act or omission by Lessee, Lessee's employees, agents, invitees, or licenses.

- 13. TAXES AND ASSESSMENTS. Lessee recognizes and understands that this Lease may create a possessory interest subject to property taxation and that the Lessee may be subject to the payment of property taxes levied on such interest. All taxes and assessments which become due and payable upon the Premises or upon fixtures, equipment, or other property installed or constructed thereon, shall be the full responsibility of Lessee, and Lessee shall cause said taxes and assessments to be paid promptly.
- 14. UNLAWFUL USE. Lessee agrees that no improvements shall be erected, placed upon, operated, nor maintained upon the Premises, nor any business conducted or carried on therein or therefrom, in violation of the terms of this Lease, or of any regulation, order, law, statute, or ordinance of a governmental agency having jurisdiction.
- 15. LESSEE'S PERSONAL PROPERTY. Upon the termination of this Lease (whether by lapse of time or otherwise), Lessee shall promptly remove all of its inventory, furniture, fixtures, and equipment and restore the Premises to the condition existing at the commencement date of this Lease, reasonable wear and tear excepted. If Lessee abandons the Premises, is dispossessed thereof by process of law, or otherwise vacates the Premises, title to any personal property belonging to Lessee and left on the Premises forty-five (45) days after such abandonment, dispossession, or vacation shall be deemed to have been transferred to Lessor. Lessor shall have the right to remove and to dispose of such property without liability therefor to Lessee or to any person claiming under Lessee and shall have no need to account therefor.
- 16. HOLDING OVER. In the event Lessee shall continue in possession of the Premises after the expiration of the Term, such possession shall not be considered a renewal of this Lease but a tenancy from month to month and shall be governed by the

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conditions and covenants contained in this Lease.

17. ASSIGNING, SUBLETTING, AND ENCUMBERING. Lessee shall not transfer, assign, sublet, or encumber its interests in this Lease without Lessor's prior written approval, which consent shall not be unreasonably withheld. assignment, subletting, or encumbering, whether voluntary or involuntary, without Lessor's consent shall constitute a default and shall be voidable at Lessor's election. No consent to any transfer, assignment, subletting, or encumbering shall constitute a further waiver of the provisions of this paragraph. Any assignee of Lessee shall execute an agreement running to Lessor assuming Lessee's obligations under this Lease. Lessee shall remain fully obligated to Lessor under this Lease notwithstanding any transfer, assignment, subletting, or encumbering of any indulgence granted by Lessor to Lessee or to any transferee, assignee, sublessee, or secured lender unless released in writing by Lessor.

- 18. SUCCESSORS IN INTEREST. Unless otherwise provided in this Lease, the terms, covenants and conditions contained herein shall apply to and bind the heirs, successors, executors, administrators, and assigns of all the parties hereto.
- 19. LESSEE'S DEFAULT. The occurrence of any of the following shall constitute a default by Lessee
- Α. Failure to pay rent when due, if the failure continues for five (5) days after notice has been given to Lessee.
- В. Failure to perform any of the provisions of this Lease, if the failure to perform is not cured within thirty (30) days after notice has been given to Lessee.

Notices given under this paragraph shall specify the alleged default and the applicable Lease provisions, and shall demand that Lessee perform the provisions of the Lease or pay the rent that is in arrears, as the case may be, within the applicable period of time or quit the Premises. No such notice shall be deemed a forfeiture or a termination of this Lease unless Lessor so elects in the notice.

> 20. LESSOR'S REMEDIES. Lessor shall have the following remedies if

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Lessee commits a default. These remedies are not exclusive; they are cumulative in addition to any remedies now or later allowed by law. Lessor can continue this Lease in full force and effect, and the Lease will continue in effect as long as Lessor does not terminate Lessee's right to possession, and Lessor shall have the right to collect rent when due. During the period Lessee is in default, Lessor can enter the Premises and relet them, or any part of them, to third parties for Lessee's account. Lessee shall be liable immediately to Lessor for all costs Lessor incurs in reletting the Premises. including, without limitation, broker's commissions, expenses of remodeling the Premises required by the reletting, and like costs. Reletting can be for a period shorter or longer than the remaining term of this Lease. Lessee shall pay to Lessor the rent due out of this Lease on the dates the rent is due, less the rent Lessor receives from any reletting. No act by Lessor allowed by this paragraph shall terminate this Lease unless Lessor notifies Lessee that Lessor elects to terminate this Lease. After Lessee's default, and for as long as Lessor does not terminate Lessee's right to possession of the Premises, if Lessee obtains Lessor's consent, Lessee shall have the right to assign or sublet its interests in this Lease, but Lessee shall not be released from liability. Lessor can terminate Lessee's right to possession of the Premises at any time. No act by Lessor other than giving notice to Lessee shall terminate this Lease. Acts of maintenance, efforts to relet the Premises, or the appointment of a receiver on Lessor's initiative to protect Lessor's interest under this Lease shall not constitute a termination of Lessee's right to possession. Lessor, at any time after Lessee commits a default, can cure the default at Lessee's cost. If Lessor, at any time, by reason of Lessee's default pays any sum or does any act that requires the payment of any sum, the sum paid by Lessor shall be immediately due from Lessee to Lessor at the time the sum is paid, and if paid at a later date shall bear interest at the rate of 10% per annum from the date the sum is paid by Lessor until Lessor is reimbursed by Lessee. The sum, together with the interest on it, shall be deemed additional rent.

> 21. LESSOR'S DEFAULT. Lessor shall be in default of this Lease if it

fails or refuses to perform any provision of this Lease that it is obligated to perform if the failure to perform is not cured within sixty (60) days after notice of the default has been given by Lessee to Lessor. If the default cannot be reasonably cured within sixty (60) days, Lessor shall not be in default of this Lease if Lessor commences to cure the default within the sixty (60) day period and diligently and in good faith continues to cure the default.

- Premises, or other improvements to be made by Lessee shall be taken by right of eminent domain or otherwise for any public or quasi-public use, then, when possession shall be taken thereunder by the condemner, or the Lessee is deprived of its practical use of the Premises, and other improvements, whichever date is earlier, this Lease and all rights of Lessor and Lessee hereunder, shall terminate and any rent and all other payments required of Lessee shall be apportioned between the parties. In the event of a partial taking, as a result of which the remaining portion of the Premises, or any other improvements on the Premises cannot be restored to an economically operable facility of a comparable kind and quality to the facility existing prior to the taking with the condemnation awards received by Lessee, then this Lease, at Lessee's option, shall terminate as of the time when possession of the Premises shall be taken by the condemner or Lessee is deprived of its practical use thereof, whichever date is earlier.
- Premises or any other improvements shall be taken by right of eminent domain or otherwise for any public or quasi-public use and the remaining portion of the Premises and improvements can be restored by Lessee to an economically operable facility of comparable kind and quality to the facility existing prior to the taking, then this Lease shall not be affected and Lessee shall retain the remaining portion of the Premises; provided, however, that the fixed minimum rent shall be reduced proportionally. For example, the monthly rent will be reduced by half if the total number of square feet in the Premises immediately

before the taking.

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- EMINENT DOMAIN AWARD. If there is a taking by right of eminent 24. domain, the rights and obligations of the parties with reference to the award and the distribution thereof shall be determined in accordance with the provisions of this section. The award shall belong to and be paid to Lessor, except that Lessee shall receive from the award the following:
- A sum attributable to the value of Lessee's leasehold estate Α. including improvements.
- B. A sum attributable to severance damages to be used solely for the restoration of the other improvements upon the Premises.
- 25. AMENDMENTS. This Lease sets forth all of the agreements and understandings of the parties and any modification must be in writing duly executed by both parties.
- 26. CAPTIONS. The captions and the table of contents of this Lease shall have no effect on its interpretation.
- ΑII 27. PROVISIONS ARE COVENANTS AND CONDITIONS. provisions, whether covenants or conditions, on the part of Lessee shall be deemed to be both covenants and conditions.
- 28. CALIFORNIA LAW. This Lease shall be construed and interpreted in accordance with the laws of the State of California.
- 29. No delay or omission in the exercise of any right or WAIVER. remedy of Lessor on any default by Lessee shall impair such a right or remedy or be construed as a waiver. The receipt and acceptance by Lessor of delinquent rent shall not constitute a waiver of any other defaults; it shall constitute only a waiver of timely payment for the rent payment involved. No act or conduct of Lessor, including, without limitation, the acceptance of the keys to the Premises, shall constitute an acceptance of the surrender of the Premises by Lessee before the expiration of the term. Only a notice from Lessor to Lessee shall constitute an acceptance of the surrender of the Premises

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and accomplish a termination of the Lease. Lessor's consent or approval shall not be deemed to waive or render unnecessary Lessor's consent to or approval of any subsequent act by Lessee. Any waiver by Lessor of any default must be in writing and shall not be a waiver of any other default concerning the same or any other provision of the Lease. 30. NONDISCRIMINATION. In the performance of this Lease, Lessee agrees not to discriminate against any employee or applicant for employment or service on the basis of race, color, religion, ancestry, sex, sexual orientation, AIDS, AIDS related condition, national origin, age, marital status, disability, handicap or veteran status. IN WITNESS WHEREOF, the parties have executed this Lease as of the date first written above. SOUTH COAST AIR QUALITY MANAGEMENT DISTRICT, a California public agency Dated APPROVED AS TO FORM Type or Pint Name) AYRON T. GILCHRIST/ GENERAL COUNSEL "Lessee" CITY OF LONG BEACH, a municipal Corporation Dated 2019 City Manager "Lessor" The foregoing Lease is hereby approved as to form this 25 day of 2019.

CHARLES PARKIN, City Attorney

Deputy

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A19-01904 Lease,SCAQMD8.26,2019.doc

# Exhibit A

