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



ITEM: 3.39 (ID # 21449) MEETING DATE:

FROM:

FACILITIES MANAGEMENT:

Tuesday, June 27, 2023

SUBJECT: FACILITIES MANAGEMENT - REAL ESTATE (FM-RE) AND LAW OFFICE OF THE PUBLIC DEFENDER: Approval of the First Amendment to Lease with Jose L. Perez and Rafaela C. Perez for the real property located at 235 North Murray Street, Banning, Five-Year Lease Extension, CEQA Exempt, pursuant to State CEQA Guidelines Sections 15301 and 15061(b)(3). District 5. [Total Cost: \$260,186 - 100% Department Budget - General Fund 10000] (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 the State CEQA Guidelines Section 15301, Class 1 Existing Facilities Exemption, and Section 15061(b)(3), the Common Sense exemption;
- 2. Approve the attached First Amendment to Lease between the County of Riverside and Jose L. Perez and Rafaela C. Perez, and authorize the Chair of the Board to execute the same on behalf of the County; and
- 3. Direct the Clerk of the Board to file the Notice of Exemption with the County Clerk within five (5) days of approval by the Board.

6/7/2023 Rose Salgado, Director of Facilities Management

ACTION:Policy

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes:

Jeffries, Spiegel, Washington, Perez and Gutierrez

Navs:

None

Absent:

None

Date:

June 27, 2023

XC:

FM, LOPD, Recorder

3.39

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

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Т	otal Cost:	Ongoing Cost		
COST	\$45,056	\$50,435		\$260,186	\$0		
NET COUNTY COST	\$0	\$0	\$0		\$0		
SOURCE OF FUNDS: 100% Department Budget - General Fund					ustment: No		

For Fiscal Year: 23/24-28/29

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

On January 8, 2019, the Board of Supervisors approved the Lease for the Law Office of the Public Defender located at 235 North Murray Street, Banning, California, also known as APN 541-101-018. This space continues to meet the requirements of the Law Office of the Public Defender and through this First Amendment (Amendment) the Department seeks to extend the lease for an additional five years commencing August 1, 2023 and terminating July 31, 2028. This Amendment also provides for tenant improvements to be provided by Lessor.

The tenant improvements will include new cabinetry, flooring, sinks, hot water heaters, garbage disposals, new faucets in the kitchenettes and restrooms, new thermostat covers, and replacement of ceiling tiles, paint, and carpet throughout the building. All tenant improvements will be provided at the sole cost and expense of the Lessor.

Pursuant to the California Environmental Quality Act (CEQA), the First Amendment 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 First Amendment, is the continuation of the letting of property involving existing facilities with no significant physical changes, and no expansion of an existing use occurring.

The Amendment is summarized below:

Lessor: Jose L. Perez and Rafaela C. Perez

6158 Balboa Court

Rancho Cucamonga, CA 91701

Location: 235 North Murray Street

Banning, CA 92220

Size: Approximately 1,725 Square Feet

Term: August 1, 2023, through July 31, 2028

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Rent: Existing: New:

\$ 3,427.36 Per Month \$ 41,128.32 Per Year \$ 44,505.00 Per Year

Rental Adjustments: Commencing August 1, 2024, rent shall be increased 3%

annually.

Utilities: County pays telephone, gas, and electric services. Lessor

provides and pays for all other utilities

Maintenance: Lessor provides maintenance services including pest control

services

Custodial: Lessor provides custodial services

RCIT: None

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

Impact on Citizens and Businesses

This First Amendment will allow the Law Office of Public Defender to continue to provide an appropriately located facility that serves the social needs of the residents of the Banning community.

SUPPLEMENTAL:

Additional Fiscal Information

See attached Exhibits A, B & C. The Law Office of Public Defender will budget these costs in FY 23/24 thru FY 28/29 and will reimburse Facilities Management for all lease costs on a monthly basis.

Contract History and Price Reasonableness

The Lease rate is deemed competitive based upon the current market.

Lease & Amendments:

Date and M.O.

1/8/2019 M.O. 3.7

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

ATTACHMENTS:

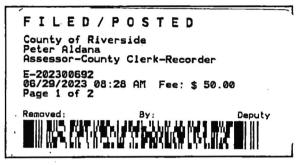
- Aerial
- Notice of Exemption
- Exhibits A, B & C
- First Amendment to Lease

MH:il/04102023/BA029/30.920

Veronica Santillan
Veronica Santillan, Principal Management Analyst 6/20/2023

Saron Gettis
Aaron Gettis, Deputy County Jounsel 6/14/2023

County of Riverside Facilities Management 3450 14th St, 2nd Floor, Riverside, CA



NOTICE OF EXEMPTION

April 13, 2023

Project Name: Approval of First Amendment to Lease with Jose L. Perez and Rafaelea C. Perez for Law Office of Public Defender at 235 North Murray Street, Banning

Project Number: FM042130002900

Project Location: 235 North Murray Street, north of East Williams Street, Banning, California 92220, Assessor's Parcel Number (APN) 541-101-018

Description of Project: On January 8, 2019, the Board of Supervisors approved the Lease Agreement for the Law Office of the Public Defender located at 235 North Murray Street, Banning, California, also known as APN 541-101-018. This office continues to meet the space requirements of the Law Office of the Public Defender and the department is seeking a First Amendment to extend the lease for an additional five years commencing August 1, 2023 and terminating July 31, 2028, and also includes tenant improvements to be provided by Lessor.

The tenant improvements will include new cabinetry, flooring, sinks, hot water heaters, garbage disposals, new faucets in the kitchenettes and restrooms, new thermostat covers, and replacement of ceiling tiles, paint, and carpet throughout the building. All tenant improvements will be made at the sole cost and expense of the Lessor. The First Amendment to the Lease Agreement is defined as the proposed project under the California Environmental Quality Act (CEQA). The project is for the use of an existing building and 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), "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 First Amendment to the Lease Agreement, permitting use of an existing facility.

- 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 completion of minor interior improvements to allow for the continued use of the existing Law Office of the Public Defender facility. 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 CEOA 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 CEOA 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 First Amendment to the Lease Agreement is limited to interior improvements to an existing facility which will not expand the footprint of the building or increase the capacity or intensity of use of the site. 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.

Signed:	Mallell	Date: 4-13-2023	•
_	Miles Culliver Senior Environmen	tol Diames	

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

FIRST AMENDMENT TO LEASE

235 North Murray Street, Banning, CA 92220

This **FIRST AMENDMENT TO LEASE** ("First Amendment") dated as of 27,2023 is entered by and between **JOSE L. PEREZ AND RAFAELA C. PEREZ**, ("Lessor"), and the **COUNTY OF RIVERSIDE**, a political subdivision of the State of California ("County"), as Lessee, sometimes collectively referred to as the "Parties".

RECITALS

- a. Lessor and County have entered into that certain Lease, dated January 8, 2019, ("Original Lease") pursuant to which Lessor has agreed to lease to County and County has agreed to lease from Lessor that certain building located at 235 North Murray Street, Banning, State of California, also identified as Assessor Parcel Number 541-101-018 ("Building"), as more particularly shown in the original Lease (the "Premises").
- b. The Original Lease, as heretofore, currently, or hereafter amended, shall hereafter be referred to as the "Lease."
- c. County and Lessor desire to amend the Lease to extend the lease term, and to modify sections relating to the rental amounts, annual rent increases, utilities, and to complete tenant improvements to the space and update the address for both parties under Notices.

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

1. Term. Section 3(a) of the Lease is hereby amended to read as follows:

The term of this Lease shall be extended for a period of five (5) years effective August 1, 2023, and terminating July 31, 2028.

2. Rent. Section 4 of the Lease is hereby amended to read as follows:

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County shall pay to Lessor the monthly sum of \$3,708.75 as rent for the Premises, beginning effective August 1, 2023 ("Effective Date"). Thereafter, the monthly rent shall be increased annually on each anniversary of the Effective Date by an amount equal to three percent (3%) of the monthly rent paid during the preceding year.

3. Utilities. Section 6 of the Lease is hereby amended as follows:

County shall pay for telephone, gas, and electric metered electricity. Lessor shall pay for all other utility services.

- **4. Improvements by Lessor.** Section 8 of the Lease is hereby amended to add the following subsection (c):
- (c). **Improvements by Lessor.** Upon Board approval, Lessor shall provide, at Lessor's sole cost and expense, the following improvements:
 - Kitchenettes and restrooms:
 - New cabinetry and flooring
 - New sinks and faucets
 - Install new hot water and garbage disposal
 - Replace ceiling tiles throughout
 - Paint interior throughout (samples to be provided)
 - New carpet (carpet squares, 245 N. Murray carpet color ok to install. If not available, provide samples of something similar.)
 - Install thermostat covers, need to be programmed 7:00am-5:00pm,
 Monday Friday.
 - Install entrance mat (same as 245 N. Murray).
 - Roof work: tile roof reset & flat roof coating
 - Check all exterior lighting to make sure they all work properly.
 - 5. Notice. Section 13 of the Lease is hereby amended by the following: County's Notification Address:

County of Riverside

Facilities Management – Real Estate Division

3450 14th Street, Suite 200

Riverside, CA 92501

ATTN: Deputy Director of Real Estate

(951) 955-4820

Additional Notification/Inquiries: FM-leasing@rivco.org

Lessor's Notification Address:

Jose L. Perez, Rafaela C. Perez

6158 Balboa Court

Rancho Cucamonga, CA

- 6. First Amendment to Prevail. The provisions of this First Amendment shall prevail over any inconsistency of conflicting provisions of the Lease, and shall supplement the remaining provisions thereof.
- 7. Miscellaneous. Except as amended or modified herein, all the terms of the Original Lease shall remain in full force and effect and shall apply with the same force and effect. Time is of the essence in this Amendment and the Lease and each and all 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 hereto. If any provisions of this Amendment or the Lease shall be determined to be illegal or unenforceable, such determination shall not affect any other provision of the Lease and all such other provisions shall remain in full force and effect. 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 Lessor or County. Neither this Amendment, nor the Original Lease, nor any notice or memorandum regarding the terms hereof, shall be recorded by Lessee.
- 8. Capitalized Terms. First Amendment to prevail. Unless defined herein or the context requires otherwise, all capitalized terms herein shall have the meaning

defined in the Lease. The provisions of this First Amendment shall prevail over any inconsistency or conflicting provisions of the Lease and shall supplement the remaining provisions thereof.

9. Effective Date. This First 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.

(Signatures on the next page)

1	In Witness Whereof, the Parties ha	ve executed this First Amendment as of the
2	dated first written above.	
3	Dated: <u>1/27/23</u>	
4		
5		
6	COUNTY: COUNTY OF RIVERSIDE, a political	LESSOR: JOSE L. AND RAFAELA C. PEREZ
7	Subdivision of the State of California	TOOL E. AND NAI ALLA O. I LINEZ
8	By:	By: Julin By
9	Kevin Jeffries, Chair Board of Supervisors	Jose L. Perez
10	Board of Supervisors	· DII
11		By: Nafalla F- Rafaela C. Perez
12	ATTEST:	
13	Kimberly Rector Clerk of the Board	
14	Brue Gits	
15	By: Deputy	
16		
17	APPROVED AS TO FORM: Minh C. Tran	
18	County Counsel	
19		
20	By:	
21	Braden Holly Deputy County Counsel	
22		
23		
24		
25		
26	MH:il/04102023/BA029/30.920	

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Exhibit A

FY 2023/24

Law Office of the Public Defender 235 N. Murray Street, Banning, CA

ESTIMATED AMOUNTS

Total Square Footage to be Leased:

Current Office:	1,725 SQFT	
Approximate Cost per SQFT (Jul) Approximate Cost per SQFT (Aug-Jun)	\$ - \$ 2.15	
Lease Cost per Month (Jul) Lease Cost per Month (Aug-Jun)	\$ - \$ 3,708.75	
Total Lease Cost (Jul) Total Lease Cost (Aug-Jun) Total Estimated Lease Cost for FY 2023/24		\$ 40,796.25 \$ 40,796.25
Estimated Additional Costs:		
Utility Cost per SQFT Estimated Utility Costs per Month Total Estimated Utility Cost (Jul) Total Estimated Utility Cost (Aug-Jun)	\$ 0.12	\$ - \$ 2,277.00 \$ 2,277.00
FM Lease Management Fee as of 07/01/2023	4.86%	\$ 1,982.70
TOTAL ESTIMATED COST FOR FY 2023/24		\$ 45,055.95
TOTAL COUNTY COST	0%	\$ -

Exhibit B

FY 2024/25

Law Office of the Public Defender 235 N. Murray Street, Banning, CA

ESTIMATED AMOUNTS

Total Square Footage to be Leased:

TOTAL COUNTY COST

Current Office:	1,725 SQFT	
Approximate Cost per SQFT (Jul) Approximate Cost per SQFT (Aug-Jun)	\$ 2.15 \$ 2.21	
Lease Cost per Month (Jul) Lease Cost per Month (Aug-Jun)	\$ 3,708.75 \$ 3,820.01	
Total Lease Cost (Jul) Total Lease Cost (Aug-Jun) Total Estimated Lease Cost for FY 2024/25		\$ 3,708.75 \$ 42,020.14 \$ 45,728.89
Estimated Additional Costs:		
Utility Cost per SQFT Estimated Utility Costs per Month Total Estimated Utility Cost (Jul) Total Estimated Utility Cost (Aug-Jun)	\$ 0.12 <u>\$ 207.00</u>	\$ 207.00 \$ 2,277.00 \$ 2,484.00
FM Lease Management Fee as of 07/01/2023	4.86%	\$ 2,222.42
TOTAL ESTIMATED COST FOR FY 2024/25		\$ 50,435.31

0%

Exhibit C

FY 2025/26 - 2028/29 Law Office of the Public Defender 235 N. Murray Street, Banning, CA

ESTIMATED AMOUNTS

Total Square Footage to be Leased:

Current Office:

1,725 SQFT

	FY 2025/26 FY 2		FY 2026/27	FY 2027/28		FY 2028/29		
Approximate Cost per SQFT (Jul)	\$	2.21		2.28		2.35		2.42
Approximate Cost per SQFT (Aug-Jun)	\$	2.28	\$	2.35	\$	2.42	\$	-
Lease Cost per Month (Jul)	\$	3,820.01	\$	3,934.61	\$	4,052.65	\$	4,174.23
Lease Cost per Month (Aug-Jun)	\$	3,934.61	\$	4,052.65	\$	4,174.23	\$	-
Total Lease Cost (Jul)	\$	3,820.01	\$	3,934.61	\$	4,052.65	\$	4,174.23
Total Lease Cost (Aug-Jun)	\$	43,280.74	\$	44,579.16	\$	45,916.54	\$	
Total Estimated Lease Cost for FY 2025/26 - 2028/29	\$	47,100.75	\$	48,513.78	\$	49,969.19	\$	4,174.23
Estimated Additional Costs:								
Utility Cost per SQFT	\$	0.12	\$	0.12	\$	0.12	\$	0.12
Estimated Utility Costs per Month	\$	207.00	\$	207.00	\$	207.00	\$	207.00
Total Estimated Utility Cost	\$	2,484.00	\$	2,484.00	\$	2,484.00	\$	207.00
Lease Management Fee as of 7/1/2023 4.86%	\$	2,289.10	\$	2,357.77	\$	2,428.50	\$	202.87
TOTAL ESTIMATED COST FOR FY 2025/26 - 2028/29	\$	51,873.85	\$	53,355.55	\$	54,881.69	\$	4,584.10

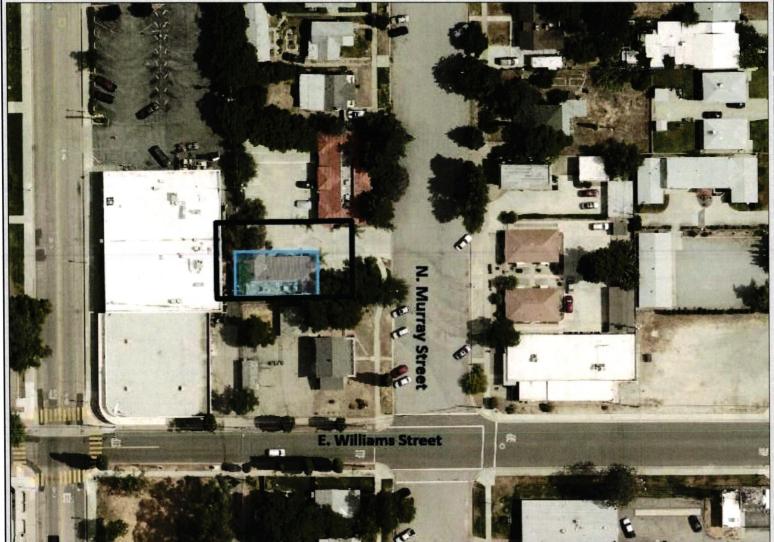
F11 Total Cost

\$ 260,186.45

F11 Total County Cost 0%

Law Office of the Public Defender

235 N. Murray Street, Banning, CA 92220





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.

____<u>94</u>____188 Feet

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Notes

Leased area outlined in blue APN 541-101-018 District 5