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



**ITEM:** 3.12 (ID # 20154)

**MEETING DATE:** 

Tuesday, November 01, 2022

FROM:

**FACILITIES MANAGEMENT:** 

**SUBJECT:** FACILITIES MANAGEMENT - REAL ESTATE (FM-RE): Ratification and Approval of Fourth Amendment to Lease with Southern California Association of Governments – Lease Extension, CEQA Exempt, District 2. [\$0] (Clerk to File 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;
- Ratify and Approve the attached Fourth Amendment to Lease with Southern California
  Association of Governments, a joint powers authority, and authorize the Chairman of the
  Board to execute the same on behalf of the County; and
- 3. Direct the Clerk of the Board to file the attached Notice of Exemption with the County Clerk for posting within five (5) working days of approval by the Board.

**ACTION:Policy** 

Rose Salgado, Director of Facilities Management

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes:

Jeffries, Spiegel, Washington, Hewitt, and Perez

Navs:

None None Kecia R. Harper Clerk of the Board

Absent: Date:

November 1, 2022

XC:

FM, Recorder

Page 1 of 4 ID# 20154 3.12

## 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: N/A  Budget Adjustment: No				

For Fiscal Year: 2022/2023

C.E.O. RECOMMENDATION: Approve

#### BACKGROUND:

## **Summary**

On August 18, 2009, the County entered into a Lease Agreement (Lease) with the Southern California Association of Governments, a joint powers authority (SCAG), for office space at Riverside Centre, 3403 10th Street, Suite 805, Riverside, California. This facility continues to meet the needs and requirements of SCAG and this Fourth Amendment to Lease (Fourth Amendment) represents a three (3) year lease extension commencing on October 1, 2022 and an increase in rent from \$7,080.33 per month to \$7,292.74 per month.

Lessor:	County of Riverside
	3450 14th St. Suite 200

Riverside, California 92501

Premises: 3403 10th Street, Suite 805

Riverside, California 92501

Term: Three years commencing October 1, 2022 and expiring on

September 30, 2025

Size: 2,483 square feet

Rent: Current New

\$ 2.85 per sq. ft. \$2.93 per sq. ft. \$7,080.33 per month \$7,292.74 per month

\$84,963.96 per year \$87,512.88 per year

Rental Adjustment: Three percent (3%) annually

Utilities: Provided by County, tenant pays for telephone and data

Custodial: Provided by County

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

Maintenance:

Provided by County

## **CEQA**

Pursuant to the California Environmental Quality Act (CEQA), the Fourth Amendment was reviewed and determined to be categorically exempt from CEQA under State CEQA Guidelines Sections 15301, Class 1 – Existing Facilities Exemption and 15061(b)(3), Common Sense exemption. The proposed project, the Fourth Amendment, is the letting of property where no, or negligible, expansion of an existing use will occur.

## **Surplus Land Act**

Staff contacted the California Department of Housing and Community Development (HCD) to determine whether the Fourth Amendment was subject to the Surplus Land Act. HCD determined that the Fourth Amendment is not subject to the Surplus Land Act. A copy of HCD's determination letter is attached hereto for reference.

## **Impact on Residents and Businesses**

SCAG is a regional metropolitan planning organization with long term regional transportation projects and potential to create jobs and community improvements. SCAG provides a positive impact for Residents and Businesses throughout the County.

## **Contract History and Price Reasonableness**

The original Lease was executed on August 18, 2009. The rental rate and annual escalator are competitive market rates.

#### ATTACHMENTS:

- Aerial Image
- Fourth Amendment to Lease
- HCD Surplus Land Act Determination Letter
- Notice of Exemption

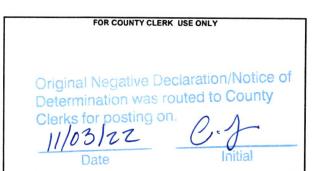
AN:sc/09222022/415FM/30.759

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

Meghan Hahn, Senior Management Analyst 10/21/2022

ron Gettis, Deputy County Sounsel 10/20/20

County of Riverside Facilities Management-PMO 3450 14<sup>th</sup> Street, 2nd Floor, Riverside, CA



## NOTICE OF EXEMPTION

October 19, 2022

**Project Name:** Approval of Fourth Amendment with the Southern California Association of Governments (SCAG), Riverside Centre, Riverside

Project Number: FM047611044300

**Project Location:** 3403 10th Street, Suite 805, west of Lime Street, Riverside, California 92501; Assessor's Parcel Number (APN) 215-120-005

**Description of Project:** On August 18, 2009, the County entered into a Lease Agreement (Lease) with the Southern California Association of Governments (SCAG) for office space at Riverside Centre, 3403 10th Street, Suite 805, Riverside, California. This facility continues to meet the needs and requirements of SCAG and this Fourth Amendment to Lease represents a three-year lease extension commencing on October 1, 2022 and an increase in rent from \$7,080.33 per month to \$7,292.74 per month. The Fourth Amendment to the Lease Agreement with SCAG is defined as the proposed project under the California Environmental Quality Act (CEQA). The project is the letting of property involving existing facilities; no expansion of the existing facility will occur. The operation of the facility will continue to provide public services. No additional direct or indirect physical environmental impacts are anticipated.

Name of Public Agency Approving Project: Riverside County

Name of Person or Agency Carrying Out Project: Riverside County Facilities Management

**Exempt Status:** State CEQA Guidelines Section 15301, Class 1, Existing Facilities Exemption; Section 15061(b) (3), General Rule or "Common Sense" Exemption. Codified under California Code of Regulations Title 14, Article 5, Section 15061.

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 would the project involve unusual circumstances that could potentially 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 Fourth Amendment to the Lease Agreement.

- 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 the extension of term and rental adjustment. The project would not substantially increase or expand the use of the site; use is limited to the continued use of the site in a similar capacity; 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 three-year extension of the Lease Agreement and minor administrative contractual modifications to the Lease will not result in any direct or indirect physical environmental impacts. The use and operation of the facility will be substantially similar to the existing use and will not create any new environmental impacts to the surrounding area. No impacts beyond the ongoing, existing use of the site would occur. 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.

Therefore, the County of Riverside Facilities Management 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.

> Mike Sullivan, Senior Environmental Planner County of Riverside, Facilities Management

## RIVERSIDE COUNTY CLERK & RECORDER

## AUTHORIZATION TO BILL BY JOURNAL VOUCHER

Project Name: Fourth Amendment to SCAG Lease Agreement, Riverside Centre					
Accounting String: 524830-47220-7200400000 - FM047611044300					
DATE:	October 19, 2022				
AGENCY:	Riverside County Facilities Management				
	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, Facilities Management				
Signature:	Mr.M. The				
PRESENTED BY:	Amber Norman, Real Property Agent III, Facilities Management				
	-TO BE FILLED IN BY COUNTY CLERK-				
ACCEPTED BY:	<del>-</del>				
DATE:	-				
RECEIPT # (S)	_				

County of Riverside Facilities Management 3450 14<sup>th</sup> Street, Riverside, CA 92501

Date:

September 22, 2022

To:

Office of the County Clerk

From:

Mike Sullivan, Senior Environmental Planner, Facilities Management

Subject:

County of Riverside Facilities Management Project # FM047611044300

Fourth Amendment to SCAG Lease Agreement Riverside Centre

The Riverside County's Facilities Management'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 #2600

Attention: Mike Sullivan, Senior Environmental Planner,

Facilities Management,

3450 14th Street, Suite 214, Riverside, CA 92501

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

Attachment

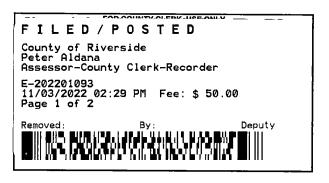
cc: file

DFW 753.5a (REV. 01/01/22) Previously DFG 753.5a

		RECEIPT I 22-39			
		STATE CLI	EARINGHOUS	E NUMBER (If applicable)	
SEE INSTRUCTIONS ON REVERSE. TYPE OR PRINT CLEARLY.					
LEAD AGENCY	LEADAGENCY EMAIL			DATE	
RIVERSIDE COUNTY FACILITIES MANAGMENT	MSULLIVAN@RIVCO.ORG		11/03/2022		
COUNTY/STATE AGENCY OF FILING RIVERSIDE		DOCUMENT NUMBER E-202201093			
PROJECT TITLE	-		•		
APPROVAL OF FOURTH AMENDMENT WITH THE GOVERNMENTS (SCAG) RIVERSIDE CENTRE, RIV		VIA ASSO	CIATION OF	=	
PROJECT APPLICANT NAME	PROJECT APPLICANT E	MAIL	PHONE	NUMBER	
RIVERSIDE COUNTY FACILITIES MANAGMENT	MSULLIVAN@RIVCO.ORG	9	(951)	955-8009	
PROJECT APPLICANT ADDRESS	CITY	STATE	ZIP COL		
3450 14TH ST,	RIVERSIDE	CA	92501		
PROJECT APPLICANT (Check appropriate box)			I		
	Other Special District	☐ Sta	ate Agency	Private Entity	
CHECK APPLICABLE FEES:  Environmental Impact Report (EIR)  Mitigated/Negative Declaration (MND)(ND)  Certified Regulatory Program (CRP) document - payment due		\$3,539.25 \$2,548.00 \$1,203.25			
<ul> <li>☒ Exempt from fee</li> <li>☒ Notice of Exemption (attach)</li> <li>☐ CDFW No Effect Determination (attach)</li> <li>☐ Fee previously paid (attach previously issued cash receipt coperation)</li> </ul>	vy)				
☐ Water Right Application or Petition Fee (State Water Resource	es Control Board only)	\$850.00	\$		
☐ County documentary handling fee \$			\$	\$50.00	
☐ Other			\$		
PAYMENT METHOD:			_	450.55	
☐ Cash ☐ Credit ☐ Check ☑ Other	TOTAL R	ECEIVED	\$	\$50.00	
SIGNATURE AGEI	NCY OF FILING PRINTED N Deputy	AME AND TIT	ΓLE		

RIGINAL - PROJECT APPLICANT COPY - CDFW/ASB COPY - LEAD AGENCY COPY - COUNTY CLERK DFW 753.5a (Rev. 01012022)

County of Riverside Facilities Management-PMO 3450 14<sup>th</sup> Street, 2nd Floor, Riverside, CA



#### NOTICE OF EXEMPTION

October 19, 2022

**Project Name:** Approval of Fourth Amendment with the Southern California Association of Governments (SCAG), Riverside Centre, Riverside

Project Number: FM047611044300

**Project Location:** 3403 10th Street, Suite 805, west of Lime Street, Riverside, California 92501; Assessor's Parcel Number (APN) 215-120-005

**Description of Project:** On August 18, 2009, the County entered into a Lease Agreement (Lease) with the Southern California Association of Governments (SCAG) for office space at Riverside Centre, 3403 10th Street, Suite 805, Riverside, California. This facility continues to meet the needs and requirements of SCAG and this Fourth Amendment to Lease represents a three-year lease extension commencing on October 1, 2022 and an increase in rent from \$7,080.33 per month to \$7,292.74 per month. The Fourth Amendment to the Lease Agreement with SCAG is defined as the proposed project under the California Environmental Quality Act (CEQA). The project is the letting of property involving existing facilities; no expansion of the existing facility will occur. The operation of the facility will continue to provide public services. No additional direct or indirect physical environmental impacts are anticipated.

Name of Public Agency Approving Project: Riverside County

Name of Person or Agency Carrying Out Project: Riverside County Facilities Management

**Exempt Status:** State CEQA Guidelines Section 15301, Class 1, Existing Facilities Exemption; Section 15061(b) (3), General Rule or "Common Sense" Exemption. Codified under California Code of Regulations Title 14, Article 5, Section 15061.

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 would the project involve unusual circumstances that could potentially 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 Fourth Amendment to the Lease Agreement.

- 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 the extension of term and rental adjustment. The project would not substantially increase or expand the use of the site; use is limited to the continued use of the site in a similar capacity; 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 CEOA 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 three-year extension of the Lease Agreement and minor administrative contractual modifications to the Lease will not result in any direct or indirect physical environmental impacts. The use and operation of the facility will be substantially similar to the existing use and will not create any new environmental impacts to the surrounding area. No impacts beyond the ongoing, existing use of the site would occur. 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 CEOA analysis.

Therefore, the County of Riverside Facilities Management 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.

> Mike Sullivan, Senior Environmental Planner County of Riverside, Facilities Management

#### FOURTH AMENDMENT TO LEASE

## 3403 10<sup>TH</sup> Street, Suite 805

## Riverside, California

THIS FOURTH AMENDMENT TO LEASE ("Fourth Amendment"), dated as of white the country of the state of California, ("Lessor") and southern california association of Governments, a joint powers authority, ("Lessee"), sometimes collectively referred to as the "Parties."

## **RECITALS**

- a. Lessor and Lessee entered into that certain Lease dated August 18, 2009 ("Lease"), pursuant to which Lessor has agreed to lease to Lessee and Lessee has agreed to lease from Lessor approximately 2,483 square feet of office space in that certain building located at 3403 10<sup>th</sup> Street, Suite 805, Riverside, as more particularly described in the Lease.
  - b. The Lease has been amended by:
- i. That certain First Amendment to Lease ("First Amendment") dated February 25, 2014, by and between the County of Riverside and Southern California Association of Governments in which the term was extended, rent was increased and language in Section 31 regarding permits, licenses and taxes was amended; and
- ii. That certain Second Amendment to Lease dated April 5, 2016, by and between the County of Riverside and Southern California Association of Governments in which the term was extended and the rent was increased; and
- iii. That certain Third Amendment to Lease dated September 24, 2019, by and between the County of Riverside and Southern California Association of Governments in which the term was extended and the rent was revised.
- c. The Parties now desire to amend the Lease to extend the term, revise the rent provision, and amend the notice information.

NOW THEREFORE, for good and valuable consideration the receipt and adequacy of which is hereby acknowledged, the Parties agree as follows:

- 1. **Term**. Section 4.1 of the Lease is amended by the following: The term of the Lease shall be extended an additional three (3) years commencing on October 1, 2022 and terminating on September 30, 2025.
- 2. **Rent**. Section 6(a) of the Lease is amended by the following: Effective October 1, 2022, monthly rent shall be \$7,292.74 per month.
- 3. **Notices.** Section 30 of the Lease is amended by the following: County of Riverside and Southern California Association of Governments current addresses are as follows.

County of Riverside

**Facilities Management** 

3450 14th St. Suite 200

Riverside, CA 92501

ATTN: Deputy Director of Real Estate

FM-Leasing@rivco.org

951-955-4820

28

Southern California Association of Governments

Attn: Cindy Giraldo

900 Wilshire Blvd. Suite 1700

Los Angeles, CA 90017

- Fourth Amendment to Prevail. The provisions of this Fourth Amendment shall prevail over any inconsistency or conflicting provisions of the Lease. Any capitalized terms shall have the meaning defined in the Lease, unless defined herein or context requires otherwise.
- 5. Miscellaneous. Except as amended or modified herein, all terms of the Lease shall remain in full force and effect. If any provisions of this Fourth

Amendment shall be determined to be illegal or unenforceable, such determination shall not affect any other provisions. Time is of the essence in this Fourth Amendment and the Lease and each and all of their respective provisions. Subject to the provisions of the Lease as to assignment, the agreements, conditions and provisions herein contained shall apply to and bind the heirs, executors, administrators, successors and assigns of the Parties. The language in all parts of the Lease shall be construed according to its normal and usual meaning and not strictly for or against either County or Lessee. Neither this Fourth Amendment, nor the Lease, nor any notice nor memorandum regarding the terms hereof, shall be recorded by Lessee.

6. **Effective Date**. This Fourth Amendment to Lease shall not be binding or consummated until its approval by the Riverside County Board of Supervisors and fully executed by the Parties.

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

'	LESSOR:	LESSEE:
2	COUNTY OF RIVERSIDE,	SOUTHERN CALIFORNIA
	A political subdivision of the	ASSOCIATION OF GOVERNMENTS,
3	State of California	a joint powers authority
4	1. It bewall	Milde
5	By:	By: Cindy Giraldo, CFO
6	Board of Supervisors	
7		
8	ATTEST: Kecia R. Harper	
9	Clerk of the Board	
10	By: Mama Smith	
11	Deputy	
12		
13	APPROVED AS TO FORM: Minh Tran	
14	County Counsel	
15	Jun _	
16	By: Ryan Yabko	
17	Deputy County Counsel	
18		
19		
20	AN:sc/09222022/RV443/30.810	
21		
22		
23		
24		
25		
26		
27		
	1	

NOV 12022 3.12

## DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT DIVISION OF HOUSING POLICY DEVELOPMENT

2020 W. El Camino Avenue, Suite 500 Sacramento, CA 95833 (916) 263-2911 / FAX (916) 263-7453 www.hcd.ca.gov



September 8, 2022

Amber Norman, Real Property Agent III County of Riverside, Facilities Management 3450 14<sup>th</sup> Street, Suite 200 Riverside, CA 92507

Dear Amber Norman:

RE: HCD's Review of the Draft Fourth Amendment to Lease between the County of Riverside and Southern California Association of Governments, a Joint Powers Authority, for Property Located at 3403 10<sup>th</sup> Street, Suite 805

Thank you for contacting the California Department of Housing and Community Development (HCD) regarding property located 3403 10<sup>th</sup> Street, Suite 805 (Leased Premises). You requested that HCD provide guidance as to whether the draft Fourth Amendment to Lease (Draft Lease) between the County of Riverside (County) and the Southern California Association of Governments, a joint powers authority (Lessee), is subject to the Surplus Land Act (SLA).

According to Section 102(h)(1) of the SLA Guidelines, a disposition of surplus land via lease that has a term of less than five years, or that will not require demolition or development, is not subject to the standard process of the SLA.

## **Analysis**

According to the Draft Lease, the County and Lessee desire to execute the Draft Lease, which shall commence on October 1, 2022, and terminate on September 30, 2025. HCD finds that the term of the Draft Lease is less than five years.

#### Conclusion

HCD finds that, because the lease in less than five years, the disposition of the Leased Premises via the Draft Lease is not subject to the SLA. HCD requests that the County contact HCD if the parties amend the Lease in the future.

# Amber Norman, Real Property Agent III Page 2

If you have any questions or need additional technical assistance, please contact Public Lands at <a href="mailto:Publiclands@hcd.ca.gov">Publiclands@hcd.ca.gov</a>.

Sincerely,

Laura Nunn

Senior Manager, Housing Accountability Unit

Housing Policy Development

## Fourth Amendment - SCAG

3403 10th St. Riverside, CA 92501 - Suite 805





Legend





\*IMPORTANT\* Maps and data are to be used for reference purposes only. Map features are approximate, and are not necessarily accurate to surveying or engineering standards. The County of Riverside makes no warranty or guarantee as to the content (the source is often third party), accuracy, timeliness, or completeness of any of the data provided, and assumes no legal responsibility for the information contained on this map. Any use of this product with respect to accuracy and precision shall be the sole responsibility of the user.

Notes

APN - 215-120-005

188 <u>3</u>76 Feet

REPORT PRINTED ON... 9/21/2022 2:30:06 PM

© Riverside County GIS