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



FROM: Economic Development Agency

September 16, 2010

SUBJECT: Communications Site Lease Amendment - Lamb Canyon Landfill - T-Mobile

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

- 1. Approve the attached First Amendment to Communication Site Lease Agreement and authorize the Chairman of the Board to execute the same on behalf of the County of Riverside (County); and
- 2. Authorize the Assistant County Executive Officer of the Economic Development Agency, or designee, to execute any other documents and administer all actions necessary to complete or memorialize this transaction.

BACKGROUND: (Commences on Page 2)

Robert Field

Assistant County Executive Officer/EDA

Current F.Y. Total Cost: \$0 In Current Year Budget: Yes

FINANCIAL Current F.Y. Net County Cost: \$0 Budget Adjustment: No

Annual Net County Cost: \$0 For Fiscal Year: 2010/11

**COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: No** 

SOURCE OF FUNDS: N/A

Positions To Be
Deleted Per A-30
Requires 4/5 Vote

**C.E.O. RECOMMENDATION:** 

APPROVE

**County Executive Office Signature** 

#### MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Stone, seconded by Supervisor Buster and duly carried, IT WAS ORDERED that the above matter is approved as recommended.

Ayes:

Buster, Stone, Benoit and Ashley

Navs:

None

Absent:

Tavaglione

Date:

September 28, 2010

XC:

EDA, Waste

Kecia Harper-Ihem Clerk of the Board

By:

3.29

Prev. Agn. Ref.: N/A

District: 5

Agenda Number:

Economic Development Agency
 Communications Site Lease Amendment –Lamb Canyon Landfill – T-Mobile
 September 16, 2010
 Page 2

#### **BACKGROUND:**

In 1998, the County entered into a ground lease agreement with Pac Bell Mobile Services that entitled Pac Bell to install and maintain a communication facility (including a tower structure) in a small area flanking the Lamb Canyon landfill area of operations. Over the years, the leasehold interest was assigned, so the current Lessee is T-Mobile West Corporation. The current lease term expires August 31, 2013. The County has recently entered into a separate ten year ground lease with Sprint for land that is adjacent to the T-Mobile lease area, and will soon enter into a ten year ground leases with Verizon and AT&T, all of which require utilization of T-Mobile's tower structure under separate agreements between the carriers. This first amendment allows for fifteen years of additional term structured as 3 five year options, the first being effective September 1, 2013. The current rent generated by this lease is \$2,163.20, and the rent increases annually at a rate of 4%. This amendment also provides consent to the Verizon and AT&T sub tenancies, and provides that the County will be entitled to a percentage of the rental income provided by such subleases.

Board Policy B-26 requires that the income generated by this lease agreement shall be set aside for public safety, into a fund that is controlled by the Executive Office. Waste Management has consented to this extension of the tenancy and has reviewed and approved of the lease form and content.

Lessee: T-Mobile West Corporation

Premises Location: 16411 Lamb Canyon Road

Beaumont, California

Term: Three consecutive options to extend the term for five years each,

commencing September 1, 2013.

Size: 877 square feet of ground space

Rent: \$2,163.20 per month

\$25,958.40 per year 4% annual increases

Utilities: Provided by Lessee

Maintenance: Provided by Lessee

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

#### **FINANCIAL DATA:**

There are no costs associated with this Form 11.

RF:JF:ra 13.592 10326

'Market: Inland Empire Site Number: IE04507A

Site Name: CM507 Lamb Canyon Landfill

## WEEN DOCUMENT IS FULLY EXECUTED RETURN CLERK'S COPY

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#### FIRST AMENDMENT TO COMMUNICATIONS SITE LEASE AGREEMENT

WHEREAS, the Parties (or, as applicable, their respective predecessors in interest) entered into that certain Communications Site Lease Agreement, dated April 3, 2009 (the "Lease"), for the purpose of Lessee installing, operating, repairing and maintaining Lessee's Facilities on the Premises located at 16411 Lamb Canyon Road, Beaumont, California 92223 (APN# 421-220-025); and

WHEREAS, the Parties desire to enter into this First Amendment for the purpose of allowing Lessee to sublet space within its Premises to New Cingular Wireless PCS, LLC, a Delaware limited liability company, d/b/a AT&T ("AT&T") pursuant to a separate sublease or license agreement between Lessee and AT&T ("AT&T Sublease"); and

WHEREAS, the Parties further desire to enter into this First Amendment for the purpose of allowing Lessee to sublet space within its Premises to Los Angeles SMSA Limited Partnership, a California limited partnership, dba Verizon Wireless, by AirTouch Cellular, its general partner ("Verizon") pursuant to a separate sublease or license agreement between Lessee and Verizon ("Verizon Sublease").

NOW, THEREFORE, in consideration of the mutual covenants and agreements herein contained and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Lessor and Lessee covenant and agree as follows:

#### 1. AT&T Sublease.

- a. Notwithstanding anything to the contrary in the Lease, Lessor hereby approves and grants consent to Lessee to sublet portions of Lessee's Facilities and ground space within the Premises to AT&T to locate, operate, maintain and repair its equipment on Lessee's Facilities and within the Premises, provided that Lessee notifies Lessor in writing of the AT&T Sublease commencement date.
- b. In consideration for Lessor's consent to sublease pursuant to this First Amendment, Lessee shall pay to Lessor twenty-five percent (25%) of the AT&T Sublease rent actually received by Lessee each year ("AT&T Colocation Fee"). The AT&T Colocation Fee shall be payable on the first annual anniversary of the AT&T Sublease commencement date and every annual anniversary thereafter. Within sixty (60) days of Lessee's receipt of Lessor's request, Lessee shall provide Lessor with an AT&T Sublease rent reconciliation report ("AT&T Reconciliation Report") stating the AT&T Sublease rent amount and the 25% amount on an annual basis.
- c. In the event of the expiration or early termination of the AT&T Sublease, Lessee shall provide Lessor with written notice of such change, and the AT&T Colocation Fee shall end and no longer be owed, effective upon the date of expiration or early termination of the AT&T Sublease.

Market: Inland Empire Site Number: IE04507A

Site Name: CM507 Lamb Canyon Landfill

#### 2. Verizon Sublease.

a. Notwithstanding anything to the contrary in the Lease, Lessor hereby approves and grants consent to Lessee to sublet portions of Lessee's Facilities and ground space within the Premises to Verizon to locate, operate, maintain and repair its equipment on Lessee's Facilities and within the Premises, provided that Lessee notifies Lessor in writing of the Verizon Sublease commencement date.

- b. In consideration for Lessor's consent to sublease pursuant to this First Amendment, effective Lessee shall pay to Lessor twenty-five percent (25%) of the Verizon Sublease rent actually received by Lessee each year ("Verizon Colocation Fee"). The Verizon Colocation Fee shall be payable on the first annual anniversary of the Verizon Sublease commencement date and every annual anniversary thereafter. Within sixty (60) days of Lessee's receipt of Lessor's request, Lessee shall provide Lessor with a Verizon Sublease rent reconciliation report ("Verizon Reconciliation Report") stating the Verizon Sublease Rent and the 25% amount on an annual basis.
- c. In the event of the expiration or early termination of the Verizon Sublease, Lessee shall provide Lessor with written notice of such change, and the Verizon Colocation Fee shall end and no longer be owed, effective upon the date of expiration or early termination of the Verizon Sublease.
- 3. Renewal Terms. The current Term of the Lease shall expire on August 31, 2013. Notwithstanding anything to the contrary in any renewal provision of the Lease, commencing on September 1, 2013, Lessee shall have the right to renew the Lease for up to three (3) additional terms of five (5) years (each a "Renewal Term"). Each Renewal Term shall automatically commence, on the same terms and conditions of the Lease, without further action by Lessee, unless Lessee provides Lessor with written notice of its intention not to renew the Lease at least thirty (30) days prior to the end of the current Term or any Renewal Term.
- 4. <u>Notices</u>. All notices, requests, demands and communications under the Lease, as amended hereby, will be given by first class certified or registered mail, return receipt requested, or by a nationally recognized overnight courier, postage prepaid. Notices will be addressed to the parties as follows:

Lessor:

County of Riverside

Economic Development Agency

Real Estate Division 3403 10<sup>th</sup> Street, Suite 500 Riverside, CA 92501

Lessee:

T-Mobile West Corporation

Attn: PCS Leasing Administrator

12920 SE 38<sup>th</sup> Street Bellevue, WA 98006

With a copy to:

T-Mobile West Corporation

Attn: Legal Department 12920 SE 38<sup>th</sup> Street Bellevue, WA 98006 Market: Inland Empire Site Number: IE04507A

Site Name: CM507 Lamb Canyon Landfill

#### 5. Miscellaneous.

- a. The unenforceability, invalidity or illegality of any provision of this First Amendment shall not render any other provision unenforceable, invalid or illegal.
- b. All of the terms and conditions of this First Amendment shall be binding upon, inure to the benefit of, and be enforceable by the Parties hereto and their respective legal representatives, successors and assigns.
- c. Each party agrees to furnish to the other, within 10 days after receipt of written request, such estoppel information as the other may reasonably request.
- d. Lessor agrees to cooperate with Lessee in executing any documents necessary to protect Lessee's rights in or use of the Premises.
- e. This First Amendment may be executed in counterparts and any party may execute any counterpart, each of which shall be deemed to be an original and all of which, taken together, shall be deemed to be one and the same document.
- f. In the event of any conflict or inconsistency between the terms of this First Amendment and the Lease, the terms of this First Amendment shall govern and control.
- g. Except as modified by this First Amendment, the terms and conditions of the Lease remain unmodified and are in full force and effect.

[SIGNATURES NEXT PAGE]

### WHEN COCUMENT IS FULLY EXECUTED RETURN

'Market: Inland Empire Site Number: IE04507A

Site Name: CM507 Lamb Canyon Landfill

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Thans you.

IN WITNESS WHEREOF, the Parties have executed this First Amendment as of the date first written above.

The state of	LESSOR: County of Riverside, a political subdivision	LESSEE: T-Mobile West Corporation, a Delaware corporation
A COMPANY	By: Mann Asleley	By:
30	Print Name: Marion Ashley	Print Name: Allan Tantillo
$\oint$	Title: Chairman of the Board of Supervisors	Title: <u>Director - Tower Asset Management</u>
7	Date:SEP 2 8 2010	Date: 0CT 1 5 2010

APPROVED AS TO FORM:

Synthia M. Gunzel, County Counsel

Print Name: Synthia M. Gunzel

Title: Deputy County Counsel

Market: Inland Empire Site Number: IE04507A Site Name: CM507 Lamb Canyon Landfill

### LESSOR ACKNOWLEDGEMENT

STATE OF CALIFORNIA

COUNTY OF RIVERSIDE
name and title of officer) personally appeared Marion Ashley, who proved to me on the basis of satisfactory evidence to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorize capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.
certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
WITNESS my hand and official seal.
Signature (Seal

Market: Inland Empire Site Number: IE04507A

Site Name: CM507 Lamb Canyon Landfill

#### **LESSEE ACKNOWLEDGEMENT**

STATE OF WASHINGTON	)	
	) ss	
COUNTY OF KING	)	

I certify that I know or have satisfactory evidence that <u>Allan Tantillo</u> is the person who appeared before me, and said person acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the <u>Director - Tower Asset Management</u> of <u>T-Mobile West Corporation</u>, a <u>Delaware corporation</u>, to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated: ()(+1))

CON CONTROL OF WASHINGTON

Notary Public Print Name Angela L. Johnson

My commission expires 2/29/13

(Use this space for notary stamp/seal)