

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



FROM: Economic Development Agency/Facilities Management

SUBMITTAL DATE: August 27, 2014

SUBJECT: Revenue Lease between the County of Riverside Economic Development Agency and AMIS Pharmacy Corporation, 5 year Lease, District 4/District 4, CEQA Exempt [\$0]

RECOMMENDED MOTION: That the Board of Supervisors:

- 1. Find that the leasing of the building is exempt from California Environmental Quality Act (CEQA) pursuant to CEQA guidelines section 15061 (b) (3), as it can be seen with certainty that there is no possibility the activity in question may have a significant effect on the environment; and Section 15301, Class 1, as the project involves negligible or no expansion of an existing use;
- 2. Approve the Lease between AMIS Pharmacy Corporation DBA as Mecca Community Pharmacy as Lessee, and the County of Riverside as Lessor and authorize the Chairman of the Board to execute the same on behalf of the County; and

(Continued)

Robert Field

Assistant County Executive Officer/EDA

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	O	ngoing Cost:	(per Exec. Office)	
COST	\$ 0	\$ 0	\$ C	\$	0	Consent □ Policy	
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$	0	Consciil Li Tolloy	
SOURCE OF FUNDS: N/A					Budget Adjustment: No		
					For Fiscal Year	2014/15 – 2018/19	
C.E.O. RECOMME	NDATION:						

APPROV

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Tavaglione, seconded by Supervisor Benoit 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:

September 9, 2014

XC:

EDA, Recorder

Prev. Agn. Ref.: District:

Agenda Number:

Kecia Harper-Ihem

Clerk/of the B

Positions Added

Change Order

4/5 Vote

A-30

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

Economic Development Agency/Facilities Management

FORM 11: Revenue Lease between the County of Riverside Economic Development Agency and AMIS

Pharmacy Corporation, 5 year Lease, District 4/District 4, CEQA Exempt [\$0]

DATE: August 27, 2014

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RECOMMENDED MOTION: (Continued)

3. Direct the Clerk of the Board to file the Notice of Exemption with the County Clerk upon approval of the project.

BACKGROUND:

Summary

In 2005 the Riverside Economic Development Agency (EDA) completed construction of the Mecca Family Care Clinic located at 91-275 Avenue 66, Mecca. The facility is primarily occupied by the Department of Public Social Services and the Department of Public Health. A portion of the facility is occupied by the AMIS Pharmacy (Pharmacy) which has occupied clinical office space at the facility since 2008, has requested to extend the lease term for five years, retroactively to January 1, 2014, to continue to provide health care services to the Mecca community and surrounding areas.

The Pharmacy occupies a 1,275 sq. ft. portion of space within the 16,394 sq. ft. Mecca Family Care Clinic with other non-profit health care providers.

No expansion of an existing use will occur pursuant to the California Environmental Quality Act (CEQA) Guidelines Section 15301, Existing Facilities Class 1 and General Rule Exemption Section 15061 (b) (3), a Notice of Exemption will be filed with the County Clerk. The proposed project is the letting of property involving existing facilities with no expansion of existing use.

The terms of the lease are as follows:

Lessee:

AMIS Pharmacy Corporation, dba Mecca Community Pharmacy

Premises:

91-275 Avenue 66, Mecca, CA

Square Footage:

1,275 square feet, expiring December 31, 2018

Term:

Five Years

Monthly Rent:

Current

New

\$1.35 per sq. ft.

\$1.35 per sq. ft.

\$1,721 per month

\$1,721 per month

\$20,652 per year

\$20,652 per year

Rent Adjustments: The Rent shall be increased two percent annually during the term

Impact on Residents and Businesses

The Pharmacy will continue to provide the Mecca community and surrounding areas with health care benefits and clinical services at the Mecca Family Health Care Clinic.

SUPPLEMENTAL:

Additional Fiscal Information

None

(Continued)

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Economic Development Agency/Facilities Management

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DATE: August 27, 2014

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Contract History and Price Reasonableness

This is a new five year lease. The lease rate is deemed competitive based on current market rate.

Attachments: Revenue Lease Notice of Exemption



Original Negative Declaration/Notice of Determination was routed to County

Clerks for posting on.

NOTICE OF EXEMPTION

Initial

June 30, 2014

Project Name: County of Riverside, Mecca Community Pharmacy, Mecca Family Care Clinic Site Lease

Project Number: FM047460000800

Project Location: APN: 727-272-030; 91-275 Avenue 66, Mecca, California Latitude: 33° 34′ 8.4″N, Longitude: -116° 04′ 12.68″W. (See attached exhibit).

Description of Project: The County of Riverside, Economic Development Agency (EDA) proposes to enter into a five year revenue lease agreement, commencing retroactively January 1, 2014, with AMIS Pharmacy Corporation, DBA Mecca Community Pharmacy as Lessee for clinical office space at the Mecca Family Care Clinic. AMIS Pharmacy has occupied the office space at the facility since 2008 and has requested to extend its tenancy with the County and continue to provide health care services to the Mecca community and surrounding areas. The pharmacy occupies a 1,275 sq. ft. portion of space within the 16,394 sq. ft. Mecca Family Care Clinic along with the Department of Public Social Services and the Riverside Community Health Agency.

The proposed lease is the letting of property involving existing facilities with no expansion of existing use. The pharmacy will continue to provide the Mecca community and surrounding areas with health care benefits and clinical services at the Mecca Family Health Care Clinic. No physical changes to the structure are anticipated and the clinic will continue to operate as it currently exists.

Name of Public Agency Approving Project: County of Riverside, Economic Development Agency

Name of Person or Agency Carrying Out Project: County of Riverside, Economic Development Agency

Exempt Status: California Environmental Quality Act (CEQA) Guidelines, Section 15301, Class 1 – Existing Facilities and General Rule Exemption Section 15061.

Reasons Why Project is Exempt: The project is exempt from the provisions of CEQA specifically by the State CEQA Guidelines as identified below. The project will not result in any specific or general exceptions to the use of the categorical exemption as detailed under State CEQA Guidelines Section 15300.2. The project will not cause any impacts to scenic resources, historic resources, or unique sensitive environments. Further, no unusual circumstances or potential cumulative impacts would occur that may reasonably create an environmental impact. The project only includes entering into a new lease with the existing tenant. These changes will not alter the existing and ongoing use of the site as a health care services provider and will neither increase nor decrease the level of service that occurs at the site. Therefore, no environmental impacts are anticipated to occur.

SEP 092014 3-3

P.O. Box 1180 • Riverside, California • 92602 • 1: 95) 955,8916 • P: 951,955,6686 WWW.rivcoeda.org

Administration Aviation Business Intelligence Cultural Services Community Services Custodial Housing Housing Authority Information Technology Maintenance Marketing Economic Development Edward-Dean Museum Environmental Planning Fair & National Date Festival Foreign Trade Graffiti Abatement Parking
Project Management
Purchasing Group
Real Property
Redevelopment Agency
Workforce Development

- Section 15301 Class 1 Existing Facilities Exemption. The project as proposed is a continued lease of a public facility between the County of Riverside, Economic Development Agency and Mecca Community Pharmacy. The lease for the existing public structure has been ongoing between both parties since 1999. The new lease will not alter the existing and ongoing use of the site as a health care services provider and will neither increase nor decrease the level of service that occurs at the site. No construction will occur as part of this lease.
- Section 15061 (b) (3) General Rule or "Common Sense" Exemption. The State CEQA Guidelines provides this exemption based upon the general rule that CEQA only applies to projects with the potential to cause a significant effect on the environment. With certainty, there is no possibility that the proposed project may have a significant effect on the environment. The new lease will not require any construction activities and will not result in any operational changes of the use of the site as a health care services provider. Further, the lease will not expand or intensify the ongoing use of the site as a clinic. Therefore, in no way would the project as proposed have the potential to cause a significant environmental impact and the project is exempt from further CEQA analysis.

Based upon the identified exemptions above, the County of Riverside, Economic Development Agency hereby concludes that no physical environmental impacts are anticipated to occur and the project as proposed meets all of the required categorical exemptions as identified. No further environmental analysis is warranted.

John Alfred, Acting Senior Environmental Planner County of Riverside, Economic Development Agency

REVENUE LEASE BETWEEN THE

COUNTY OF RIVERSIDE ECONOMIC DEVELOPMENT AGENCY AND AMIS PHARMACY CORPORATION DBA, MECCA COMMUNITY PHARMACY PERTAINING TO USE OF SPACE AT 91-275 AVENUE 66, MECCA, CALIFORNIA

This Lease is entered into as of the day of formula, 2014, by and between the County of Riverside, through its Economic Development Agency, as landlord, hereinafter referred to as "County," and the AMIS Pharmacy Corporation dba, Mecca Community Pharmacy as tenant, hereinafter referred to as "Lessee."

The parties, for mutual consideration contained herein, agree to as follows:

SECTION 1. Premises. The Premises shall consist of a portion of the building as defined herein, including all improvements therein or to be provided by County under the terms of this Lease, and commonly known as 91-275 Avenue 66, located in Mecca, County of Riverside, State of California, generally described as:

- A. Office space consisting of approximately 1,275 square feet, as more particular shown on Exhibit A, attached hereto, and by reference made part of this lease, hereinafter referred to as "Pharmacy."
- B. The premises, the building, parking lot, common areas, backup generator, the land upon which they are located, along with other buildings and improvements thereon, are herein collectively referred to as the "Center."
- **SECTION 2.** Use. The premise is leased to Lessee for the purpose of providing retail pharmacy services for the benefit of the unincorporated community of Mecca and surrounding communities.
- **SECTION 3.** Term. The term of the Lease shall be five years, commencing January 1, 2014, and expiring at midnight on December 31, .
- (a) The Premises are leased to Lessee for the purpose of providing retail pharmaceutical services for the benefit of the unincorporated community of Mecca and surrounding communities.

- (b) Hours of Operation:
- 1. The Pharmacy shall, at minimum, be open to the public Monday through Friday from 8:00 a.m. to 6:00 p.m.
- The Pharmacy may be open evenings, weekends and holidays at the discretion of the Lessee.

SECTION 4. Extension. Any extension of the term of this sublease shall be upon mutual agreement by County and Lessee, and shall be incorporated by amendment to the Lease.

SECTION 5. Rent. Lessee shall pay \$1,721 per month (1.35 per square foot) to the County on the first of every month ("Rent"). An annual increase of 2% to Rent shall commence in the second year of the lease and annually thereafter, for the term of this Lease. Payments shall be mailed to: Riverside County Economic Development Agency-Fiscal Department, 3133 Mission Inn Avenue, Riverside, CA 92507.

SECTION 6. Utilities & Maintenance. Rent shall include all utility services used in connection with the operation of the premises (excluding phones and computer connectivity) throughout the term of this lease including water, sewer, gas, refuse removal, electrical, building maintenance and repair, and security services, parking spaces, fire insurance and extended coverage, building signage as applicable, and landscaping.

SECTION 7. Improvements. County has prepared the Premises for useful occupancy as necessary to perform the functions required. All alterations and improvements to be made and fixtures installed or caused to be made and installed, shall become the property of County with the exception of Lessee may remove such shelving provided, however, that such removal does not cause injury or damage to the leased Premises, or in the event it does, Lessee shall restore the Premises to their original shape and condition. In the event shelving is not removed, County may at its own discretion, either: 1) remove and store such shelving and restore the Premises for the account of Lessee, and in such event, Lessee shall within thirty days (30) after

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billing and accounting reimburse County for the costs so incurred, or 2) take and hold such shelving as its sole property.

SECTION 8. County's Obligation. County's obligation over the life term of the lease shall include:

- A Care of landscaping (including plant materials and irrigation equipment) and hardscaping.
 - B. Back-up generator maintenance, testing, fueling, and permitting.
 - C. Payment for sewer, water, electrical, trash.

SECTION 9. Lessee's Obligation. Lessee's obligations shall include:

- A. Compliance with federal, state and local laws, rules and regulation and in particular meet and maintain State of California's licensing requirements to operate a retail pharmacy.
- B. Sole responsibility for the security measures to safeguard the storage and dispensing of medications and medical supplies.
- C. Arrange and pay all costs for computers, internet services and custodial services.

SECTION 10. Option to Terminate.

- A. Lessee shall have the option to terminate this lease if the Center is destroyed or damaged to the extent that it cannot be repaired within sixty (60) days, or if more than 25% of the Premises are destroyed.
- B. County may terminate this lease in the event of a material default and breach of this lease, by giving (30) days written notice of such breach and Lessee has failed to either cure the default or commerce such cure in a timely manner.

SECTION 11. Taxes, Assessments and Fees.

(a) Lessee recognizes and understands the terms of this Lease shall result in the creation of a possessory interest, subject to taxation. Lessee shall be responsible the payment of possessory interest taxes levied on such interest. Lessee shall be

responsible for the payment of, and shall timely pay, all taxes, including personal property taxes, assessments, and fees assessed or levied upon Lessee.

(b) Lessee further agrees not to allow such taxes, including personal property taxes, assessments, or fees to become a lien against said premises or any improvement thereon. Nothing herein contained shall be deemed to prevent or prohibit Lessee from contesting the validity of amount of any such tax, assessment, or fee in any manner authorized by law.

SECTION 12. Inspection of Premises. County, through its duly authorized agents, shall have the right to enter the leased premises for the purpose of inspecting, monitoring, and evaluating the obligations of Lessee hereunder and for the purpose of doing any and all things which it is obligated and has a right to do under this Lease.

SECTION 13. Quiet Enjoyment. Lessee shall have, hold and quietly enjoy the use of the leased premises so long as it shall fully and faithfully perform the terms and conditions that it is required to do under this Lease.

SECTION 14. Compliance with Government Regulations. Lessee shall, at Lessee's sole cost and expense, comply with the requirements of all local, state and federal statutes, regulations, rules, ordinances and orders now in force or which may be hereafter in force, pertaining to the leased premises. Any final judgment, decree or order of any court of competent jurisdiction, or the admission of Lessee in any action or proceedings against Lessee that Lessee has violated any such statutes, regulations, rules, ordinances or orders in the use of the leased premises, shall be conclusive of that fact as between County and Lessee.

SECTION 15. Nondiscrimination. Lessee herein covenants by and for himself or herself, his or her heirs, executors, administrator, and assigns, and all persons claiming under or through them, that this Lease is made and accepted upon and subject to the following conditions: That there shall be no discrimination against or segregation of any person or group of persons on account of any basis listed in section 12955 of the Government Code, and also defined in sections 12926 and 12926.1in the

leasing, subleasing, transferring, use, occupancy, tenure or enjoyment of the Property herein leased, nor shall the Lessee himself or herself, or any persons claiming under or through him or her, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use or occupancy of tenants, lessees, subtenants, subleases or vendees in the Property herein conveyed. The foregoing covenants shall run with the land.

SECTION 16. Default.

- (a) Lessee shall be in default if the Premises is used for any purpose other than that authorized in the Lease, fails to maintain the Premises or the improvements in the manner provided for in the Lease, fails to pay any installment of rent or other sum when due as provided for in the Lease, fails to comply with or perform any other covenant, condition, provision or restriction provided for in the Lease, abandons the Premises, allows the Premises to be attached, levied upon, or seized under legal process; or if the Lessee files or commits an act of bankruptcy, has a receive or liquidator appointed to take possession of the Premises, or commits or permits waste on the Premises (collectively referred to as a "Default"), then the Lessee shall be deemed in default under the terms of the Lease.
- (b) In case of Default, County shall provide a thirty (30) day written notice to Lessee to remedy any and all defaults. Upon the failure of Lessee to promptly remedy such Default, County shall have the right to terminate this Lease and retake possession of the Property together with all additions, alterations, and improvements thereto. County shall also retain all rights to seek any and all remedies at law or in equity.
- **SECTION 17.** Termination by County. Notwithstanding the provisions of Default, County shall have the right to immediately terminate this Lease for the following:
- (a) In the event a petition is filled for voluntary or involuntary bankruptcy for the adjudication of Lessee as debtors.

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- (b) In the event that Lessee makes a general assignment, or Lessee's interest hereunder is assigned involuntarily or by operation of law, for the benefit of creditors.
 - (c) In the event of abandonment of the leased premises by Lessee.
- (d) In the event Lessee fails to perform its obligations to the Incubator Facility.

SECTION 18. Insurance. Lessee shall during the term of this Lease procure at its sole cost and expense and keep in full force and effect from the commencement date of this Lease continuing until the end of the term of the Lease the following insurance provisions:

- (a) <u>Workers' Compensation</u>. Procure and maintain Workers' Compensation Insurance as prescribed by the laws of the State of California.
- (b) Comprehensive General Liability. maintain Procure and Comprehensive Broad Form General Liability insurance coverage that shall protect Lessee from claims including, but not limited to, damages for premises liability, contractual liability, personal and advertising injury (broad form) which may arise from or out of Lessee's operation use and management of the leased premises and grounds or the performance of its obligations hereunder, whether such operations, use or performance be by Lessee, by any subcontractor, vendor, or by anyone employed directly or indirectly by either of them or volunteers serving either of them. Such insurance shall name County of Riverside, its directors, officers, special districts, Board of Supervisors, employees, agents or representatives as additional insureds with respect to this Lease and the obligations hereunder with limits not less than \$1,000,000 per occurrence combined single limit. Policy shall provide for \$5,000 in medical payments coverage per occurrence, and fire legal liability in an amount not less than \$50,000 per occurrence.
- (c) <u>Vehicle Liability</u>. Lessee shall procure auto liability as required by the State of California.

(d) All Risk Real and Personal Property.

- (1) The leased premises will continue to remain insured by the County Property Program at no additional cost to Lessee. The County of Riverside shall continue to be responsible for all risk, earthquake and flood deductibles.
- (2) The leased premises will continue to remain insured by the County Boiler and Machinery Program. The County of Riverside shall continue to be responsible for any and all deductibles relating to Boiler and Machinery insurance coverage.

(e) General Insurance Provisions.

- hereunder shall be admitted to the State of California unless waived, in writing, by County Risk Manager, and such carrier(s) shall have an A.M. BEST rating of not less than an A:VII (A:8). In addition, any deductibles or self-insured retentions must be declared by such carrier(s) and such deductibles and retentions shall have the prior consent, in writing, from the County Risk Manager and, at the election of the County Risk Manager, such carriers shall be notified in writing and shall either: (1) reduce or eliminate such deductibles or self-insured retentions relating to the County of Riverside, its officers, employees or agents, or (2) procure a bond which guarantees payment of losses and related investigations, claim(s) administration and defense expenses and costs. If no written notice is received from County Risk Manager within ten (10) days of the acceptance of agreement then such deductibles or self-insured retentions shall be deemed acceptable.
- (2) Lessee shall cause its insurance carrier(s) to furnish the County of Riverside with either (1) 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, in writing, by County Risk Manager, provide original Certified copies of policies including all endorsements and any and all attachments thereto, showing that such insurance is in full force and effect, and County of Riverside, its

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directors, officers, special districts, Board of Supervisors, elected officials, employees, agents or representatives are named as additional insureds with respect to this Lease and the obligations of Lessee hereunder. Further, said Certificate(s) and policies of insurance shall contain the covenant of the insurance carrier(s) that thirty (30) days' written notice shall be given to the County of Riverside prior to any modification. cancellation, expiration or reduction in coverage of such insurance. In the event of any such modification, cancellation, expiration or reduction in coverage and on the effective date thereof, this Lease shall terminate forthwith, unless the County of Riverside 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 coverages set forth herein and the insurance required herein is in full force and effect. Lessee shall not take possession or otherwise use the leased premises until the County of Riverside has been furnished original Certificate(s) 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. The original endorsements for each policy and the Certificate of Insurance shall be signed by an individual authorized by the insurance carrier to do so on its behalf.

- (3) It is understood and agreed to by the parties, and the insurance company(s), Certificate(s) of Insurance and policies shall so covenant and shall be construed as primary and County's insurance and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.
- (f) <u>Professional Liability</u>. Lessee shall procure and maintain professional liability insurance coverage to protect from any liability whatsoever based on or asserted by any claim, act or omission of Lessee, its officers, agents, employees, subcontractors and independent contractors, relating to or in any way connected with or arising from the agreement and/or for any error or omission by Lessee its employees, agents, Officers or subcontractors. The amount of such insurance shall

not be less than \$1,000,000 per occurrence, combined single limit, and \$2,000,000 in the aggregate.

SECTION 19. Hold Harmless.

- (a) Lessee represents that it has inspected the leased premises, accepts the condition thereof and fully assumes any and all risks incidental to the use thereof. County shall not be liable to Lessee, its officers, agents, employees, subcontractors or independent contractors for any personal injury or property damage suffered by them which may result from hidden, latent or other dangerous conditions in, on, upon or within the leased premises, provided, however, that such dangerous conditions are not caused by the sole negligence of County, its officers, agents or employees.
- (b) The specified insurance limits required in Section 23 above shall in no way limit or circumscribe Lessee's obligations to indemnify and hold County free and harmless herein.

SECTION 20. Assignment. Lessee shall not assign, sublet, mortgage, hypothecate or otherwise transfer in any manner any of its rights, duties or obligations hereunder to any person or entity without the prior written consent of County being first obtained, which consent shall be in the absolute discretion of County. In the event of any such transfer, as provided in this Section, Lessee expressly understands and agrees that it shall remain liable with respect to any and all of the obligations and duties contained in this Lease.

SECTION 21. Indemnification. Unless due to the active negligence of the County, Lessee shall indemnify and hold harmless the County of Riverside, its agencies, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives ("County Parties") from any liability whatsoever, based or asserted upon any act or omission of Lessee, its officers, employees, subcontractors, agents or representatives arising out of or in any way relating to or in any way connected with the

leased premises or this Lease, including but not limited to property damage, bodily injury, or death or any other element of any kind or nature whatsoever. Lessee shall defend, at its sole expense, all costs and fees including, but not limited, to attorney fees, cost of investigation, defense and settlements or awards, County Parties in any claim or action based upon such alleged acts or omissions.

With respect to any action or claim subject to indemnification herein by Lessee, Lessee shall, at their sole cost, have the right to use counsel of their own choice and shall have the right to adjust, settle, or compromise any such action or claim without the prior consent of County; provided, however, that any such adjustment, settlement or compromise in no manner whatsoever limits or circumscribes Lessee's indemnification to County as set forth herein.

Lessee's obligation hereunder shall be satisfied when Lessee has provided to County the appropriate form of dismissal relieving County from any liability for the action or claim involved.

The specified insurance limits required in this Agreement shall in no way limit or circumscribe Lessee's obligations to indemnify and hold harmless the County herein from third party claims.

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 Lessee from indemnifying the County to the fullest extent allowed by law.

Survival of Indemnification. The paragraphs of this Section 21 shall survive the expiration or earlier termination of this Lease until all claims against County Parties involving any of the indemnified matters are fully, finally, and absolutely barred by the applicable statues of limitations.

SECTION 22. Toxic Materials. During the term of the Lease and any extensions thereof, Lessee shall not violate any federal, state or local law, ordinance or regulation, relating to industrial hygiene or to the environmental condition on, under or

about the leased premises, including, but not limited to, soil and groundwater conditions. Further, Lessee, its successors, assigns and sublessees, shall not use, generate, manufacture, produce, store or dispose of on, under or about the leased premises or transport to or from the leased premises any flammable explosives, asbestos, radioactive materials, hazardous wastes, toxic substances or related injurious materials, whether injurious by themselves or in combination with other materials (collectively, "hazardous substances," "hazardous materials" or "toxic substances") in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended, 42 U.S.C. section 9601, et seq; the Hazardous Materials Transportation Act, 49 U.S.C. section 1801, et seq; the Resource Conservation and Recovery Act, 42 U.S.C. section 6901, et seq; and those substances defined as "Hazardous Wastes" in section 25117 of the California Health and Safety Code; and in the regulations adopted in publications promulgated pursuant to said laws.

SECTION 23. Free From Liens. Lessee shall pay, when due, all sums of money that may become due for any labor, services, material, supplies, or equipment, alleged to have been furnished or to be furnished to Lessee, in, upon, or about the leased premises, and which may be secured by a mechanics', materialman's or other lien against the leased premises or County's interest therein, and will cause each such lien to be fully discharged and released at the time the performance of any obligation secured by such lien matures or becomes due; provided, however, that if Lessee desires to contest any such lien, it may do so, but notwithstanding any such contest, if such lien shall be reduced to final enforcement thereof is not promptly stayed, or if so stayed, and said stay thereafter expires, then and in such event, Lessee shall forthwith pay and discharge said judgment.

SECTION 24. Employees and Agents of Lessee. It is understood and agreed that all persons hired or engaged by Lessee shall be considered to be employees or

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agents only of Lessee and not of County.

SECTION 25. Binding of Successors. Lessee, its assigns and successors in interest, shall be bound by all the terms and conditions contained in this Lease, and all the parties thereto shall be jointly and severally liable hereunder.

SECTION 26. Waiver of Performance. No waiver by County at any time of any of the terms and conditions of this Lease shall be deemed or construed as a waiver at any time thereafter of the same or of any other terms or conditions contained herein or of the strict and timely performance of such terms and conditions.

SECTION 27. Severability. The invalidity of any provision in this Lease as determined by a court of competent jurisdiction shall in no way affect the validity of any other provision hereof.

SECTION 28. Governing Law; Venue. This Agreement shall be governed by and construed in accordance with the laws of the State of California. The County and Lessee agree that this Agreement has been entered into at Riverside, California, and that any legal action related to the interpretation or performance of the Agreement shall be filed in the Superior Court for the State of California in Riverside, and the parties hereby waive all provisions of law providing for a change of venue in such proceedings to any other county.

SECTION 29. Attorneys' Fees. In the event of any litigation or arbitration between Lessee 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 or award in such litigation or arbitration.

SECTION 30. Notices. Any notice shall be addressed to the respective parties as set forth below:

1	County:	Lessee:				
2	Real Estate Division	Brandon Huynh				
3	Economic Development Agency	Owner				
4	3403 10 th Street, Suite 400	AMIS Pharmacy Corp, dba				
5	Riverside, CA 92501	Mecca Community Pharmacy				
6	(951) 955-4820	12370 Hesperia Road, Suite 7				
7		Victorville, CA 92395				
8		(760) 347-3577				
9	or to such other addresses as from time to time shall be designated by the respective					
10	parties.					
11	SECTION 31. Personnel, Independent from County. Lessee represents					
12	that it has all the personnel required to perform the services necessary to operate					
13	under this Lease, including services to the Incubator Facility, or will subcontract for					
14	necessary services. Lessee personnel shall not be employed by, nor have any direct					
15	contractual relationship with the County. The Lessee, its employees or personnel under					
16	direct contract with the Lessee or sublessees shall perform all services required					

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employees of the County.

SECTION 32. Amendments. This Lease shall not be amended unless such changes are mutually agreed upon by the County and the Lessee and shall be incorporated in written executed amendments to this Lease.

hereunder. Lessee and its agents, servants, employees and sublessees shall act at all

times in an independent capacity during the term of this Lease and shall not act as,

and shall not be, nor shall they in any manner be construed to be agents, officers or

SECTION 33. No Third Party Beneficiaries. This Lease is made and entered into for the sole protection and benefit of the parties hereto. No other person or entity shall have any right of action based upon the provisions of this Lease.

SECTION 34. Permits, Licenses and Taxes. Lessee shall secure and maintain, at its expense, all necessary permits and licenses as it may be required to

obtain and/or hold, and Lessee shall pay for all fees and taxes levied or required by any authorized public entity.

SECTION 35. 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 contemporaneous leases, agreements and understandings, oral or written, in connection therewith. The Lease may be changed or modified only upon the written consent of the parties hereto.

SECTION 36. Authority to Execute. The persons executing this Lease on behalf of the parties to this Lease hereby warrant and represent that they have the authority to execute this Lease and warrant and represent that they have the authority to bind the respective parties to this Lease and to the performance of its obligations hereunder.

IN WITNESS WHEREOF, COUNTY and LESSEE have executed this Lease as of the date signed by the County of Riverside.

COUNTY:

County of Riverside, a

Political subdivision of the State of

California

Board of Supervisors 21

LESSEE:

AMIS Pharmacy Corporation, dba Mecca Community Pharmacy

By:

Brandon Huvhn Pharmacist.

APPROVED AS TO FORM:

Gregory P. Priamos, County Counsel

25 By:

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Patricia Munroe

Deputy County Counsel

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