# FORM APPROVED COUNTY COUNSEL BY: (2) (3) (4) (5) PATRICIA: MUGHROEntal Concurrence ATE

Policy

 $\boxtimes$ 

Consent

Dep't Recomm.:

Exec. Ofc.:

# SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



FROM: Economic Development Agency / Facilities Management

February 13, 2013

SUBJECT: Fifth Amendment to Lease - Law Offices of the Public Defender, Riverside

**RECOMMENDED MOTION:** That the Board of Supervisors:

- 1. Approve the attached Fifth Amendment to Lease for 4275 Lemon Street, Suites 100 and 101, Riverside and authorize the Chairman of the Board to execute the same on behalf of the County; and
- 2. Find that the Project is exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Section 15301, Existing Facilities.

nent	BACKGROUND: (Commences on Page 2)								
Management		CEDURES APPROVED	1157 tal	SI tack					
Executive Ma	Robert Field Assistant County Executive Officer/EDA								
ŭ	FINIANIOIAI	Current F.Y. Total Cost:	\$ (10,462)	In Current Year E	Budget:	Yes			
	FINANCIAL	<b>Current F.Y. Net County Cost:</b>	\$ (10,462)	Budget Adjustme	ent:	No			
ğ	DATA	<b>Annual Net County Cost:</b>	\$ 122,441	For Fiscal Year:		2012/1	13		
efe	COMPANION ITEM ON BOARD AGENDA: No								
Public Defender,	SOURCE OF FUN	IDS: 100% County General	Fund		Positions Deleted Per		]		
₽					Requires 4/5	i Vote	]		
	C.E.O. RECOMM	ENDATION: APPRO	OVE BUS						
Policy	County Executive	e Office Signature	nnife L. Sargent			.:			
<u>†</u>		,	360						

Prev. Agn. Ref.: 3.20 of 8/10/10; 3.36 of 2/28/12

District:

ATTACHMENTS FILED

WITH THE CLERK OF THE BOARD

Agenda

Economic Development Agency / Facilities Management Fifth Amendment to Lease - Law Offices of the Public Defender, Riverside

February 13, 2013 Page 2

## **BACKGROUND:**

This Fifth Amendment to Lease represents a request from the Law Offices of the Public Defender to renew their lease agreement at 4275 Lemon Street, for Suites 100 and 101, Riverside. This facility continues to meet the requirements of the department. The Real Estate Division has negotiated a two year lease renewal with a rental rate reduction, and a 425 square footage reduction resulting in an additional cost savings for the department.

Pursuant to the California Environmental Quality Act (CEQA), the Lease was reviewed and determined to be categorically exempt from CEQA under CEQA Guidelines 15301, Class 1-Existing Facilities. The proposed project, the Lease, is the letting of property involving existing facilities with minor tenant improvement alternations and no expansion of an existing use will occur.

The Lease terms are summarized below:

Lessor:

**Eleanor Freitas** 

5315 Cascades Street Chowchilla, CA 93610

Premises Location:

4275 Lemon Street

Suite 100, 101

Riverside, California 92501

Size:

Old square footage: 7,033

New square footage: 6,608

Term:

Two years, January 1, 2013 through December 31, 2014

Rent:

Current

New

1.50 per sq. ft \$ 10.549.50 per month \$126,594.00 per year

\$ 1.35 per sq. ft. \$ 8,920.80 per month \$107,049.60 per year

Rental Adjustments: Three percent

**Utilities:** 

County pays telephone. Lessor shall provides all other utility services

Custodial Services:

Lessor provides custodial services

Maintenance:

Lessor provides maintenance services

Improvements:

None

RCIT Costs:

None

Parking:

Sufficient to meet County requirements

(Continued)

Economic Development Agency / Facilities Management
Fifth Amendment to Lease – Law Offices of the Public Defender, Riverside
February 13, 2013
Page 3

**BACKGROUND:** (Continued)

The attached Lease has been reviewed and approved by County Counsel as to form

### **FINANCIAL DATA:**

All associated cost for this Fifth Amendment to Lease will be fully funded through the Law Offices of the Public Defender's budget. Law Offices of Public Defender has budgeted these costs in FY 2012/13. While the Economic Development Agency will front the costs for the Fifth Amendment to Lease with the property owners, Law Offices of the Public Defender will reimburse EDA for all associated costs.

Attachment: Fifth Amendment to Lease

# Exhibit A

# Public Defender's Lease Cost Analysis FY 2012/13 4275 Lemon Street, Suites 100, 101, Riverside, CA 92501

Total Square Footage to be Leased:  EXPECTED AMOUNTS  Current office:  Total Expected Lease Cost for FY 2012/13		7,033	SQ	FT	\$	126,594.00		
ACTUAL AMOUNTS Current Office: Proposed Office:		7,033 6,608						
Approximate Cost per SQFT (July - Dec) Approximate Cost per SQFT (Jan - June)	\$ \$	1.50 1.35						
Lease Cost per Month (July - Dec) Lease Cost per Month (Jan - June)	\$ \$	10,549.50 8,920.80	-					
Total Lease Cost (July - Dec) Total Lease Cost (Jan - June) Total Actual Lease Cost for FY 2012/13 Total Lease Cost Variance for FY 2012/13			\$ _\$_	63,297.00 53,524.80		116,821.80	\$	(9,772.20)
Estimated Additional Costs: EXPECTED AMOUNTS Utility Cost per Square Foot Estimated Utility Costs per Month (July - June)	\$ \$	0.12 843.96						
Total Estimated Utility Cost for FY 2012/13			\$	10,127.52				
EDA Lease Management Fee (Based @ 3.93%)  Total Estimated Expected Cost for FY 2012/13			_\$_	4,975.14	\$	15,102.66		
ACTUAL AMOUNTS  Utility Cost per Square Foot Costs per Month (July - Dec) Costs per Month (Jan - June) Total Estimated Actual Utility Cost for FY 2012/13	\$ \$ \$	0.12 843.96 792.96	- \$	9,821.52				
EDA Lease Management Fee (Based @ 3.93%)  Total Estimated Actual Cost for FY 2012/13			_\$_	4,591.10	\$_	14,412.62		
Total Estimated Cost Variance for FY 2012/13							_\$_	(690.04)
TOTAL ESTIMATED COST FOR FY 2012/13							\$	(10,462.24)
TOTAL COUNTY COST: 100%							\$	(10,462.24)

# Exhibit B

# Public Defender's Lease Cost Analysis FY 2013/14 4275 Lemon Street, Suites 100, 101, Riverside, CA

# **Current Square Feet Occupied:**

Current Office:		6,608	SQF	Т		
Approximate Cost per SQFT (July - Dec) Approximate Cost per SQFT (Jan -June)	\$ \$	1.35 1.39				
Lease Cost per Month (July - Dec) Lease Cost per Month (Jan - June)			\$ \$	8,920.80 9,188.43		
Total Lease Cost (July - Dec) Total Lease Cost (Jan - June) Total Expected Lease Cost for FY 2013/14					\$ <b>\$</b>	53,524.80 55,130.60 <b>108,655.40</b>
Estimated Additional Costs:						
Utility Cost per Square Foot Estimated Utility Costs per Month (July - June)	\$	0.12	\$	792.96		
Total Estimated Utility Cost for FY 2013/14					\$	9,515.52
EDA Lease Management Fee (Based @ 3.93%)					\$	4,270.16
TOTAL ESTIMATED COST FOR FY 2013/14					<b>\$</b>	122,441.08
TOTAL COUNTY COST: 100%					\$	122,441.08

### FIFTH AMENDMENT TO LEASE

### Law Office of Public Defender

4275 Lemon Street, Suites 100, 101 Riverside, California 92501

This FIFTH AMENDMENT TO LEASE, "Fifth Amendment" is made as of \_\_\_\_\_\_, by and between ELEANOR M. FREITAS, Lessor and the COUNTY OF RIVERSIDE, a political subdivision of the State of California, as "County."

### 1. Recitals.

- a. Lessor and County have entered into that certain Lease, dated as of December 19, 2006, "Original Lease", pursuant to which Lessor have agreed to lease to County and County has agreed to lease from Lessor's that certain building, more commonly known as 4275 Lemon Street, Suites 100, 101 and 251A, Riverside, California, as shown on Exhibit "A," attached thereto.
- b. The Original Lease has been amended by that certain First Amendment to Lease dated July 31, 2007, by and between County of Riverside and Frank C. Freitas and Eleanor Freitas, the "First Amendment."
- c. That certain Second Amendment to Lease dated March 11, 2008, by and between County of Riverside and Frank C. Freitas and Eleanor Freitas, the "Second Amendment."
- d. That certain Third Amendment to Lease dated August 10, 2010, by and between County of Riverside and Frank C. Freitas and Eleanor Freitas, the "Third Amendment."
- e. That certain Fourth Amendment to Lease dated February 28, 2012, by and between County of Riverside and Eleanor Freitas, the "Fourth Amendment."
- f. County and Lessor further desire to amend the Lease by extending the term of the Lease, and reduce the rate among other things, as heretofore amended by this "Fifth Amendment."
- g. The Original Lease, as heretofore, amended, or hereafter amended, shall collectively be referred to as the "Lease." NOW THEREFORE, for good and valuable

consideration the receipt and Adequacy of which is hereby acknowledged, the parties agree as follows:

- 2. Fifth Amendment to Prevail. The provision of this Fifth Amendment shall prevail over any inconsistency or conflicting provision of the Lease, as heretofore amended and shall supplement the remaining provision thereof. Unless defined herein or the context requires otherwise, any capitalized terms herein shall have the meaning defined in the Lease. The Lease remains in full force and effect except to the extent amended by the Fifth Amendment.
  - **3. Term:** Section 3 (a) of the Lease shall be amended as follows:

The term of this Lease is hereby extended for two (2) years. The extended term will commence on January 1, 2013, and will expire on December 31, 2014 "Extended Term."

December 31, 2014, shall hereafter be the "Expiration Date."

- 4. Square Footage Reduction: County wishes to eliminate Suite 251A consisting of approximately 425 square feet, as shown on Exhibit "A", of the Lease. Therefore the total square footage occupied by Public Defender's Office shall consist of approximately 6,608 square feet.
- 5. Rent During Extended Term: Section 5 of the Lease shall be amended as follows:

County shall pay to Lessor the reduced monthly sums as rent for the Leased premises consisting of approximately 6,608 square feet during the term of this Lease as indicated below:

<u>Amount</u>	<u>Year</u>
\$8,920.80	January 1, 2013 – December 31, 2013
\$9,188.43	January 1, 2014 – December 31, 2014

**6.** Except as modified or supplemented by this Fifth Amendment to Lease all terms and conditions of the Lease shall remain in full force and effect.

1	<ol><li>This Fifth Amendment to Lease shall not be binding or consummated until its</li></ol>						
2	approval by the County's Board of Supervisors.						
3	Dated:						
4	ELEANOR M. FREITAS						
5	By: Eleanor M. Freitas Eleanor M. Freitas						
6	Eleanor M. Freitas						
7	COUNTY OF RIVERSIDE						
8							
9	By:						
10	John J. Benoit, Chairman  Board of Supervisors  ATTEST:						
11	Kecia Harper-Ihem						
12	Clerk to the Board						
13	By: Deputy						
14	Deputy						
15	APPROVED AS TO FORM:						
16	Pamela J. Walls						
17	County Counsel						
18	By:						
19	Patricia Munroe Deputy County Counsel						
20							
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