

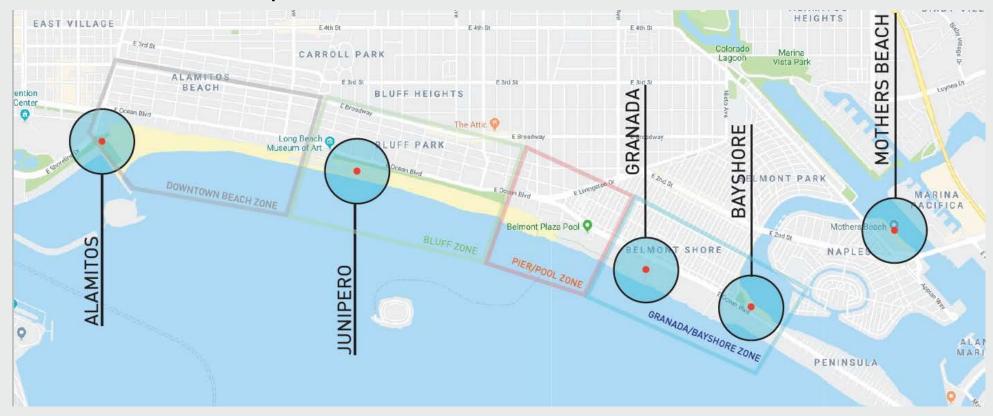
Alamitos and Granada Beach Concessions

City Council Meeting - August 17, 2021



Background

On June 8, 2021, the City Council authorized Beach Concession Agreements for 3 of the 5 locations along 4 miles of waterfront from Long Beach Harbor to Alamitos Bay. Includes year-round recreation and special events.

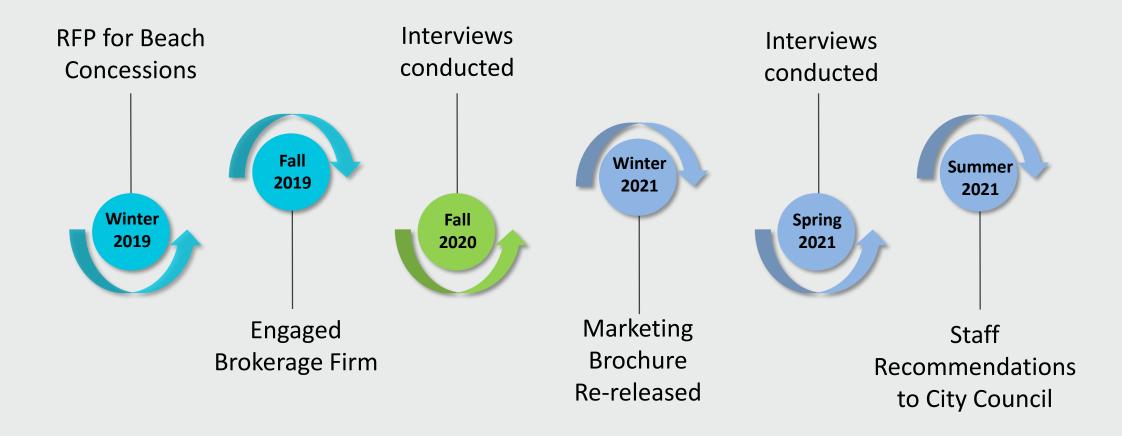


Goals

- Activate the waterfront
- Increase access and use of the coast
- Enhance the beach experience
- Provide a distinguished and assorted mix of concession options
- Establish destinations
- Approachable menus and pricing
- Long-term partnerships with the City and special event organizers
- Enhance City's public infrastructure



Timeline



Granada Beach: Monty's Beach

- Concessionaire: Monty's Beach, a California LLC.
- <u>Concept</u>: Coffee, natural juices, smoothies, teas, granola, breakfast and lunch sandwiches, hamburgers, hot dogs, fruit and meat platters and salads.
- <u>Initial Term</u>: Five (5) years, commencing on September 1, 2021.
- Renewal Option: One (1) additional five-year option to extend.
- Base Rent: \$2,661 per month with annual adjustments based on the Consumer Price Index (CPI), but no more than 3 percent.



Granada Beach: Monty's Beach

- Rent Commencement: Begins once concession has opened, or 180 days after the start of the Initial Term, whichever comes first.
- <u>Tenant Improvements</u>: Concessionaire will accept premises in "as-is" condition and complete all tenant improvements required to open.
- <u>Utilities, Refuse and Maintenance</u>: Paid for directly by Concessionaire.
- Expanded Area/Option to Terminate: Vendor to pursue approval to offer sunbeds, cabanas, and dog agility course. If not approved, agreement can be terminated upon 30 days' written notice.



Alamitos Beach Area Improvements

Major area improvements:

- Beach bike & pedestrian path
- New traffic signal and bike lane
- New rebuilt beach staircase
- New beach parking lot
- Rebuilt concessions, beach restrooms and new playground (in progress)

Events in the area:

- Grand Prix
- Long Beach Marathon
- Various other special events



Alamitos Beach Concession – Before





Alamitos Beach Concession – Construction Progress

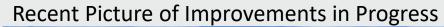




Alamitos Beach New Playground

Concept







Listing Process

Proposals received

6 proposals received

Multi-disciplinary panel review

- Special Events, City Manager's Office (1)
- Parks, Recreation and Marine (4)
- Economic Development (2)
- Public Works (2)

Interviews conducted

 Each proposer invited to interview with panel

Unanimous selection of vendor

 Downey Restaurant Company, Inc., dba Gaucho Grill

Each proposal was evaluated based on the following criteria:

- 1) Menu;
- 2) Affordability of menu items offered;
- 3) Demonstrated experience;
- 4) Financial strength of the proposer and their team members;
- 5) Proposed hours of operation; and
- 6) Demonstrated willingness to partner with the City in activation area.



^{*}Rent offered not determining factor.

^{*}State law prohibits any local preference.

Alamitos Beach: Gaucho Grill

- <u>Concessionaire</u>: Downey Restaurant Company, Inc., dba Gaucho Grill.
- Concepts: Three offered, 7 day-a-week activation.







Gaucho Mercado will offer "grab & go" options including specialty sandwiches, salads, beverages, sweets, and more.

Gaucho Beach



To Share

GUACAMOLE & CHIPS Avocado, Cilantro, onion. tomato. Lime	\$12
PRAWN & PALMS tigor prawns, hoarts of palm, avocado, mint, chives, lemon vinaignetie, pistou	\$14
FISH TACOS Ber Battered fish, com tort la, pickled cabbage, pico, kimchi aioli, sriracha lime sauce and micro cilantro	\$14
TACOS GOBERNADOR Crispy meted cheese com torfilla with shrimp maraca, chipotle aloil, salsa quemada, micro cilantro, pecorino cheese	\$14
CALAMARI lemon, olives almonds aioli, parsley	\$14
MUSSELS garlic, shallots, shishito, emon, cilantro	\$14
CHORIZO ARGENTINO sausage, charred baguette, salsa criolla	\$12

From the Fire (served with chimi & tortillas) WOOD FIRE SKIRT STEAK WOOD FIRE SHORT RIB \$22 1/2 SMOKED CHICKEN DARK \$19

\$19

Empanadas

\$3.50 \$3.50 \$3.50

\$3.50 \$3.50

From the Sea

1/2 SMOKED CHICKEN WHITE

gaucho style includes 2 side orders)	8010	Gaucho Style
WOOD FIRE GRILLED SALMON	\$12	\$19
WOOD FIRE GRILLED SEABASS	\$14	\$19
LOBSTER TAIL	\$30	\$40

Salads

add on Steak / Chicken Breast /

\$12.50

avocado, feta cheese, carrots, bell peppers, tomatoes, broccoli, greens, croutons, pasta, balsamic dressing	
CAESAR SALAD parmesan cheese, lettuce, croutons & caesar dressing white meat chicken (w/ avocado + 1.50)	\$12.50
GREEK SALAD	\$12.50

GREEK SALAD
avocado, feta cheese, carrots, bell
peopers, tornatoes, broccoli, greens,
eroutene parta balcamia descrion

Sides
DICE

GAUCHO SALAD

21AC2	
RICE Jasmine rice, chimichurri, cam	\$ 6.00 ots, peas
GAUCHO BEANS	\$6.00
COLE SLAW	\$6.00
PAPAS AHUMADAS smoked potatoes, bacon, garli	\$ 6.00 c, thyrne
FRIES garlic butter, parsley	\$ 6.00
VEGGIES seasonal vegetables, balsamic	\$ 6.00 , sea salt
GAUCHO SALAD	\$6.00

Gaucho Vegan

GAUCHO IMPOSSIBLE Veggie Pattie, vegan mozarella, fomato.	\$15	EGGPLANT ESCABECHE Pesto, Gartic aioli
lettuce, onions, vegan Alioli TACOS PATAGONIA Beer battered avocado, queso frasco, chipotle sioli pickled carrots, micro cilantro,	\$14	CALABAZA FONDUE Whole Grilled squash, Shitake, com, Garlic, anion, green anions, vegan Mozzarella
sweet potato tortilla SHISHITO PEPPERS lightly sautead, garlic, white wine, cilantro, chimi-habanero	\$9	THE SANDWICH Grilled Portobello, Zucchini, Bell Pep Asparagus, vegan Alioli

Candwiches

		Sanuwiche	.3	BEEF peppers, onion, garlic, s
2		GAUCHO BURGER smoked bacon, brûlêe onion, roasted tomato, lamon aioli, chimi-habanero,	\$12	SPINACH & CHEESE ricotta, parmesan, herbs
e, chimichurri, camots, peas	\$ 6.00	provolone		CHICKEN & CHEESE provolone, almond, spice
EANS	\$6.00	LOMITO SANDWICH sliced tenderioin, butter lettuce, roasted	\$14	AL PASTOR
W	\$6.00	tomato, provolone, fried egg, lemon aioli, pistou		pork, pineapple onions r spicy peppers
UMADAS atoes, bacon, garlic, thyme	\$6.00	GRILLED CHICKEN SANDWICH Grilled adobo marinated Mary's Free	\$12	SMOKED SHORT RIE smoked short rib, onlone
parsley	\$ 6.00	Range organic chicken, serranc slaw, pickles, mayo, sesame brioche, side of Salad or Rice		SHRIMP shrimp, carrots, squash,
getables, balsamic, sea sa	\$6.00 t	7.3		HAM & PROVOLONE
ALAD	00.99	##\V/	2.4	nan, prototorio

½ Grilled Chicken







Sangria



Empanadas







Gaucho Cafe

GAUCHO CAFE

COFFEE	MEDIUM	LARGE
House Blend Gaucho's house brew of single-origin, organic Guatemalan drip coffee made from Arabica beans	\$2.00	\$2.45
Americano Medium-roast espresso made from Arabica boans with filtered water.	\$2.45	\$2.65
Latte (Cafe con leche) Medium roast espresso made from Arabica beans with steamed whole milk	\$4.05	\$4.30
Mocha Latte New Recipel Medium roast espresso made from Arabica beans with Yalrhona Dutch-processed chocolate and stearned whole milk	\$4.55	\$4.95
Iced Americano Medium roast espresso made from A rabica beans with filtered water.	\$4.05	\$4.30
Iccd Latte (Cafe con leche) Medium-roast espresso made from Arabica beans with steamed whole milk	\$4.55	\$4.95
Iccd Mocha Latte New Recipel Medium roast espresso made from Arabica beans with Vairhona Dutch-processed chocolate and steamed whole milk	\$2.00	\$2.00

HUCEC

	1010	CES	
Sun arrot, kale, apple jinger, vital green		Sky carrot, apple, ginger, bee pollen	\$9.00
Waves	59.00	Sunset	\$9.00
arrot, spinach, cu xarsley, aloe vera	cumber,	fresh squeezed orang açal berry juice	je juice,
		use made granola, frozen	S9.00 banana
	ries, yogurt, ho		
		ond butter, frozen banans	
Pasion Violes almond mylk, blue		i, Irozen banana	\$9.00
Poderoso		zen banana	\$9.00
Beach Unlim	ited		\$14.00
oanana, coconut o	oil, cacao powd w, cacao powdo	lk, grass-led unsalted butt ler, mocha powder, vanilli er, chaga, chia seeds, core n, tocos	extract,

Desde el Sur	\$14.00
pineapple, cucumber, romaine, parsley, spinach, mint, turi	
coconut mylk, aloe vera, chlorophyll, chia seeds, spirulina, vital greens, chlorella, dulse leaf, flax seed, hemp, horseta	
kelp maca matcha mesquite probiotics wheatgrass	

BAKERY		CAKES		EATS		
Argentine Pastries Croissants Chipas 6pcs \$7 1 Masas Finas Masas secas	\$1.05 \$1.05 2 pcs \$14 \$1.05 \$1.05	Frutilla con crema Brownie Lemon Pie Ricotta Dulzura Argentina Pasta Frola	\$8.00 \$8.00 \$8.00 \$8.00 \$8.00 \$8.00	Ham & cheese Croissant Traditional croissant made with European style butter filled with sweet roasted ham and Swiss cheese. Tostados Baked Sandwich de miga Breakfast Burrito organic cage-free eggs, black bean pure tri-color peppers, carameltzed onions, p puppers & fromaillo sable in a flour total	oblano	
EMPANADAS Smoked Short Rib \$4.00 Al Pastor \$4.00		Panqueques \$8.00 Dulce de Leche Flan \$8.00		Power Bowl \$9.00 spanish-style cauliflower rice, sauteed mushrooms & poblano peppers, black beans, scrambled eggs & tomatillo salsa		
Shrimp Chicken & Cheese Ham & Provolone Beef Spinach & Cheese	\$4.00 \$4.00 \$4.00 \$4.00 \$4.00	Budin de Pan Al Chocolate Tiramisu Bunuelos El Gran Final	\$8.00 \$8.00 \$8.00 \$17.00	ARGENTINE PIZZA Mozzarella Fugazzeta Cheese / Onions Jamon y Morrones Tomato, Mozarella, Cooked ham, red be	\$7.00 \$7.00 \$8.00	

Coffee

Pastries





Smoothies



Empanadas



Gaucho Mercado



Ricotta Pie Dulce De Leche Empanada Ham and Cheese (box of 4)





215.00



Juices



\$5.00

Alamitos Beach: Gaucho Grill

- <u>Initial Term</u>: Five (5) years, commencing on September 1, 2021.
- Renewal Option: Two (2) additional five-year options to extend.
- Base Rent: \$12,720 per month, adjusted by annual CPI, no more than 3 percent.
- Rent Commencement: First day of the month immediately after the month in which the building receives a Certificate of Occupancy, or June 1, 2022, whichever comes first.
- <u>Tenant Improvements</u>: Concessionaire responsible for build-out of all concession front-of-house and back-of-house, including kitchens and food preparation areas, furniture, fixtures and equipment necessary for operation.
- <u>Utilities</u>: Utilities will be metered separately and paid for directly by Concessionaire.
- Refuse and Maintenance: Concessionaire will be responsible for refuse and maintenance and paid for directly by concessionaire.



Written Complaints

• Complaints Received: Two – Davina's Tacos & Edgewater a/k/a Gladstone's Long Beach.

• Summary of Complaints:

- 1. Affordability of items.
- 2. Correct concept for the area.
- 3. Experience level.
- 4. Financial strength.
- 5. Hours of operation.
- 6. Local preference.
- 7. Greatest economic value to the city.
- 8. Maximizing return on City's asset.
- Process used.
- 10. Activation of the area.



Review

- Staff has carefully considered the complaints received and has determined they do not justify a change to staff's recommendation based on the following:
 - 1. The listing process used is consistent with City's practice for real estate matters, including former redevelopment agency properties.
 - 2. Local preference not allowed per State law.
 - 3. Gaucho Grill's proposal met the goals for the Alamitos Beach concession stand with activation, variety and affordability while offering market rate rent.
 - 4. Gaucho Grill's proposal provided three different concepts to ensure the concessions stand was activated for beachgoers morning, afternoon and evening.
 - 5. Gaucho Grill's proposal offers a variety of items and prices through each concept from grab-n-go to formal sit down.
 - 6. Gaucho Grill currently operates similar concepts in Downey and Buena Park as well as two downtown restaurants Agave and Allegria.
 - 7. Gaucho Grill received letter of support from a downtown business.



Recommendation

- Authorize the City Manager, or designee, to enter into Beach Concession
 Agreements with Monty's Beach, a California limited liability company, and
 Downey Restaurant Company, Inc., dba Gaucho Grill, for the operation of a
 food concession at Granada Beach and Alamitos Beach, respectively, on the
 stated terms and conditions, including options to renew at the discretion of the
 City Manager; and,
- Authorize the City Manager, or designee, to negotiate and execute any
 necessary modifications to the proposed terms that may be necessary to
 expedite establishment of the beach concessions operation.