Consent

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





FROM: Economic Development Agency / Facilities Management

SUBJECT: Lease Agreement - Public Defender, Indio

RECOMMENDED MOTION: That the Board of Supervisors:

- 1. Approve the attached Lease Agreement and authorize the Chairman of the Board to execute the same on behalf of the County of Riverside; and
- 2. Find that the project is exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Section 15301, Existing Facilities.

REVIEWED BACKGROUND: Christophe	Commences on Page 2)			
FISCAL PROCEDURES PAUL ANGULO, CPA, A BY SAMUEL WONG	APPROVED AUDITOR-CONTROLLER Cong 6/24/17	Robert Field Assistant Count	y Executive Office	er/EDA
CINANCIAL	Current F.Y. Total Cost:	\$ 354,517	In Current Year E	Budget: Yes
FINANCIAL	Current F.Y. Net County Cost:	\$ 0	Budget Adjustme	ent: No
DATA	Annual Net County Cost:	\$ 0	For Fiscal Year:	2013/14
COMPANION ITE	M ON BOARD AGENDA: N	lo		
SOURCE OF FU	NDS: Eastern Region Detent	ion Center Project	Budget	Positions To Be Deleted Per A-30 Requires 4/5 Vote
C.E.O. RECOMM	ENDATION:	ROVE		
County Executiv	ve Office Signature BY	enry In	int-	

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Tavaglione, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes:

Jeffries, Tavaglione, Stone, Benoit and Ashley

Nays:

None

Absent:

None

Date 32

July 2, 2013

XC:

ËDA, Public Defender, CIP, Auditor

Prev. Agn. Ref.:

District: 4/4

Agenda Number:

Kecia Harper-Ihem

er: 3

Economic Development Agency / Facilities Management Lease Agreement – Public Defender, Indio June 20, 2013 Page 2

BACKGROUND:

In 2011, California Governor Jerry Brown signed into law Assembly Bill 109, known as the "Realignment Plan" which shifts the responsibility from the state to the counties for the custody, treatment and supervision of certain offenders. This legislation, combined with the current level of demand for detention facilities in the County, has resulted in the need for additional detention system capacity.

To aid in the financing of such a facility, on March 27, 2012, the Board of Supervisors approved item 3.19, entitled "Acceptance of \$100 Million AB 900 Funding Award from the Corrections Standards Authority", formally accepting a funding award in the amount of \$100 million to be applied to the planning, design, and construction of a new detention facility in the County.

The Indio CAC facility at 82-675 Highway 111, Indio was deemed to be the location most suitable for this project and on November 6, 2012, the Board of Supervisors approved item 3.21 for an architectural services agreement to be executed between an architectural firm and the County for the design of a new detention facility at that location.

The County is in the process of designing and constructing a detention facility on the Indio CAC site which will be known as the East County Detention Center. The site is currently improved with office and related facilities totaling approximately 122,000 square feet built from 1968 to 1975. The County plans to relocate the occupants, demolish the facilities, and construct the new detention complex. The new detention complex will feature 1,627 detention beds. On February 26, 2013, the Board of Supervisors approved the Monthly Progress Report Regarding the East County Detention Center, which enumerated the documents required by the State to date in connection with the state-provided bond financing and confirmed the submittal of these documents to the State and compliance by County.

As a companion project to the ECDC project, the Economic Development Agency (EDA) identified County-owned land of approximately 5.68 acres on the southwest corner of Highway 111 and Jackson Street in the City of Indio as the location most suitable for the construction of a privately owned leased office building of approximately 90,000 square feet with a ground lease to the County to accommodate these departments and entities. The District Attorney, Public Defender, County Counsel, and Law Library will be permanently relocated into this new leased facility. As a result of these moves, TLMA and the Assessor-Clerk Recorder also need to be relocated.

On June 24, 2012, EDA issued a Request for Proposal to real estate developers for the planning, design, and construction of a 90,000 square foot office building to be known as the County Law Building and recommended the Board approve a Pre-Development Agreement with the Trammell Crow Company which was approved by the Board of Supervisors on April 9, 2013 as item 3-2. EDA is working to negotiate a Ground Lease and Facilities Lease with Riverside Communities Properties Development Inc. as landlord and will bring these negotiated documents to the Board in the future for Board of Supervisors consideration. The estimated completion timeframe for the County Law Building is no later than the first calendar quarter of 2015.

Due to the necessity to commence demolition of the Indio CAC project in November of 2013 and the inability of the Indio CAC occupants (including the District Attorney and the Offices of the Public Defender) and other entities to occupy the new County Law Building until the first calendar quarter of 2015, there is a need for temporary and/or permanent facilities. The purpose of this Form 11 is to recommend approval of a lease agreement for a temporary facility for the Offices of the Public Defender.

(Continued)

Economic Development Agency / Facilities Management Lease Agreement – Public Defender, Indio June 20, 2013 Page 3

BACKGROUND: (Continued)

The Lease was reviewed and determined to be categorically exempt from CEQA Guidelines Section 15301, Class 1 – Existing Facilities. The proposed project, the Lease, is the letting of property involving existing facilities. No expansion of an existing use will occur.

A summary of the Lease is as follows:

Lessor: Chandrashekar Family Trust

81-719 Dr. Carreon Boulevard, Suite A

Indio, California 92201

Premises: 81-710 Dr. Carreon Boulevard, Suites C,D,G,H

Indio, California 92201

Size: 12,338 square feet

Term: Two (2) years commencing upon completion and acceptance of tenant

improvements. Occupancy anticipated for August 1, 2013.

Rent: \$1.50 per sq. ft.

\$18,507.00 per month \$222,084.00 per year

Annual Adjustment: Three percent

Utilities: County to pay for electrical and telephone; Lessor provides all others.

Custodial: Lessor to provide; County will reimburse on a monthly basis.

Maintenance: Lessor to provide; County to reimburse for interior maintenance.

Termination: County has the right to terminate the Lease with sixty days notice after

eighteen months.

RCIT: \$59,780.00

Improvements: Lessor to complete improvements. County will reimburse upon

completion and acceptance. Cost not to exceed \$64,448.00, which includes a \$5,000.00 contingency for any additional items requested

by County which are not included in the original scope of work.

This Lease Agreement has been reviewed and approved by County Counsel as to legal form.

FINANCIAL DATA:

All associated costs for this Lease Agreement will be fully funded through the Eastern Region Detention Center Project Budget.

Attachments: Exhibit A, Exhibit B, Lease

Exhibit A

Public Defender Lease Cost Analysis FY 2013/14 81-719 Dr. Carreon, Indio, California

Total Square Footage to be Leased: EXPECTED AMOUNTS Current office: Total Expected Lease Cost for FY 2013/14		12,338	SQFT		
ACTUAL AMOUNTS Current Office:		12,338	SQFT SQFT		
Approximate Cost per SQFT (Aug - Jun)	\$	1.50			
Lease Cost per Month (Aug - Jun)	\$	18,507.00	*		
Total Lease Cost (Aug - Jun)			\$ 203,577.00 \$ -		
Total Actual Lease Cost for FY 2013/14 Total Lease Cost Variance for FY 2013/14			\$	203,577.00	\$ 203,577.00
Estimated Additional Costs: EXPECTED AMOUNTS					
Utility Cost per Square Foot Estimated Utility Costs per Month (Aug - Jun)	\$ \$	0.12 1,480.56			
Total Estimated Utility Cost for FY 2013/14					
RCIT					
EDA Lease Management Fee (Based @ 3.89%) Total Estimated Expected Cost for FY 2013/14			\$ -		
ACTUAL AMOUNTS Utility Cost per Square Foot Costs per Month (Aug - Jun)	\$ \$	0.12 1,480.56			
Total Estimated Actual Utility Cost for FY 2013/14	, 		\$ 16,286.16		
RCIT			\$59,780		
Tenant Improvements			\$64,448.00		
EDA Lease Management Fee (Based @ 3.89%) Total Estimated Actual Cost for FY 2013/14			\$ 10,426.17	150,940.33	
Total Estimated Cost Variance for FY 2013/14				•	\$ 150,940.33
TOTAL ESTIMATED COST FOR FY 2013/14					\$ 354,517.33

Exhibit B

Public Defender Lease Cost Analysis FY 2014/15 81-719 Dr. Carreon Blvd., Indio, California

Current Square Feet Occupied:

Current Office:	12,338 SQ	FT		
Approximate Cost per SQFT (July)	\$ 1.50			
Approximate Cost per SQFT (Aug - Jun)	\$ 1.55			
Lease Cost per Month (July - Sept)	\$	18,507.00		
Lease Cost per Month (Oct - June)	\$	19,123.90		
Total Lease Cost (July)			\$ 18,507.00	
Total Lease Cost (Aug - June)			\$ 210,362.90	
Total Expected Lease Cost for FY 2014/15			\$ 228,869.90	
Estimated Additional Costs:				
Utility Cost per Square Foot	\$ 0.12			
Estimated Utility Costs per Month (July - June)	_\$_	1,480.56		
Total Estimated Utility Cost for FY 2014/15			\$ 17,766.72	
 EDA Lease Management Fee (Based @ 3.89%)			\$ 8,903.04	
TOTAL ESTIMATED COST FOR FY 2014/15			\$ 255,539.66	

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LEASE

81-719 Dr. Carreon Blvd

Indio, California

CHANDRASHEKAR FAMILY TRUST, herein called Lessor, leases to the COUNTY OF RIVERSIDE, a political subdivision of the State of California, herein called County, the property described below under the following terms and conditions:

1. **Description.** The premises leased hereby consist of approximately 5,752 square feet on the first floor and 6,586 square feet on the second floor for a total of approximately 12,338 square feet located within that certain building located at 81-719 Dr. Carreon Blvd., Suites C, D, G, H, Indio California, also identified as Assessor Parcel Number 616-160-034, as more particularly shown on Exhibit A, attached hereto, and by this reference made a part of this Lease.

2. Use.

- (a) The premises are leased to County primarily for the purpose of providing office space for use by the Public Defender's office, but may be used for any official business of County government subject to the prior approval of the Lessor, which approval shall not be unreasonably withheld.
- (b) County shall have the exclusive possession of the leased premises and common usage of the walkways, rest rooms, driveways, vehicular parking spaces, and other similar facilities maintained by Lessor for other tenants and the public.

3. Term.

(a) The Term of this Lease shall be for a period of twenty four (24) months commencing after County's approval of this Lease or the date thereafter upon which County can take useful occupancy, subject to the provisions contained in Paragraph 13 herein. County reserves the right to determine if the leased premises are prepared for useful occupancy, which determination shall be reasonably exercised after full consultation and advice to Lessor.

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- (b) Any holding over by County after the expiration of said term shall be deemed a month-to-month tenancy upon the same terms and conditions of this Lease provided however, that monthly rent shall be due in the amount of 100% of the rent due at the regular expiration of this Lease
- 4. Option to Extend. County shall have the option to extend the term of this Lease for a separate and consecutive two six (6) month periods, which option shall be exercised by County giving Lessor notice of its election thereof, in writing, no later than sixty (60) days prior to the expiration of the initial term of this Lease.

5. Rent.

- (a) County shall pay the sum of Eighteen Thousand Five Hundred Seven Dollars and 00/100 (\$18,507.00) per month to Lessor as rent for the leased premises, payable, in advance, on the first day of the month without deduction or offset; provided, however, in the event County cannot take useful occupancy of the leased premises until after the first day of the month, the rentals for the first and last months shall be pro-rated on a thirty (30) day calendar basis, payable on the date of occupancy for the first month and on the first day of the last month, or as soon thereafter as a warrant can be issued in the normal course of County's business.
- (b) Notwithstanding the provisions of Paragraph 5(a) herein, the monthly rent shall be increased on each anniversary of this Lease by an amount equal to three (3%) percent of such monthly rental. In the event County exercises their option to extend the lease pursuant to paragraph 4 above, the annual rent shall be increased three (3%) percent.

6. Custodial.

(a) **Custodial Services.** Lessor shall provide, or cause to be provided, and pay for all custodial services in connection with the Leased Premises and such services shall be provided as set forth in the attached Exhibit B. In addition to the monthly rent as set forth in paragraph 5, County shall reimburse Lessor on a monthly basis for custodial service and pay a five (5%) percent administrative fee. The monthly cost for Custodial Services including the five (5%) percent fee shall not exceed \$3,622.70 per month subject to any increases during the

term of this lease. The provider of such custodial services will perform background checks through LiveScan or in the manner specified by County, of qualified permanent and temporary employees to determine their suitability for employment. The provider will be bonded in the sum of \$10,000.00, and proof of such insurance, as supplied by the Lessor, shall be furnished prior to occupancy of Premises by County. In addition to bonding as required herein, Lessor shall also receive proof of statutory workers' compensation insurance, commercial general liability and vehicle liability insurance from the provider of any custodial functions performed at the Premises location.

7. Utilities. County shall pay for all electric and telephone services used in

7. Utilities. County shall pay for all electric and telephone services used in connection with the leased premises. Lessor shall provide, or cause to be provided, and pay for the following: water, gas, refuse collection and sewer services, as may be required in the maintenance, operation and use of the leased premises.

8. Maintenance.

- (a) Lessor warrants that the leased premises shall be in good and suitable condition for the uses contemplated herein at such time as County can take useful occupancy. Lessor shall keep the interior of the leased premises in good condition, and in compliance with all federal, state and local laws, ordinances, rules, codes and regulations including but not limited to fire, health and safety. Lessee shall reimburse Lessor for interior maintenance requested on a monthly basis, Lessor to provide an itemized statement. Lessor shall maintain the exterior of the leased premises, insect/pest control services, air conditioning equipment, heating equipment, plumbing, electrical wiring and fixtures, windows and structural parts, in good working condition and repair and in compliance with all laws, ordinances, rules and regulations, including, but not limited to, the Americans with Disabilities Act. Lessor shall have the right to enter the premises at all times as necessary to carry out its responsibilities under this lease.
- (b) Notwithstanding the provisions contained in Paragraph 8(a) above, in the event an emergency including a failure of the A/C or HVAC, arises which requires or necessitates repairs to the leased premises in order to insure the health and safety of persons or property or both, and Lessor fails, or refuses, to make such repairs in an expeditious manner after written

notice from County, County may undertake such repairs and notify Lessor thereof in writing promptly thereafter.

9. Improvements by Lessor.

- (a) Lessor shall prepare the leased premises for useful occupancy as shown on Exhibit C, attached hereto and by this reference made a part of this Lease in an amount not to exceed \$64,448.00 which includes a \$5,000.00 contingency for any additional items requested by County which are not included in the original scope of work. The cost of said improvements shall be set forth in an itemized statement including contingency and included in Exhibit C. Upon completion and acceptance of all tenant improvements Lessor shall provide an itemized invoice to County within 30 days. Payment shall be made by County to Lessor within 45 days of receipt of itemized statement.
- (b) Lessor recognizes and understands that said preparation of the leased premises shall be subject to the provisions contained in the California Labor Code (commencing with Section 1720) relating to general prevailing wage rates and other pertinent provisions therein.
- (c) Lessor shall comply and stay current with all applicable building standards, which may change from time to time, including but not limited to, the Americans with Disabilities Act in preparing the premises for occupancy as specified in Paragraph 9(a) above.
- (d) Upon vacating the premises County shall restore the premises to the condition prior to installation of the improvements.

10. Improvements by County.

- (a) Any alterations, improvements or installation of fixtures to be undertaken by County shall have the prior written consent of Lessor after County has submitted plans for any such proposed alterations, improvements or fixtures to Lessor in writing. Such consent shall not be unreasonably withheld by Lessor.
- (b) All alterations and improvements made, and fixtures installed, by County shall remain County property and may be removed by County at or prior to the expiration of this Lease; provided, however, that such removal does not cause injury or damage to the leased

premises, or in the event it does, the premises shall be restored to their original condition prior to the removal of the same.

11. Indemnification and Hold Harmless.

- (a) Lessor shall indemnify and hold harmless the County Parties from any liability, including, but not limited to, property damage, bodily damage, bodily injury, or death, or from any services provided by Lessor Parties or any act, error, omission, of Lessor Parties or of any invitee, guest, or licensee of Lessor in, on, or about the Project arising out of, from or in any way relating to this Lease. When indemnifying County Parties, Lessor shall defend at its sole cost and expense, including but not limited to, reasonable attorney fees, cost of investigation, defense and settlements or awards, on behalf of the County parties in any claim or action based upon such liability.
- (b) County shall indemnify and hold harmless the Lessor Parties from any liability, including, but not limited to, property damage, bodily injury, or death or from any services provided by County Parties, or any act, error, omission, of County Parties, employees of the Public Defender's office and their clients, witnesses and related parties or of any invitee, guest, or licensee of County in, on, or about the Project arising out of, from or in any way relating to this Lease. County shall defend at its sole cost and expense, including, but not limited to, reasonable attorney fees, cost of investigation, defense and settlements or awards, on behalf of the Lessor Parties in any claim or action based upon such liability. "County Parties" means any official, officer, employee, agent or representative of the County. "Lessor Parties" means Lessor and Lessor's affiliates, officers, directors, employees, agents and representatives.
- (c) With respect to any action or claim subject to indemnification herein, the indemnifying party shall, at their sole cost, have the right to use counsel of their choice and shall have the right to adjust, settle, or compromise any such action or claim without the prior consent of the indemnified party; provided, however, that any such adjustment, settlement or compromise in no manner whatsoever limits or circumscribes the indemnifying party's obligation to indemnify as set forth herein.

- (d) The indemnifying party's obligation hereunder shall be satisfied when they have provided the indemnified party the appropriate form of dismissal relieving the indemnified party from any liability for the action or claim involved.
- (e) The specified insurance limits required in this Lease shall in no way limit or circumscribe the indemnifying party's obligation to indemnify as set forth herein.
- (f) In the event there is conflict between this clause and California Civil Code Section 2782, this clause shall be interpreted to comply with Civil Code 2782. Such interpretation shall not relieve the indemnifying party's obligation to provide indemnification to the fullest extent allowed by law.
- (g) Survival of Indemnification. The paragraphs of this Paragraph 11 shall survive the expiration or earlier termination of this Lease until all claims against County Parties or Lessor Parties involving any of the indemnified matters are fully, finally, and absolutely barred by the applicable statutes of limitations.

12. Insurance.

- (a) Lessor's Insurance. Without limiting or diminishing any indemnification contained within this Lease, Lessor and/or their authorized representatives, including, if any, a property management company, shall procure and maintain or cause to be maintained, at its sole cost and expense, the following insurance coverage during the term of this Lease.
- coverage, including but not limited to, premises liability, contractual liability, products/completed operations, personal and advertising injury, cross liability coverage, property damage, and personal injury arising out of or relating, directly or indirectly, to the design, construction, maintenance, repair, alteration and ownership of the Premises and all areas appurtenant thereto including claims which may arise from or out of Lessor's operations, use, and management of the Premises, or the performance of its obligations hereunder. Policy shall name the County of Riverside, its Special Districts, Agencies, Districts and Departments, their respective Directors, Officers, Board of Supervisors, elected and appointed officials, employees, agents, independent contractors or representatives as an Additional Insured.

Policy limits shall not be less than \$1,000,000 per occurrence. If such insurance contains a general aggregate limit, it shall apply separately to this Lease or be no less than two (2) times the occurrence limit.

(2) **Property** (Physical Damage).

- (1) All-Risk real property insurance coverage, for the full replacement cost value of buildings, structures, fixtures, all improvements therein, and building systems on the Project as the same exists at each early anniversary of the term.
- (2) During such time, prior to the commencement of this Lease while Lessor is preparing the Premises in accordance with Exhibit B, Lessor shall keep or require its Contractor to keep in full force and effect, a policy of Course of Construction Insurance covering loss or damage to the Premises for the full replacement value of such work. The Named Insured shall include the Lessor, County and Contractor as their interests appear.

Lessor or its Contractor shall be responsible for any deductible payments that result from a loss at the Premises under this coverage. If, at the time of any loss to the property described on Exhibit B, it is determined that the insurance has not been carried or the insurance does not cover the loss of property being installed, the Lessor shall be responsible to pay the loss without contribution from the County.

- (b) County's Insurance. Without limiting or diminishing any indemnification contained within this Lease, County and/or their authorized representatives, including, if any, a property management company, shall procure and maintain or cause to be maintained, at its sole cost and expense, the following insurance coverage during the term of this Lease.
- (1) Commercial General Liability. Commercial General Liability Insurance coverage, including but not limited to, premises liability, contractual liability, products/completed operations, personal and advertising injury, cross liability coverage and employment practices liability covering bodily injury, property damage, and personal injury arising out of or relating, directly or indirectly, to the maintenance, repair, alteration and ownership of the Premises and all areas appurtenant thereto including claims which may arise from or out of Lessee's operations, use, and management of the Premises, or the performance of its obligations

hereunder. Policy shall name the Lessor its employees, agents, independent contractors or representatives as an Additional Insured. Policy limits shall not be less than \$1,000,000 per occurrence. If such insurance contains a general aggregate limit, it shall apply separately to this Lease or be no less than two (2) times the occurrence limit.

- (2) County may obtain insurance coverage for Counties personal property, fixtures and improvements, but in no event shall Lessor be responsible for loss or damage to the same.
- (3) Workers' Compensation. Workers' Compensation Insurance (Coverage A) as prescribed by the laws of the State of California. Policy shall include Employers' Liability (Coverage B) including Occupational Disease with limits not less than \$1,000,000 per person per accident. The policy shall be endorsed to waive subrogation in favor of The County of Riverside.

(j) General Insurance Provisions — All Lines.

- (1) Any insurance carrier providing Lessor's or County's insurance coverage hereunder shall be admitted to the State of California and have an A.M. BEST rating of not less than an A:VIII (A:8) unless such requirements are waived, in writing, by the County Risk Manager or Lessor, as appropriate. If the County's Risk Manager or Lessor waives a requirement for a particular insurer such waiver is only valid for that specific insurer and only for one policy term.
- (2) The County Lessor or Lessor's insurance carrier(s) must declare its insurance deductibles or self-insured retentions. If such deductibles or self-insured retentions exceed \$500,000.00 per occurrence such deductibles and/or retentions shall have the prior written consent of the County Risk Manager or Lessor, as appropriate, before the commencement of the Lease term. Upon notification of deductibles or self-insured retentions which are deemed unacceptable to the County, at the election of the County's Risk Manager, Lessor's carriers shall either: 1) reduce or eliminate such deductibles or self-insured retentions as respects this Agreement with the County, or 2) procure a bond which guarantees payment of losses and related investigations, claims administration, defense costs and expenses.

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- (3) At the inception of this Lease and annually at the Lessor's or County's insurance policy renewal date(s), the Lessor or County shall cause their insurance carrier(s) to furnish the County of Riverside or Lessor with 1) a properly executed original Certificate(s) of Insurance and certified original copies of Endorsements effecting coverage as required herein; or, 2) if requested to do so orally or in writing by the County Risk Manager or Lessor, provide original Certified copies of policies including all Endorsements and all attachments thereto, showing such insurance is in full force and effect. Further, said Certificate(s) and policies of insurance shall contain the covenant of the insurance carrier(s) shall provide no less than thirty (30) days written notice be given to the County of Riverside or Lessor prior to any material modification or cancellation of such insurance. In the event of a material modification or cancellation of coverage, this Lease shall terminate forthwith, unless the County of Riverside or Lessor receives, prior to such effective date, another properly executed original Certificate of insurance and original copies of endorsements or certified original policies, including all endorsements and attachments thereto evidencing coverage and the insurance required herein is in full force and effect. Individual(s) authorized by the insurance carrier to do so on its behalf shall sign the original endorsements for each policy and the Certificate of Insurance. The Lease term shall not commence until the County of Riverside or Lessor has been furnished original Certificates of Insurance and certified original copies of endorsements or policies of insurance including all endorsements and any and all other attachments as required in this Section.
- (4) It is understood and agreed by the parties hereto and the Lessor's and County's insurance company(s) that the Certificate(s) of Insurance and policies shall so covenant and shall be construed as primary insurance, and the County's or Lessors insurance and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.

13. Options to Terminate.

(a) In the event County cannot take useful occupancy ninety (90) days from final execution of this Lease, subject to extension for acts of God, force majeure and other events beyond the control of Lessor's contractor, then County may, at its election, either (1) deduct

County:

County of Riverside/EDA
Real Estate Division
3403 10th Street, Suite 500
Riverside, California 92501

from any rents that may become due hereunder the sum of \$624.00 for each day the leased premises are not prepared for useful occupancy as liquidated damages for failure to provide useful occupancy in a timely manner as prescribed hereunder. Lessor and County agree that such damages are to be one of the mutually exclusive remedies, as prescribed in this Paragraph 13, for such failure, in that at the time of entering into this Lease it would be impractical and extremely difficult to fix the actual damages that would flow from Lessor's failure to provide useful occupancy in a timely manner, including, but not limited to, the difference in money between the total sum to be paid by County to another party for rent to lease such party's real property, if the rental hereunder is less than the rental to be paid such other party, or (2) cancel this Lease one hundred and twenty (120) days after final execution of this Lease and Lessor hereby waives any and all rights that it may have against County for any costs, expenses and/or charges that Lessor may have incurred as a result of preparing the leased premises for occupancy.

- (b) County or Lessor shall have the option to terminate this Lease if the leased premises are destroyed or damaged (exclusive of County's alterations or improvements) to the extent that they cannot be repaired within sixty (60) days. If the damage can be repaired within sixty (60) days and if Lessor has received insurance proceeds sufficient to repair such damage, it shall be the duty of the Lessor to make such repairs promptly, and during said period, the rent shall abate pro rata as to any portion of the leased premises not usable by the County.
- (c) The County shall have the option to terminate this Lease after 18 months of occupancy, by providing Lessor sixty (60) days' notice thereof in writing.
- **14. Notices.** Any notices required or desired to be served by either party upon the other shall be addressed to the respective parties as set forth below:

Lessor:

Jambur E. Chandrashekar, MD 81-719 Doctor Carreon Blvd., Suite A Indio, California 92201

or to such other addresses as from time to time shall be designated by the respective parties.

- 15. Quiet Enjoyment. Lessor covenants that County shall at all times during the term of this Lease peaceable and quietly have, hold and enjoy the use of the leased premises so long as County shall fully and faithfully perform the terms and conditions that it is required to do under this Lease.
- 16. Binding on Successors. The terms and conditions herein contained shall apply to and bind the heirs, successors in interest, executors, administrators, representatives and assigns of all the parties hereto.
- 17. Severability. The invalidity of any provision in the Lease as determined by court of competent jurisdiction shall in no way affect the validity of any other provision hereof.
- 18. Venue. Any action at law or in equity brought by either of the parties hereto for the purpose of enforcing a right or rights provided for by this Lease shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereto waive all provisions of law providing for a change of venue in such proceedings to any other county.
- 19. Attorneys' Fees. In the event of any litigation or arbitration between Lessor and County to enforce any of the provisions of this Lease or any right of either party hereto, the unsuccessful party to such litigation or arbitration agrees to pay to the successful party all costs and expenses, including reasonable attorneys' fees, incurred therein by the successful party, all of which shall be included in and as a part of the judgment rendered in such litigation or arbitration.
- **20.** County's Representative. County hereby appoints the Assistant County Executive Officer / EDA as its authorized representative to administer this Lease.
- 21. Entire Lease. This Lease is intended by the parties hereto as a final expression of their understanding with respect to the subject matter hereof and as a complete and exclusive statement of the terms and conditions thereof and supersedes any and all prior and

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contemporaneous leases, agreements and understandings, oral or written, in connection therewith. This Lease may be changed or modified only upon the written consent of the parties hereto.

22. Interpretation. The parties hereto have negotiated this Lease at arm's length with advice of their respective attorneys, and no provision contained herein shall be construed against County solely because it prepared this Lease in its executed form.

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1	23. Assignment. County may not	assign this Leas	e without th	e prior writte
2	consent, not unreasonably withheld, of the Lesson	•		
3	24. This Lease shall not be binding	or consummated	d until its a	pproval by the
4	County.			
5	Dated:JUL_ 0 2 2013			
6				
7	COUNTY OF RIVERSIDE	CHANDRASHE	KAR FAMIL	Y TRUST
8 9 10	By: Denoit, Chairman Board of Supervisors	By: <u>& LU</u> Jambur E. C	LUU Chandrashek	<mark>1</mark> ar, MD
11				
12 13 14	Attest: Kecia Harper-Ihem Clerk of the Board			
15 16	By: Deputy			
17				
18	Approved as to Form:			
19	Pamela J. Walls County Counsel			
20				
21	Ву:			
22	Patricia Munroe, Deputy			
23				
24				
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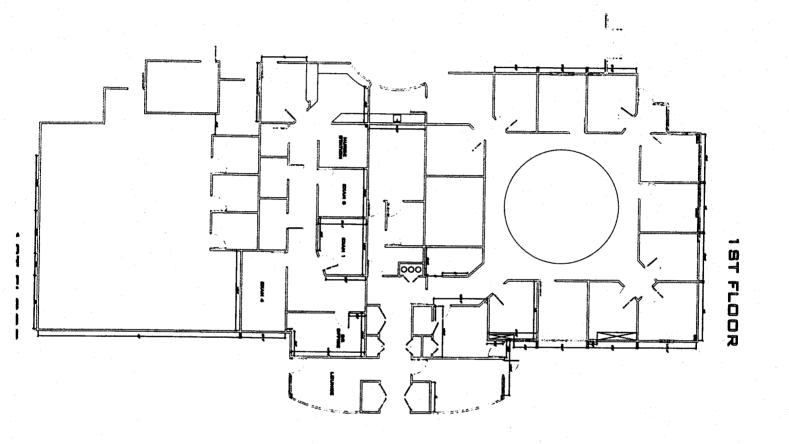
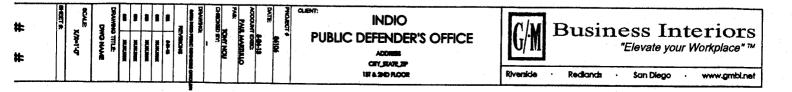
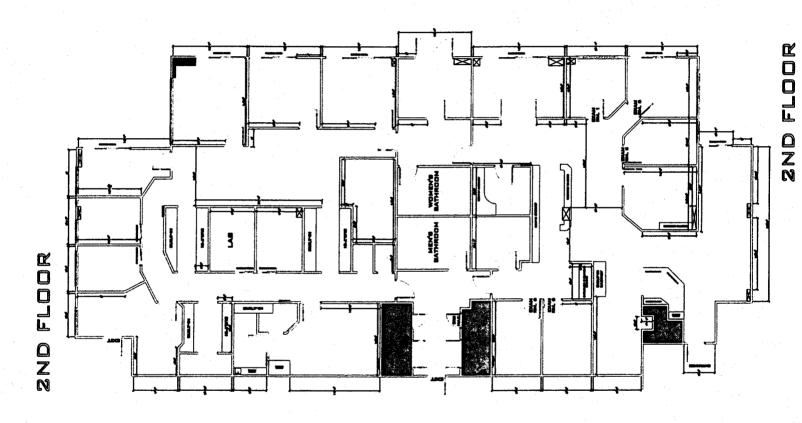


EXHIBIT A





COUNTY OF RIVERSIDE Economic Development Agency Real Estate Division

CUSTODIAL SERVICES REQUIREMENTS FOR LEASED FACILITIES

- 1. Background checks shall be performed, in a manner specified by County, of all qualified permanent and temporary employees.
- 2. Provide all required services and supplies.
- 3. Perform services five days a week during the hours of 5:00 pm to 1:00 am only.
- 4. Provide and replace all fluorescent light tubes and incandescent light bulbs using only those types of tubes and bulbs that are energy efficient as indicated by manufacturer. Fixture reflectors shall be wiped clean with each relamping.
- 5. Lessor and custodial staff shall be responsible for key control. Issuing keys to workers, collecting said keys at shift end and retrieving keys at the end of custodian's employment. If keys are lost, stolen or misplaced, rekeying costs are landlord's responsibility.
- 6. **SPECIFIC SERVICES** Frequency and coverage:

A. Daily:

1. Rest Rooms:

Empty all trash containers, refill dispensers, damp mop floors, clean, sanitize and polish all plumbing fixtures, chrome fittings, flush rings, drain and overflow outlets, clean and polish mirrors, clean wall adjacent to hand basins/urinals, dust metal partitions, remove finger prints from walls, switches, etc.

2. Lobby Area – Main Corridors – Stairways:

Remove trash, vacuum, vacuum/damp mop tile, clean lobby and entrance doors, clean and sanitize drinking fountains.

3. Employee Break Rooms/Kitchen:

Remove trash from building and deposit in dumpster, vacuum rugs and carpet, wipe spills, mop tile floor, remove fingerprints from doors, light switches, etc., and refill dispensers.

4. General and Private Areas:

Remove trash, vacuum carpets, mop tile floors, spot clean interior partition glass, clean counter tops and blackboards, dust desks,

conference tables, credenza/file cabinets and bookcases.

5. **Building Security:**

- a. Turn off all lights (except security and night lights).
- b. Close windows
- c. Reset alarms and lock all doors.

B. Weekly - All Areas:

Polish buff hard resilient floors in traffic areas, spot clean carpeted areas.

Dust all high and low horizontal surfaces, including sills, ledges, moldings, shelves, locker tops, frames and file cabinets, damp wipe plastic and leather furniture.

Remove fingerprints from doors, elevator walls and controls, frames and light switches in office areas, clean and polish bright metal to 70" height, clean and sanitize waste containers in rest rooms and break rooms.

C. Monthly – All Areas:

Clean interior glass partitions/doors, dry dust wood paneling, remove dust/cobwebs from ceiling areas.

Spray buff resilient/hard floor areas, detail vacuum carpet edges, under desk/office furniture.

D. Quarterly - All Areas:

Spray buff resilient and hard surface floors and apply floor finish.

Clean interior/exterior windows, clean/polish office furniture, damp clean diffuser outlets in ceiling/wall, wash waste containers, clean/dust blinds, wash sanitize.

E. Semi-Annually – All Areas:

- 1. All Areas:
 - a. Clean and polish all baseboards.
 - b. Damp clean lobby and reception chairs.
 - c. Clean carpeted surfaces-use a water extraction method.

F. Annually – All Areas:

- 1. All resilient and hard surface floors:
 - a. Move furniture, strip, seal and apply floor finish to all resilient and hard surface floors.

PROJECT NAME: Riverside County TI / Shekar Medical Building

CONSTRUCTION SCOPE OF WORK

cc	TRADE DESCRIPTION	COMMENTS		
	Building Costs			
	DEMOLITION Soft Demo cabinet bottoms at 11 exam rooms. Stack for removal for storage. Uppers to re Clean out procedure room. Move excess to Owners storage in Thermal Remove cabinets from office area behind reception, Suite C			
	INT / EXT DOORS	Install electric release and closer to Suite D waiting room door Install new 30 68 SC door with privacy hardware and timely frame at new opening Suite H		
	PLUMBING	Disconnect 11 sinks for demo Cut and cap feeds for 11 faucets in old exam rooms Run surface mount condensate for new AC unit to scrub sink tail piece Figure 16 hours Drywall new wall at upper suite		
	DRYWALL PATCH			
	ACOUSTIC CEILING	Patch 6 tiles at JFK entry		
	VINYL FLOOR	Patch vinyl at 4 exam rooms. Match as close as possible		
	CARPET / BASE	Patch Carpet at new interview room & 11 exam rooms. Match as close as possible		
	GLAZING	Install tempered glass window with pass thru and speaker between waiting and reception, Suite D Install fixed glass below handicap counter at reception Suite D Install panic hardware and T astrical at west facing double door Install 9 keyless combination entry locksets at exterior doors		
PAINTING Figure 16 hours Add 12,000 BTU wall mounted unit to new server room Service 6 existing AC units				
	Add 208V/30A circuit to new Server AC unit Run 1" conduit from lower server room to upper server room Troubleshoot and connect existing power supply to procedure room Install electric release to Suite D waiting room door Ring out and service existing lights. Figure 8 hours			
	ALLOWANCE			
	CLEANING	NING Complete clean including window coverings, carpets, cabinets, doors, windows and floors		
	PREVAILING WAGE	E All labor costs figured as prevailing wage. No certified payroll figured		
	RESTORATION Restore 11 exam rooms to original configuration at end of lease period.			

Tenant Improvements 81-719 Carreon Blvd., Suites C & D Indio, California

Scope of Work

\$ 1,885.00
\$ 1,560.00
\$ 700.00
\$ 1,560.00
\$ 325.00
\$ 1,252.00
\$ 2,263.00
\$ 1,150.00
\$ 9,535.00
\$ 5,162.00
\$ 3,950.00
\$ 4,334.00
\$ 1,360.00
\$ 6,860.00
\$ 5,250.00
\$ 500.00
\$47,646.00
\$ 4,700.00
\$ 6,282.00
\$ 821.00
\$59,448.00
\$ 5,000.00
\$64,448.00