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



ITEM: 3.15 (ID # 11188)

**MEETING DATE:** 

Tuesday, December 10, 2019

FROM: ECONOMIC DEVELOPMENT AGENCY (EDA):

SUBJECT: ECONOMIC DEVELOPMENT AGENCY (EDA): Ratification and Approval of the License Agreement with Recovery Innovations, Inc., Riverside University Health System - Behavioral Health, Indio, 13 month License, CEQA Exempt, District 4,

[\$0]; (Clerk of the Board to File the Notice of Exemption)

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

1. Find that the project is exempt from the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines Section 15301, Existing Facilities Exemption, and Section 15061(b)(3), "Common Sense" Exemption;

- 2. Ratify and approve the License Agreement between the County of Riverside and Recovery Innovations, Inc., and authorize the Assistant County Executive Officer of the Economic Development Agency to execute the same on behalf of the County.
- 3. Direct the Clerk of the Board to file the Notice of Exemption with the County Clerk within 5 days of approval by the Board.

**ACTION:** 

11/5/2019

Matthew Chang Director

1/20/2019

## MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes:

Jeffries, Spiegel, Washington, Perez and Hewitt

Nays:

None

Absent:

None

Date:

December 10, 2019

XC:

EDA

Kecia R. Harper

Clerk of the Board

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

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	. \$0	\$0	\$0	\$0
NET COUNTY COST	\$0	\$0	\$0	\$0
SOURCE OF FUNDS	5: N/A	Budget Ad	justment: No	
			For Fiscal	Year: 2019/20-20/21

C.E.O. RECOMMENDATION: [CEO use]

#### **BACKGROUND:**

## **Summary**

Riverside University Health System - Behavioral Health (RUHS-BH) has operated a residential treatment program in the County-owned building located at 47-915 Oasis Street, Indio, since 1997. RUHS-BH has contracted with Recovery Innovations, Inc., to provide services in this facility to adults experiencing emotional and/or behavioral problems. This License shall be for a period of thirteen months commencing June 1, 2019 and terminating June 30, 2020. The current monthly rental amount is \$10,241.

Pursuant to the California Environmental Quality Act (CEQA), the License Agreement was reviewed and determined to be categorically exempt from CEQA under State CEQA Guidelines Section 15301, Class 1 – Existing Facilities exemption and Section 15061(b)(3), "Common Sense" exemption. The proposed project, the License Agreement, is the continuation of the licensing of real property involving existing facilities with no significant physical changes and no expansion of an existing use will occur.

This Revenue License is summarized below:

Lessee:

Recovery Innovations, Inc.

2701 N. 16th Street, Suite 316

Phoenix, Arizona, 85006

**Premises Location:** 

47-915 Oasis Avenue

Indio, California

Size:

Approximately 7,518 sq. ft.

Rent:

\$10,241 monthly

Term:

13 months, commencing June 1, 2019 through June 30, 2020

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

**Utilities**:

County shall provide and pay for all utilities, Licensee shall

provide and pay for all telephone services.

Custodial:

Licensee shall provide and pay for all custodial and

housekeeping services.

Maintenance:

County shall provide and pay for maintenance services.

The attached License Agreement has been reviewed and approved by County Counsel as to form.

# **Impact on Citizens and Businesses**

This facility will provide a variety of support and assistance services related to residential treatment programs which includes services to adults. The continued occupancy of this building will provide a positive economic impact to local businesses who will be frequented by employees of this facility.

#### SUPPLEMENTAL:

# **Additional Fiscal Information**

Through the License, RUHS-BH will receive rent revenue from the Licensee for use of the facility. The rent will be applied to the actual operating cost of the facility. Thus, no net county cost will be incurred as a result of this transaction.

# **Contract History and Price Reasonableness**

The Premises are licensed to Licensee in consideration of Licensee providing a 24/7 licensed adult residential treatment program on the Premises. Licensee shall make monthly payments payable to County of Riverside in the amount of \$10,241. The County shall apply the monthly payments of \$10,241 to the actual operating costs of the Property.

#### Attachments:

- License Agreement
- Notice of Exemption

RF:HM:VY:SG:MH:ar IN124 20.752

Gregory V. Priapros, Director County Counsel 11/26/2019



Original Negative Declaration/Notice of Determination was routed to County

Clerks for posting on.

Initial

#### NOTICE OF EXEMPTION

September 12, 2019

Project Name: County of Riverside, Economic Development Agency (EDA) Riverside University Health System-Behavioral Health (RUHS-BH), Revenue License Agreement with Recovery Innovations, Inc., Indio, County of Riverside

Project Number: FM047341012400

Project Location: 47-915 Oasis Avenue, north of Avenue 48, Indio, California 92201; Assessor's Parcel Number (APN) 614-150-033; (See Attached Exhibit)

Description of Project: The County of Riverside (County) has operated a residential treatment program in the County-owned building located at 47-915 Oasis Street, Indio, since 1997. RUHS-BH has contracted with Recovery Innovations, Inc. to provide services in this facility to adults experiencing emotional and/or behavioral problems. The area includes 7,210 square feet of space within the existing building. The agreement shall be for a period of one year commencing July 1, 2019 and terminating June 30, 2020. The Revenue License Agreement is identified as the proposed project under the California Environmental Quality Act (CEQA). The proposed project will result in the continuing use of an office building and will not result in an expansion of use. No additional direct or indirect physical environmental impacts are anticipated.

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, and Recovery Innovations, Inc.

Exempt Status: State CEQA Guidelines, Section 15301, Class 1, Existing Facilities Exemption; Section 15061(b) (3), General Rule or "Common Sense" Exemption, Codified under Title 14, Articles 5 and 19, Sections 15061 and 15300 to 15301.

Reasons Why Project is Exempt: The proposed project is categorically 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 an impact to an environmental resource of hazardous or critical concern nor does the project have unusual circumstances that could possibility have a significant effect on the environment. The project would not result in impacts to scenic highways, hazardous waste sites, historic resources, or other sensitive natural environments, or have a cumulative effect to the environment. No significant environmental impacts are anticipated to occur with the Revenue License Agreement.

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www.rivcoeda.org

- Section 15301 Class 1 Existing Facilities Exemption: This categorical exemption includes the operation, repair, maintenance, leasing, or minor alteration of existing public or private structures or facilities, provided the exemption only involves negligible or no expansion of the previous site's use. The project, as proposed, is limited to a Revenue License Agreement to use an existing facility. The License Agreement will not increase or expand the use of the site, as no alterations to the existing building are being considered; therefore, the project is exempt as the project meets the scope and intent of the Class 1 Exemption identified in Section 15301, Article 19, Categorical Exemptions of the CEQA Guidelines.
- Section 15061 (b) (3) "Common Sense" Exemption: In accordance with CEQA, the use of the Common Sense Exemption is based on the "general rule that CEQA applies only to projects which have the potential for causing a significant effect on the environment." State CEQA Guidelines, Section 15061(b) (3). The use of this exemption is appropriate if "it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment." Ibid. This determination is an issue of fact and if sufficient evidence exists in the record that the activity cannot have a significant effect on the environment, then the exemption applies and no further evaluation under CEQA is required. See No Oil, Inc. v. City of Los Angeles (1974) 13 Cal. 3d 68. The ruling in this case stated that if a project falls within a category exempt by administrative regulation or 'it can be seen with certainty that the activity in question will not have a significant effect on the environment', no further agency evaluation is required. With certainty, there is no possibility that the project may have a significant effect on the environment. The proposed Revenue License Agreement is limited a contractual transaction and the indirect effects would be limited to the continued use of the existing space. The Revenue License Agreement will not result in any direct or indirect physical environmental effects; 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 is exempt under CEQA. No further environmental analysis is warranted.

Signed:

Date:

Mike Sullivan, Senior Environmental Planner County of Riverside, Economic Development Agency

# RIVERSIDE COUNTY CLERK & RECORDER

# AUTHORIZATION TO BILL BY JOURNAL VOUCHER

Project Name: Riverside University Health System, Department of Behavioral Health, Revenue License Agreement with Recovery Innovations, Inc., Indio, California

Accounting String:	524830-47220-7200400000 - FM047341012400
DATE:	September 12, 2019
AGENCY:	Riverside County Economic Development Agency
THIS AUTHORIZES HANDLING FEES F	S THE COUNTY CLERK & RECORDER TO BILL FOR FILING AND OR THE ACCOMPANYING DOCUMENT(S).
NUMBER OF DOCU	JMENTS INCLUDED: One (1)
AUTHORIZED BY:	Mike Sullivan, Senior Environmental Planner, Economic Development Agency
Signature:	MIM
PRESENTED BY:	Maribel Hyer, Senior Real Property Agent, Economic Development Agency
	-TO BE FILLED IN BY COUNTY CLERK-
ACCEPTED BY:	
DATE:	
RECEIPT # (S)	



Date:

September 12, 2019

To:

Kiyomi Moore/Josefina Castillo, Office of the County Clerk

From:

Mike Sullivan, Senior Environmental Planner, Project Management Office

Subject:

County of Riverside Economic Development Agency Project # FM047341012400

Riverside University Health System, Department of Behavioral Health, Revenue License Agreement

with Recovery Innovations, Inc, Indio, California

The Riverside County's Economic Development Agency's Project Management Office is requesting that you post the attached Notice of Exemption. Attached you will find an authorization to bill by journal voucher for your posting fee.

# After posting, please return the document to:

Mail Stop #1330

Attention: Mike Sullivan, Senior Environmental Planner,

**Economic Development Agency,** 

3403 10th Street, Suite 400, Riverside, CA 92501

If you have any questions, please contact Mike Sullivan at 955-8009 or email at msullivan@rivco.org.

Attachment

cc: file

# LICENSE

(County of Riverside and Recovery Innovations, Inc., 47-915 Oasis Street, Indio, California)

COUNTY OF RIVERSIDE, a political subdivision of the State of California, herein called "County", hereby grants to Recovery Innovations, Inc., an Arizona non-profit corporation, herein called "Licensee", a License to use the property herein called "Premises", described below upon the following terms and conditions:

## 1. Purpose and Scope.

- (a) County hereby authorizes Licensee to occupy the "Premises" within that certain building located at 47-915 Oasis Street, Indio, California, ("Property"), as shown on the attached Exhibit "A" and further described below in Paragraph 2.
- (b) It is expressly understood and agreed to by the parties hereto that by authorizing occupancy at the location described in Paragraph 1(a) herein for the sole purpose of conducting a residential treatment program which includes services to adults who are experiencing serious emotional and/or behavioral problems. No estate or interest in real property is being conveyed to Licensee by County, and the right of use acquired is only an exclusive, revocable and unassignable permission and privilege to occupy in accordance with the provisions of this License.
- (c) The licensed Premises shall not be used for any other purpose without first obtaining the written consent of County, which consent shall not be unreasonably withheld.
  - (d) Licensee shall have the exclusive use of the Premises.
- 2. Description. The Premises licensed hereby consists of approximately seven thousand five hundred eighteen (7,518) square feet in that certain building located at 47-915 Oasis Street, Indio, California, as more particularly shown on Exhibit "A", attached hereto, and by this reference made a part of this License.

#### 3. Term.

- (a) The Term of this License shall be for thirteen (13) months effective as of June 1, 2019 and terminating June 30, 2020.
- (b) Any holding over by Licensee after the expiration of said term or any extension thereof shall be deemed a month to month tenancy upon the same terms and conditions of this License.
- 4. Consideration/Operating Cost. The Premises are licensed to Licensee in consideration of Licensee providing a 24/7 licensed adult residential treatment program on the Premises. As further consideration for the License, and upon execution of this License, Licensee shall make monthly payments payable to "County of Riverside" in the amount of \$10,241. The County shall apply the monthly payments of \$10,241 to the actual operating costs of the Property.

#### 5. Maintenance.

- (a) County shall be responsible for all interior maintenance and repairs of the Premises, including but not limited to, weekly changing of the air conditioning filters.
- (b) County shall be responsible for maintaining the exterior and grounds of the Property, which include lawn mowing, weeding, and trimming of trees and shrubbery.
- (c) County shall be responsible for providing monitoring and maintenance of the fire alarm system and fire extinguishers.
- (d) County shall maintain the mechanical room and other major equipment connected to the Premises. Licensee shall provide escort to the County maintenance person or persons for this service.
- (e) In the event any damage or injury to the Premises is caused by the Licensee, its officers, employees, clients, agents, guests, invitees, subcontractors or independent contractors, any repairs made, or caused to be made by County as may be necessary to restore the Premises as a result of such damage or injury, shall be

paid forthwith by Licensee to County upon a billing and accounting thereof, in writing, by County to Licensee.

6. Custodial/Housekeeping Services. Licensee shall provide, or cause to be provided, and pay for all custodial and housekeeping services in connection with the Premises.

## 7. Utilities.

- (a) County shall provide and pay for all utilities.
- (b) Licensee shall provide and pay for all telephone services.
- 8. Signs. Licensee shall not erect, maintain or display any signs or other forms of advertising on the "Premises" without first obtaining the written approval of the County, which approval shall not be unreasonably withheld.
- 9. Inspection of Premises. County, through its duly authorized agents, shall have the right to enter the "Premises" for the purpose of inspecting, monitoring, and evaluating the obligations of Licensee hereunder and for the purpose of doing any and all things which it is obligated and has a right to do under this License.
- 10. Ingress and Egress. Licensee shall be permitted ingress and egress to and from the "Premises" only through such doors and routes as are designated by County.
- 11. Compliance with Government Regulation. Licensee shall comply with the requirements of all local, state and federal statues, regulations, rules, ordinances and orders now in force or which may be hereafter in force, pertaining to its operation. Licensee is to secure, at no cost to the County, all necessary licenses, permits, as required by law. The final judgment, decree or order of a court of competent jurisdiction, or the admission of Licensee in any action or proceedings against Licensee, whether Licensee be a party thereto or not, that Licensee has violated any such statutes, regulations, rules, ordinances or orders, in the use of the licensed "Premises", shall be conclusive of that fact as between County and Licensee.

- 12. Termination by County. County shall have the right to terminate this License for the following:
- (a) In the event a petition is filed for voluntary or involuntary bankruptcy for the adjudication of Licensee as debtors.
- (b) In the event that Licensee makes a general assignment of Licensee's interest hereunder, or Licensee's interest hereunder is assigned involuntarily or by operation of law, for the benefit of creditors.
  - (c) In the event of abandonment of Premises by Licensee.
- (d) In the event Licensee fails or refuses to perform, keep or observe any of the Licensee's duties or obligations hereunder; provided, however, that Licensee shall have thirty (30) days in which to correct Licensee's breach or default after written notice thereof has been served on Licensee by County.
- (e) In the event Licensee's license(s) with the State of California to provide the services set forth in Paragraph 1(b) herein are/is terminated or expires.
- (f) In the event that certain services agreement, dated November 5, 2019, entered into by and between Licensee and County ("Services Agreement") for the provision of services set forth in Paragraph 1(b) herein is terminated or expires.
- (g) Without cause upon sixty (60) days written notice served upon the Licensee.
- (h) County may terminate this License immediately if, in the opinion of the RUHS Behavioral Health Director, Licensee fails to provide for the health and safety of patients at the Premises under the Services Agreement. County may proceed with services in any manner deemed proper to County.
- 13. Termination by Licensee. Licensee shall have the right to terminate this License for the following:
- (a) In the event County fails to perform, keep or observe any of its duties or obligations hereunder; provided, however, that County shall have thirty (30) days in which to correct its breach or default after written notice thereof has been

 served on it by Licensee; provided, further, however, that in the event such breach or default is not corrected, Licensee may elect to terminate this License in its entirety or as to any portion of the Premises affected thereby, and such election shall be given by an additional fifteen (15) days written notice to County.

- (b) Without cause upon sixty (60) days written notice served upon the County.
- 14. Insurance. Without limiting or diminishing the Licensee's obligation to indemnify or hold the County harmless, Licensee shall procure and maintain or cause to be maintained, at its sole cost and expense, the following insurance coverages during the term of this License. As respects to the insurance section only, the County herein refers to the County of Riverside, its Agencies, Districts, Special Districts, and Departments, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds.
- a) Workers' Compensation: If the Licensee has employees as defined by the State of California, the Licensee shall maintain statutory 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.
- b) Commercial General Liability: Commercial General Liability insurance coverage, including but not limited to, premises liability, unmodified contractual liability, products and completed operations liability, personal and advertising injury, and cross liability coverage, covering claims which may arise from or out of Licensee's performance of its obligations hereunder. Policy shall name the County as Additional Insured. Policy's limit of liability shall not be less than \$1,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this agreement or be no less than two (2) times the occurrence limit.

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- Vehicle Liability: If vehicles or mobile equipment are used in the C) performance of the obligations under this License, then Licensee shall maintain liability insurance for all owned, non-owned or hired vehicles so used in an amount not less than \$1,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this agreement or be no less than two (2) times the occurrence limit. Policy shall name the County as Additional Insureds.
- d) Professional Liability: Licensee shall maintain Professional Liability Insurance providing coverage for the Licensee's performance of work included within this License, with a limit of liability of not less than \$1,000,000 per occurrence and \$2,000,000 annual aggregate. If Licensee's Professional Liability Insurance is written on a claims made basis rather than an occurrence basis, such insurance shall continue through the term of this License and Licensee shall purchase at its sole expense either 1) an Extended Reporting Endorsement (also, known as Tail Coverage); or 2) Prior Dates Coverage from new insurer with a retroactive date back to the date of, or prior to, the inception of this License; or 3) demonstrate through Certificates of Insurance that Licensee has Maintained continuous coverage with the same or original insurer. Coverage provided under items; 1), 2), or 3) will continue as long as the law allows.
  - e) General Insurance Provisions All lines:
- 1) Any insurance carrier providing insurance coverage hereunder shall be admitted to the State of California and have an A M BEST rating of not less than A: VIII (A:8) unless such requirements are waived, in writing, by the County Risk Manager. If the County's Risk Manager waives a requirement for a particular insurer such waiver is only valid for that specific insurer and only for one policy term.
- The Licensee must declare its insurance self-insured retention for each coverage required herein. If any such self-insured retention exceed \$500,000 per occurrence each such retention shall have the prior written consent of the County Risk Manager before the commencement of operations under this License. Upon notification of self-insured retention unacceptable to the County, and at the election of

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the County's Risk Manager, Licensee's carriers shall either; 1) reduce or eliminate such self-insured retention as respects this License with the County, or 2) procure a bond which guarantees payment of losses and related investigations, claims administration, and defense costs and expenses.

- 3) Licensee shall cause Licensee's insurance carrier(s) to furnish the County of Riverside with either 1) a properly executed original Certificate(s) of Insurance and certified original copies of Endorsements effecting coverage as required herein, and 2) if requested to do so orally or in writing by the County Risk Manager, 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) that a minimum of thirty (30) days written notice shall be given to the County of Riverside prior to any material modification, cancellation, expiration or reduction in coverage of such insurance. If Licensee insurance carrier(s) policies does not meet the minimum notice requirement found herein, Licensee shall cause Licensee's insurance carrier(s) to furnish a 30 day Notice of Cancellation Endorsement.
- 4) In the event of a material modification, cancellation, expiration, or reduction in coverage, this License 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 coverage's set forth herein and the insurance required herein is in full force and effect. Licensee shall not commence operations until the County has been furnished original Certificate(s) of Insurance and certified original copies of endorsements and if requested, certified original policies of insurance including all endorsements and any and all other attachments as required in this Section. An individual authorized by the insurance carrier to do so on its behalf shall sign the original endorsements for each policy and the Certificate of Insurance.

- 5) It is understood and agreed to by the parties hereto that the Licensee's insurance shall be construed as primary insurance, and the County's insurance and/or deductibles and/or self-insured retention's or self-insured programs shall not be construed as contributory.
- 6) If, during the term of this License or any extension thereof, there is a material change in the scope of services or use of the Premises; or, there is a material change in the equipment to be used in the performance of the scope of work; or, the term of this License, including any extensions thereof, exceeds five (5) years; the County reserves the right to adjust the types of insurance and the monetary limits of liability required under this License, if in the County Risk Management's reasonable judgment, the amount or type of insurance carried by the Licensee has become inadequate.
- 7) Licensee shall pass down the insurance obligations contained herein to all tiers of contractors working under this License.
- 8) The insurance requirements contained in this License may be met with a program(s) of self-insurance acceptable to the County.
- 9) Licensee agrees to notify County of any claim by a third party or any incident or event that may give rise to a claim arising from the performance of this License.

#### 15. Hold Harmless.

a) Licensee represents that it has inspected the Premises, accepts the condition thereof and fully assumes any and all risks incidental to the use thereof. County shall not be liable to Licensee, its officers, agents, employees, subcontractors, guests, invitees, 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 licensed Premises; provided, however, that such dangerous conditions are not caused by the sole negligence of County, its officers, agents or employees.

- b) Licensee 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 (individually and collectively hereinafter referred to as Indemnitees) from any liability whatsoever, based or asserted upon, or in any way arising from or related to, any services of, or any use of the Premises or Property by, Licensee, its officers, employees, sub-licensees, agents, guests, invitees, or representatives, including, but not limited to, property damage, bodily injury, or death or any other element of any kind or nature whatsoever arising from, or in any way related to, this License or the performance of Licensee, its officers, employees, sub-Licensees, agents or representatives Indemnitors from this License. Licensee 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, the Indemnitees in any claim or action based upon such alleged acts or omissions.
- c) With respect to any action or claim subject to indemnification herein by Licensee, Licensee 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 Licensee's indemnification to Indemnitees as set forth herein. Licensee's obligation hereunder shall be satisfied when Licensee 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 License shall in no way limit or circumscribe Licensee's obligations to indemnify and hold harmless the Indemnitees 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 Licensee from indemnifying the Indemnitees to the fullest extent allowed by law.

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- 16. Assignment. Licensee cannot 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 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 Paragraph, Licensee expressly understands and agrees that it shall remain liable with respect to any and all of the obligations and duties contained in this License.
- 17. Toxic Materials. During the term of the License and any extensions thereof, Licensee 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 licensed "Premises", including, but not limited to, soil and groundwater conditions.

Further, Licensee and its successors, assigns and sub-licensees, shall not use, generate, manufacture, produce, store or dispose of on, under or about the "Premises", or transport to or from the licensed "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 or as Hazardous Substances in Section 25316 of the California Health and Safety Code; and in the regulations adopted in publications promulgated pursuant to said laws.

18. Free From Liens. Licensee 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 Licensee, in, upon or about the licensed

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"Premises", and which may be secured by a mechanic's, materialman's or other lien against the "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 Licensee 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, Licensee shall forthwith pay and discharge said judgment.

- 19. Employees and Agents of Licensee. It is understood and agreed that all persons hired or engaged by Licensee shall be considered to be employees or agents only of Licensee and not of County.
- Binding on Successors. Licensee, its assigns and successors in 20. interest, shall be bound by all the terms and conditions contained in this License, and all the parties thereto shall be jointly and severally liable hereunder.
- 21. Waiver of Performance. No waiver by County at any time of any of the terms and conditions of this License 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.
- 22. Severability. The invalidity of any provision in this License as determined by a court of competent jurisdiction shall in no way affect the validity of any other provision hereof.
- 23. 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 License shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereby waive all provisions of law providing for a change of venue in such proceedings to any other county.
- 24. Attorney's Fees. In the event of any litigation or arbitration between Licensee and County to enforce any of the provisions of this License 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 attorney's 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.

**25. Notices.** Any notice required or desired to be served by either party upon the other shall be addressed to the respective parties as set forth below:

County:
County of Riverside
Economic Development Agency
3403 Tenth Street, Suite 400
Riverside, California 92501

Information Copy To:
County of Riverside
RUHS – Behavioral Health
Post Office Box 7549
Riverside, California 92513-7549

#### Licensee:

Recovery Innovations, Inc. 2701 N. 16<sup>th</sup> Street, Suite 316 Phoenix, Arizona, 85006

Attn: David Covington, Chief Executive Officer

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

- 26. Permits, Licenses and Taxes. Licensee shall secure and maintain, at its expense, all necessary permits and licenses as it may be required to obtain and/or hold, and Licensee shall pay for all fees and taxes levied or required by any authorized public entity. Licensee recognizes and understands that this License may create a possessory interest subject to property taxation and that Licensee may be subject to the payment of property taxes levied on such interest.
- 27. Paragraph Headings. The Paragraph headings herein are for the convenience of the parties only, and shall not be deemed to govern, limit, modify or in any manner affect the scope, meaning or intent of the provisions or language of this License.
- 28. County's Representative. County hereby appoints the Assistant County Executive Officer/ECD as its authorized representative to administer this License.

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- 29. Agent for Service of Process. It is expressly understood and agreed that in the event Licensee is not a resident of the State of California or it is an association or partnership without a member or partner resident of the State of California, or it is a foreign corporation, then in any such event, Licensee shall file with County's Assistant County Executive Officer/ECD, upon its execution hereof, a designation of a natural person residing in the State of California, giving his or her name, residence and business addresses, as its agent for the purpose of services of process in any court action arising out of or based upon this License, and the delivery to such agent of a copy of any process in any such action shall constitute valid service upon Licensee. It is further expressly understood and agreed that if for any reason service of such process upon such agent is not feasible, then in such event Licensee may be personally served with such process out of this County and that such service shall constitute valid service upon Licensee. It is further expressly understood and agreed that Licensee is amenable to the process so served, submits to the jurisdiction of the court so obtained and waives any and all objections and protests thereto.
- 30. Licenses and Permits. In accordance with the provisions of Chapter 9 of Division 3 of the business and Professions code concerning the licensing of Contractors, all Contractors shall be licensed, if required, in accordance with the laws of this State and any Contractor not so licensed is subject to the penalties imposed by such laws. The Licensee warrants that it has all necessary permits, approvals, certificates, waivers, and exemptions necessary for the provision of services hereunder and required by the laws and regulations of the United States, State of California, the County of Riverside and all other appropriate governmental agencies, and shall maintain these throughout the term of this License.
- **31.** Confidentiality. The Licensee shall maintain the confidentiality of all information and records pertaining to privacy and confidentiality, and comply with all other statutory laws and regulations relating to privacy and confidentiality.

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32. Entire License. This License 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 licenses, agreements, and understandings, oral or written, in connection therewith. The License may be changed or modified only upon the written consent of the parties hereto.

(Remainder of Page Intentionally Left Blank)

1	33. EFFECTIVE DATE. This License shall not be binding or consummated				
2	until its approval by the Riverside County Board of Supervisors and fully executed by				
3	the Parties.				
4	IN WITNESS WHEREOF, the parties have executed this License as of the date				
5	first written above.				
6					
7 8	COUNTY OF RIVERSIDE, a political subdivision of the State of California  RECOVERY INNOVATIONS, INC., an Arizona non-profit corporation				
9					
10					
11	By:  Kevin Jeffries, Chairman  By:  Name: David Covington				
12	Board of Supervisors Its: CEO				
13					
14	ATTEST:				
15	Kecia R. Harper Clerk of the Board				
16	Olerk of the Board				
17	LA Inilha tha				
18	By: Deputy				
19	Deputy				
20	APPROVED AS TO FORM:				
21	Gregory P. Priamos, County Counsel				
22					
23	Ву:				
24	Thomas Oh				
25	Deputy County Counsel				
26	MH:ar/102219/IN124/20.621				

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