Patrick L. Parks LEASE #9329

THIS LEASE ("<u>Lease</u>") is made as of _____ ("<u>Commencement Date</u>"), by and between the County of El Dorado, a political subdivision of the State of California (<u>"Lessee"</u>), and Patrick L. Parks, whose address is 2560 Georgia Slide Road, Georgetown, California, ("<u>Lessor</u>") upon the following terms and conditions.

SECTION 1: BASIC LEASE PROVISIONS. These Basic Lease Provisions set forth the basic terms of this Lease. In the event of any inconsistency between the terms set forth in these Provisions and any other provision of this Lease, the Basic Lease Provisions shall prevail.

1.1	<u>Lessee</u> :	Name: Address for Notices:	COUNTY OF EL DORADO Chief Administrative Office Attention: Facilities Division Manager 3000 Fairlane Court, Suite One
			Placerville CA 95667
1.2	<u>Lessor</u> :	Name:	Patrick L. Parks
		Address for Notices and Payments:	Post Office Box 4392 Georgetown, CA 95634
1.3	Premises:	Office space (Suite Two) consisting of approximately 1,025 rentable square feet, use of restroom, and access to the surrounding parking areas (" <i>Premises</i> ").	
1.4	Property:	The Property contains that certain office building ("Building") where the Premises are located and the surrounding parking areas located at 6323 Highway 193, Georgetown, California.	
1.5	Term:	Initial Term: Ten (10) years from Commencement Date. Commencement Date: The Commencement date shall mean the first day of the month following the date the Agreement has been approved by the Board of Supervisors and signed by all parties. Options to Extend: Two (2) five-year (5-year) Options.	
1.6	Rent:	Monthly Rent \$450.00 (see <u>Section 3</u> – Rent for complete schedule).	
1.7	Security Deposit:	None	
1.8	Permitted Use:	General office space use, including government operations or uses related thereto.	
1.9	Definitions:	All capitalized terms used in this Lease shall have the meanings specified in this <u>Section 1</u> or in <u>Section 42</u> .	
1.10	Exhibits:	Exhibit A, "Site Map" Exhibit B, "California Levine Act Statement"	

SECTION 2: PREMISES AND COMMON AREAS.

- 2.1 <u>Premises</u>. Lessor hereby leases the Premises to Lessee and Lessee hereby leases from Lessor the Premises, as outlined in Exhibit A, "Site Map," attached hereto and incorporated herein by reference.
- 2.2 The parties agree the Premises consists of one thousand twenty-five (1,025) square feet of office space and shall not be subject to adjustment, during either the Term or any extensions thereof, unless Lessee leases additional space or Lessee reduces its occupied space in the Premises.
- 2.3 <u>Common Areas</u>. Lessee shall have the nonexclusive right to use the Common Areas, subject to reasonable rules and regulations for the management, safety, care, and cleanliness of the grounds, the parking and unloading of vehicles and the preservation of good order. Lessee's rights are subject to Lessor's right to make changes to the Common Areas or the use of such Common Areas which Lessor deems reasonable, perform maintenance and repairs, and otherwise use the Common Areas as Lessor may deem appropriate in its reasonable judgment. Notwithstanding the foregoing, in no event shall Lessor's activities pursuant to this section interfere with Lessee's access to or use of the Premises.
- 2.4 <u>Delivery of Premises</u>. Lessor shall deliver to Lessee possession of the Premises, free and clear of all other tenants and occupancies on the Premises. Lessor shall deliver the Premises in a clean condition on the Commencement Date, and warrants that the existing electrical, plumbing, fire sprinkler, lighting, heating, ventilating and air conditioning systems (<u>"HVAC"</u>), and all other items which the Lessor is obligated to construct shall be in good operating condition on said date, that the structural elements of the roof, bearing walls and foundation of the Premises shall be free of material defects, and that the Premises do not contain hazardous levels of mold or fungi defined as toxic under applicable state or federal law.
- 2.5 <u>Compliance with Laws</u>. Lessor warrants that the Lessor is delivering the Premises and the Property in compliance with all applicable local, state, and federal laws and any amendments thereto or regulations promulgated thereunder, ordinances, orders, rules, resolutions, and other governmental requirements relating to the use, condition, or occupancy of the Premises and the Building (<u>"Applicable Requirements"</u>). If the Property does not comply with Applicable Requirements, Lessee shall have the right to terminate this Lease as provided in Section 16.
- 2.6 <u>Vehicle Parking</u>. Lessee shall be provided two (2) designated parking spaces. All other parking areas will be shared use. Parking areas shall have appropriate and adequate overhead lighting.
- 2.7 <u>Quiet Possession</u>. So long as Lessee is not in Default, Lessee shall be entitled to quietly have, hold, and enjoy the Premises during the Term, subject to Lessor's rights under this Lease.
- 2.8 <u>Use of Premises</u>. Lessee shall use the Premises for the purpose of conducting business and activities permitted by law, including any government operations or uses related thereto. Building occupancy shall be limited to twenty (20) occupants. In the event of emergency staging, Lessor shall work with the Office of Emergency Services (OES) to determine appropriate services to be provided at this site.
- 2.9 <u>Changes to Property.</u> Except for the Premises, Lessor reserves the right to make or allow permanent or temporary changes or replacements to the Property during the Term. Lessor's activities may require the temporary alteration of means of ingress and egress to the Property and the installation of scaffolding and other temporary structures while the work is in progress. Such work shall be performed in a manner reasonably designed to minimize interference with Lessee's conduct of business from the Premises. Notwithstanding the foregoing, Lessor shall not block Lessee's ingress and egress of the Premises.

SECTION 3: RENT.

3.1 Rent shall be paid in advance on or before the first day of each calendar month. If the Commencement Date or the expiration date of this Lease occurs on a day other than the first or last day of a calendar month, then the rent for the fractional month shall be prorated on the basis of a thirty (30) day month. Rent shall be paid in accordance with the monthly rent schedule specified below:

3.2

Year	Monthly Amount
1	\$450.00
2	\$472.50
3	\$496.13
4	\$520.93
5	\$546.98
6	\$574.33
7	\$603.04
8	\$633.20
9	\$664.85
10	\$698.10

3.3 Rent shall be made payable to the Lessor at the address stated in <u>Section 1.2</u> or to such other persons or place as Lessor may from time to time designate in writing. Lessor shall notify Lessee in writing of such designation in accordance with the notice provision in <u>Section 35</u>. Said notice shall become part of this Lease upon acknowledgment in writing by County's Lease Administrator, and no further amendment of the Lease shall be necessary provided that such designation does not conflict with any other provisions of this Lease.

SECTION 4: OPTIONS TO EXTEND.

4.1 Provided Lessee is not in Default as of the date of exercise or the commencement of the renewal term, Lessee shall be entitled to two (2) options ("Options") to extend the term of the Lease for a period of five (5) years each (an "Option Term") for all of the Premises, on the same terms and conditions of the Lease, except that the Rent at the beginning of the Option Term shall be the mutually agreed current fair market rental rate for the Premises. Rent shall be adjusted by five percent per square foot above the then current monthly rate on each anniversary date after the beginning of the Option Term.

SECTION 5: RIGHT OF FIRST REFUSAL.

5.1 Lessor shall provide Lessee the right of first refusal to purchase the Property, subject to Board of Supervisors approval. If Lessor receives a bona fide offer to purchase the Property from a third party that is acceptable to Lessor, Lessor shall provide Lessee with a copy of the acceptable offer. Lessee

shall notify and provide Lessor with a copy of the acceptable offer, and Lessee shall notify Lessor within ten (10) business days of receipt thereof of its intent to exercise the right of first refusal.

5.2 Lessee's failure to give written notice to Lessor of Lessee's intent to exercise the right of first refusal shall be deemed to be Lessee's waiver of its rights hereunder with respect to such transaction even if the terms of such transaction shall be amended or modified as part of the ongoing purchase and sale transaction.

SECTION 6: SIGNAGE.

- 6.1 The Lessee shall be authorized to install one (1) Sheriff Office sign on the premises.
- 6.2 Lessee shall furnish and install one (1) sign on the handicap access ramp prohibiting leaning on the railing.

SECTION 7: ALTERATIONS.

7.1 Lessee shall not make, or permit any other person to make, any alterations to the Premises without the written consent of Lessor first obtained. Should Lessor consent to the making of any alterations to the Premises by the Lessee, said alterations shall be made at the sole cost and expense of Lessee by a contractor or other person selected by Lessee and approved in writing by Lessor before work commences. Any and all alterations, interior or exterior, shall on expiration or sooner termination of this Lease, become the property of the Lessor and remain on the Premises.

SECTION 8: REPAIR AND MAINTENANCE.

- 8.1 Throughout the initial and extended term(s) of the Lease, Lessor, at its sole cost and expense, shall maintain and repair, or cause to be maintained and repaired, in good working order, repair, and condition:
 - (a) Interior light bulbs.
 - (b) Foundation, exterior paint, exterior of the building, structural components, and roof of the Premises.
 - (c) Common Areas.
 - (d) Lessee, at its sole cost, shall be responsible for maintenance and repair of HVAC systems, fire safety and/or security systems, plumbing, tankless water heater (including annual flushing), and electrical systems and exterior lighting.
- 8.2 Lessor shall have fifteen (15) calendar days after notice from Lessee to perform its obligations hereunder, except Lessor shall perform its obligations immediately if the nature of the problem presents a material hazard or emergency as determined by Lessee. An emergency shall include: roof leaks and/or lack of electrical power or water or sewage issues due to conditions outside of the Premises. Any notice or demand concerning a material hazard or emergency may be made orally, by telephone or otherwise, provided that written confirmation is given within two (2) calendar days after the oral notice or demand is made.
- 8.3 If Lessor does not perform its obligations within the time limitations provided herein, Lessee, after notice to Lessor, may perform the obligations and has the right to be reimbursed for the sum Lessee actually and reasonably expends (including charges for use of Lessee's employees and equipment)

in the performance of Lessor's obligations. If Lessor does not reimburse Lessee within thirty (30) calendar days after demand from Lessee, Lessee shall have the right to withhold from future rent due the sum Lessee has expended until Lessee is reimbursed in full.

SECTION 9: BUILDING SERVICES, UTILITIES, TAXES AND ASSESSMENTS.

- 9.1 Lessor shall furnish the Premises with the following utilities and services:
- (a) HVAC for the comfortable occupancy of Premises for general office purposes, subject to any energy conservation or other regulations which may be applicable from time to time. Lessee shall change the HVAC filters and clean the HVAC vents quarterly. Lessee shall be responsible for the ongoing monthly costs of the service.
- (b) Gas and/or electrical current for routine lighting and the operation of general office machines such as personal computers, copy machines, printers, office equipment, and the like, which use 110 volt electric power. Lessee shall be responsible for the ongoing monthly costs of the service.
- (c) Water and sewer suitable for the intended use of the Premises. Lessee shall be responsible for the ongoing monthly cost of the service if water/sewer is separately metered.
- (d) Right of access to, from and within the Building (including a pathway to the Premises) to Lessee and/or its telecommunication companies, including but not limited to local exchange telecommunications companies and alternative access vendor service companies, for the installation and operation of Lessee's telecommunication systems, including but not limited to voice, video, data, and any other telecommunication services provided over wire, fiber optic, microwave, wireless, and any other transmission systems, for part or all of Lessee's telecommunications to, from and within the Building and Premises.
- (e) Telephone and/or fiber optic to the Premises. Lessee shall be responsible for the ongoing monthly costs of the service.
- (f) Propane and/or natural gas. Lessee shall be responsible for the ongoing monthly costs of the service.
- 9.2 Lessee agrees to reasonably cooperate with Lessor, and to abide by all regulations and requirements which Lessor may prescribe for the proper functioning and protection of the Building's HVAC, electrical, and plumbing systems.
- 9.3 Unless due to any fault on the part of Lessee, its employees or agents, Lessee's obligation to pay rent shall abate proportionately during any period in which Lessee's access to, or use of, all or any portion of the Premises for their intended purpose is so impaired that Lessee cannot, and actually does not, use all or such portion of the Premise for a period in excess of five (5) consecutive business days; the rent abatement in such case to commence as of the sixth (6th) business day. Lessee shall give Lessor notice of any such interruption of access, use, or service prior to Lessee ceasing to use all or any portion of the Premises. If such interruption or discontinuation in services continues beyond thirty (30) consecutive business days, Lessee has the right to terminate the Lease with no additional financial obligation to Lessor.
- 9.4 Should Lessee require, and should Lessor provide, additional building services during the Lease Term, Lessee agrees to pay the expense of such additional services as mutually agreed upon by both parties. All costs for such additional services shall be prorated among all lessees in the Building then requesting comparable additional services during such time periods.

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- 9.5 In the event that building services provided by Lessor under the Lease are discontinued due to Lessor's failure to pay, Lessee shall have the option to assume payment for such building services, in which event Lessee will be entitled to a rent credit equal to the amount thus paid by Lessee, plus ten percent (10%) annual interest, which shall be applied against the first installments of rent due under the Lease until the obligation is fully satisfied.
- 9.6 Lessor shall pay all real property taxes, special taxes, and assessments on or attributable to the Premises.

9.7 <u>Building Services</u>.

- 9.7.1 Lessor shall also be solely responsible for the cost of providing the following services to the Property and Premises:
 - (a) Building and Liability insurance
 - (b) Snow and ice removal (front entrance and handicap ramp only)
 - (c) Interior light bulbs
 - 9.7.2 Lessee will be responsible for the following utility costs:
- (a) Janitorial services. Lessee shall contract directly with a vendor for janitorial services for the Premises.
 - (b) Water
 - (c) Propane/Gas and Electric
 - (d) Lessee's internet and telecommunications services
 - (e) Trash/disposal services
 - (f) Pest control/extermination
 - (g) HVAC filters
 - (h) Exterior light bulbs
 - (i) Routine septic pumping
 - (j) Building system fire and/or security monitoring and repair

SECTION 10: ASSIGNMENT AND SUBLETTING.

10.1 <u>Restriction on Assignment and Subletting.</u> This Lease shall not be assigned by Lessee without the written consent of Lessor, which consent shall not be unreasonably withheld. In the event of an assignment or subletting (<u>"Transfer"</u>), Lessee shall provide Lessor with prior written notice of the proposed Transfer containing the items specified in <u>Section 10.2</u> below. Within thirty (30) business days after receipt of the Transfer notice, Lessor shall notify Lessee of its election to (a) approve the requested Transfer or (b) disapprove the requested Transfer, which disapproval shall specify the reasons for such disapproval. Notwithstanding the foregoing, an assignment or sublet of the Lease by Lessee to any agencies, departments, affiliates, or contractors of Lessee shall not constitute a Transfer and shall only require prior written notice to Lessor but not Lessor's consent.

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- 10.2 <u>Documentation Required</u>. The Transfer notice shall be accompanied by each of the following:
 - (a) A copy of all proposed Transfer documents.
 - (b) A statement setting forth the name, address, and telephone number of the transferee, and all principal owners of the transferee.
 - (c) Current financial information regarding the proposed transferee, including a statement of financial condition.
 - (d) For any sublease, a description of the portion of the Premises to be sublet.
 - (e) Any other information reasonably required by the Lessor in order to determine the financial responsibility, character, and reputation of the proposed transferee, nature of such transferee's business, or proposed use of the Premises.
- 10.3 In the event of any Transfer by any Lessor of its interest, Lessor shall be relieved from all liability accruing from and after the date of the transfer or conveyance, but shall not be released from the obligation to indemnify Lessee for acts or omission occurring prior to the transfer unless so released by Lessee in writing. Upon any conveyance of title to the Property, the grantee or transferee shall be deemed to have assumed Lessor's obligations to be performed under this Lease from and after the date of such conveyance.
- 10.4 Lessor and Lessee shall share equally in any profit made from the Transfer of the Lease by Lessee.

SECTION 11: INSURANCE.

- 11.1 Prior to Commencement Date, Lessor shall furnish to Lessee proof of a policy of insurance issued by an insurance company that is acceptable and satisfactory to Lessee's Risk Manager and documentation evidencing that Lessor maintains insurance that meets the following requirements:
 - (a) Commercial General Liability insurance of not less than \$1,000,000 combined single limit per occurrence for bodily injury and property damage and a \$2,000,000 aggregate limit.
 - (b) If applicable, Workers' Compensation and Employers' Liability Insurance covering all employees of Lessor as required by law in the State of California.
 - (c) Property insurance on real property covered by this Lease under a standard "all Risk" policy. The policy shall insure for not less than ninety percent (90%) of the replacement value of the property.
 - (d) The certificate of insurance must include a provision stating that insurer will not cancel insured's coverage without thirty (30) days written notice to Lessee.
- 11.2 Lessor shall maintain the required insurance in effect at all times during the Term of this Lease. In the event said insurance expires at any time during the Term, Lessor agrees to provide at least thirty (30) calendar days prior to said expiration date, a new certificate of insurance evidencing insurance coverage as provided for herein for not less than the remainder of the Term of the Lease, or for a period not less than one (1) year. If Lessor fails to maintain in effect at all times the insurance coverage specified herein, Lessee may, in addition to any other remedies it may have, terminate this Lease.
- 11.3 Lessee shall be included as additional insured, but only insofar as the operations under this Agreement are concerned. This provision shall apply to all general and excess liability insurance policies.

Proof that Lessee is named additional insured shall be made by providing Lessee's Risk Manager with a certified copy, or other acceptable evidence, of an endorsement to Lessor's insurance policy naming Lessee as additional insured.

11.4 Lessee shall provide on an annual basis proof of General Liability, Workers Compensation (if applicable).

SECTION 12: INDEMNITY.

- 12.1 Lessee shall defend, indemnify, and hold Lessor harmless from and against any and all losses, damages, claims, suits, liability, costs, including reasonable attorney's fees, for any damage to property or injury to any person occurring in, on, or about the Premises or any part thereof, caused by, arising out of, or in connection with the performance under this Lease by Lessee, its officers and employees.
- 12.2 Lessor shall defend, indemnify, and hold harmless from and against any and all losses, damages, claims, suits, liability, cost, including reasonable attorney's fees for any damage to property or injury to any person occurring in, on, or about the Premises or any part thereof, caused by arising out of or in connection with the performance under this Lease by Lessor, its officers and employees. The duty of Lessor to indemnify and save Lessee harmless includes the duties to defend set forth in Civil Code section 2778. The parties agree that the insurance obligations herein are separate, independent obligations under the Agreement, and the provisions of this defense and indemnity are not intended to modify nor should they be construed as modifying or in any way limiting the insurance obligations set forth in the Agreement.

SECTION 13: DAMAGE OR DESTRUCTION; EMINENT DOMAIN.

- 13.1 <u>Damage or Destruction</u>. If any part of the Premises or the Property is damaged by fire, Hazardous Substance Condition, or other casualty and the damage affects Lessee's use or occupancy of the Premises, Lessee shall give prompt notice to Lessor, and Lessor shall repair such damage with reasonable diligence. Except as provided herein, Lessor shall, at its sole cost and expense, restore or repair the Premises diligently and to their condition immediately prior to the damage. If such casualty occurs and a portion of the Premises is still usable by Lessee, the rent shall be abated and prorated on a square footage basis of usable space until the Premises are restored to their original condition.
 - 13.1.1 In the event of damage or destruction or Hazardous Substance Condition to the Premises or the Property and a portion of the Premises is still usable, the rent payable by Lessee for the period required for the repair or remediation of such damage shall be abated and prorated on a square footage basis of usable space until the Premises are restored to their original condition immediately prior to the damage.
 - 13.1.2 If Lessor is obligated to repair or restore the Premises and does not commence, in a substantial and meaningful way, such repair, remediation, or restoration of the Premises within ninety (90) calendar days after such obligation shall accrue, Lessee may at any time prior to the commencement of such repair or restoration give written notice to Lessor and to any Lenders, of which Lessee has actual notice, of Lessee's election to terminate the Lease on a date not less than sixty (60) calendar days following the giving of such notice. If Lessee gives such notice and repair or restoration is not commenced within thirty (30) calendar days thereafter, this Lease shall terminate as of the date specified in said notice. If the repair or restoration is commenced within such thirty (30) calendar days, this Lease shall continue in full force and effect. "Commence" shall mean the beginning of the actual work on the Premises.

- 13.1.3 Exceptions to Obligation to Rebuild. Notwithstanding the above, this Lease may be terminated by Lessor in any of the following situations:
- (a) If substantial alteration or reconstruction of the Property or Premises is required as a result of the damage, to an extent exceeding forty percent (40%) of the full insurable value thereof.
- (b) If the damage to the Property or Premises is caused by the gross negligence or willful misconduct of Lessee, its employees or agents.
- (c) If existing laws do not permit the Premises to be restored to substantially the same condition as they were in immediately before the destruction.
- (d) If the damage occurs during the last six (6) months of the Lease Term and the repair, reconstruction, or restoration of the Premises will take more than six (6) months to complete.

Any such election to terminate this Lease shall be exercised by notice to Lessee delivered within sixty (60) calendar days after the occurrence of the event of casualty causing such damage. The notice shall specify the date of termination, which shall be at least sixty (60) calendar days after such notice is given. If Lessor gives such notice of termination, this Lease shall terminate as of the date specified, and all rent shall be prorated to the later of the date of termination or Lessee's vacation of the Premises.

- 13.1.4 <u>Lessee's Right to Terminate</u>. If the Premises are rendered unusable for the conduct of Lessee's business by reason of such damage, Lessor shall give Lessee a reasonable estimate of the time required for repair within forty-five (45) calendar days after the date of damage. If Lessor reasonably estimates that the time needed for repair will extend more than nine (9) months after the date of damage, then Lessee shall have the right to terminate this Lease by giving written notice within fifteen (15) calendar days after receipt of Lessor's estimate. The termination shall be effective ten (10) calendar days after the date such notice of termination is given.
- 13.2 <u>Eminent Domain</u>. If the Property or Premises, or such portion thereof shall be taken for public or quasi-public purpose by any lawful power or authority by exercise of the right of appropriation, condemnation, or eminent domain, or sold to prevent such taking, either party shall have the right to terminate this Lease effective as of the date possession is required to be surrendered to said authority.
- 13.2.1 Lessee shall not assert any claim against Lessor or the taking authority for any compensation because of such taking and Lessor shall be entitled to receive the entire amount of any award without deduction for any estate or interest of Lessee. However, Lessee shall not be precluded from claiming from the condemning authority any compensation to which Lessee may otherwise lawfully be entitled in respect to personal property or fixtures belonging to Lessee, or for relocating to new space, or for the unamortized portion of any Repair and Maintenance Improvements installed in the Premises to the extent they were paid for by Lessee or for the loss of goodwill.
- 13.2.2 In the event of taking of less than the entire Premises, Lessee may elect to terminate the Lease by giving thirty (30) calendar days written advanced notice to Lessor. If Lessee does not so elect, Lessor shall promptly proceed to restore the Premises (including the Repair and Maintenance Improvements and any Lessee's alterations) to substantially their same condition prior to such partial taking and a proportionate allowance shall be made to Lessee for the rent corresponding to the time during which, and to the part of the Premises of which Lessee shall be so deprived on account of such taking and restoration. Notwithstanding the foregoing, if the costs of restoration exceed the portion of the condemnation award allocated to restoration costs, Lessor may elect to terminate this Lease unless Lessee elects to pay such excess.

SECTION 14: DEFAULT.

- 14.1 The occurrence of any one or more of the following shall be deemed a default by Lessee, or as and where the context allows, by Lessor:
- 14.1.1 <u>Abandonment or Vacation of Premises</u>. Abandonment or vacation of the Premises by Lessee, together with the non-payment of rent, for a continuous period in excess of thirty (30) consecutive days.
- 14.1.2 <u>Nonpayment of Rent</u>. Lessee's failure to pay rent when due, if the failure continues for ten (10) calendar days after written notice has been given to Lessee.
- 14.1.3 Other Obligations. Except as otherwise expressly provided in this Lease, the failure to perform any other provisions or obligations under this Lease if the failure to perform is not cured within thirty (30) calendar days after written notice has been given to the defaulting party. The time to cure may be extended at the discretion of the party giving notice. Any extension of time to cure must be in writing, prepared by the party in default for signature by the party giving notice and must specify the reason(s) for the extension and the date on which the extension of time to cure expires.
- 14.2 Notice given under this <u>Section 14</u> shall specify the alleged default and applicable lease provisions, and shall demand that the defaulting party perform the provisions of this Lease or pay the rent that is in arrears, as the case may be, within the applicable period of time. No such notice shall be deemed a forfeiture or a termination of this Lease unless the party giving notice so elects in the notice, or the party giving notice so elects in a subsequent written notice after the time to cure has expired. If the nature of the obligation is such that more than thirty (30) calendar days are reasonably required for its performance, Lessee shall not be in default if Lessee commences to cure the default within ten (10) business days after receipt of notice and proceeds to completion with reasonable promptness. In the event of Lessee's default, this Lease shall continue in effect for so long as Lessor does not terminate Lessee's right to possession, and Lessor may enforce all its rights and remedies under this Lease, including the right to recover rent as it becomes due. If the Lease is terminated due to an uncured default by Lessee, in no event shall Lessor be entitled to a remedy of acceleration of the total rent payments due over the term of the Lease.
- 14.3 Lessee agrees to give Lessor's lenders, by registered or certified mail, return receipt requested, a copy of any notice of default served upon Lessor, provided that prior to such obligation to give notice, Lessee has been notified, in writing of the addresses of the Lenders. Lessee further agrees that if Lessor shall have failed to cure such default within the time provided in this Lease, then before Lessee pursues its other remedies, Lessor's lenders shall have an additional thirty (30) calendar days (the <u>"Lender Cure Period"</u>) within which to cure the default on behalf of Lessor.

SECTION 15: REMEDIES UPON DEFAULT.

- 15.1 <u>Termination</u>. In the event of a default, non-defaulting party may elect to terminate this Lease or can cure the default at the defaulting party's cost. The election to terminate may be stated in any notice served upon the defaulting party.
- 15.2 Any sum paid by the non-defaulting party to cure the default shall be due within five (5) calendar days of notice of such sum, and if paid at a later date shall bear interest at the maximum rate permitted by law. Lessee shall have the right to withhold from future rent due the sum Lessee has expended until Lessee is reimbursed in full for the sum and interest on it.

15.3 <u>Remedies Cumulative</u>. All rights, privileges, and elections of remedies are cumulative and, to the extent permitted by law, are in addition to and do not in any manner limit other remedies set forth in other sections of this Lease.

SECTION 16: TERMINATION.

- 16.1 This Lease may be terminated upon the occurrence of one or more of the following:
 - (a) The failure to remedy any default or breach of any provisions of this Lease.
 - (b) The failure to comply with any provisions of this Lease.
 - (c) Damage or destruction, or condemnation of the Premises as specified in <u>Section 13</u>.
 - (d) In the case of bankruptcy, voluntary or involuntary, or insolvency of either party.
- 16.2 <u>Non-Appropriation</u>. Lessee's business operations are funded by federal, state, County, local, and/or private foundations (<u>"Funding Sources"</u>). Pursuant to Section 18, Article XVI of the California Constitution, and notwithstanding any provisions in this Lease, if during the Term of the Lease, the Funding sources reduce, eliminate, withhold, fail to allocate, or make unavailable to Lessee sufficient funds for Lessee's continued operations and/or administration of programs at the Premises or to meet the obligations of this Lease, Lessee shall have the right to terminate this Lease upon ninety (90) calendar days written notice of such termination to Lessor.
- 16.3 <u>Termination for Convenience.</u> Each party shall have the right to terminate this Lease for no reason, in each party's sole discretion, upon thirty (30) calendar days written notice.

SECTION 17: AUDIT BY CALIFORNIA STATE AUDITOR.

17.1 Lessor acknowledges that if total compensation under this Lease is greater than \$10,000.00, this Lease is subject to examination and audit by the California State Auditor for a period of three (3) years, or for any longer period required by law, after final payment under this Lease, pursuant to Government Code section 8546.7. In order to facilitate these potential examinations and audits, Lessor shall maintain, for a period of at least three (3) years, or for any longer period required by law, after final payment under the contract, all books, records, and documentation necessary to demonstrate performance under the Lease.

SECTION 18: SUBORDINATION AND ATTORNMENT.

- 18.1 <u>Subordination</u>. At the election of the Lessor or any first mortgagee with a lien on the property or any ground lessor with respect to the property, this Lease shall be subject to and subordinate the lien of any mortgage or deed of trust which may now exist or hereafter be executed for which the Building, land, ground leases or underlying leases, or Lessor's interest or estate in any said items is specified as security. If requested by Lessor, Lessee agrees to execute and deliver to Lessor, within ten (10) business days after written demand therefor, and in the form requested by Lessor or such further instruments confirming the subordination of this Lease to the lien of any such mortgage or deed trust as may be requested by Lessor or any Lender from time to time. Any failure or refusal of Lessee to execute such instrument, which incorporates Lessee's reasonable changes, within ten (10) business days, shall constitute a default. However, Lessor agrees that as a condition to any subordination of this Lease to any future mortgage, deed of trust, or ground lease, Lessee shall first receive a subordination, attornment and non-disturbance agreement from such lender or ground lessor on commercially reasonable terms.
- 18.2 <u>Attornment</u>. In the event of the foreclosure of any mortgage or cancellation, Lessee, at the request of the then successor to the Lessor following such event, shall attorn to and recognize the successor

- ("<u>Successor Lessor</u>"), as Lessor under this Lease. Lessee agrees to execute and deliver at any time upon request of any Lender or purchaser, and the successors of either, any instrument reasonably requested to further evidence such attornment.
- 18.3 <u>Non-Disturbance Protection</u>. Notwithstanding anything to the contrary contained herein, Lessee's obligations to subordinate its rights hereunder to any future mortgage or to attorn to any future lender shall be conditioned upon Lessor's obtaining from the Lender (upon request from Lessee) a non-disturbance agreement in such other commercially reasonable form as may be acceptable to Lessor's lender providing in substance that: (i) so long as Lessee is not in default under this Lease, Lessee's tenancy will not be disturbed, nor its rights under this Lease affected by, any default under such mortgage nor shall Lessee be named as a defendant in any foreclosure proceeding (unless the Lender is legally required to do so), (ii) any Successor Lessor shall assume the obligations of Lessor under this Lease accruing thereafter, and (iii) the non-disturbance agreement shall be binding upon and inure to the benefit of the successors or assigns of the parties thereto.

SECTION 19: ENTRY AND ACCESS.

- 19.1 Lessor and its agents or representatives may enter the Premises only in case of emergencies or required maintenance and/or repairs of the Premises. Any inspection, entry, or access to the Premises shall be coordinated through Lessee's management or personnel and with no less than twenty-four (24) hours prior notice. Access to the Premises shall be under supervision and accompanied at all times by Lessee's employees. All work shall be done as expeditiously as reasonably feasible so as to cause as little interference to Lessee as reasonably possible. Lessor shall at all times have a key to all doors providing entry to the Premises, but excluding Lessee's vaults, safes, files, or security rooms, and any areas designated by Lessee, as to which Lessee shall provide Lessor with supervised access for the purpose of Lessor performing its obligations under the Lease.
- 19.2 Lessee shall have access twenty-four (24) hours per day, seven (7) days per week, fifty-two (52) weeks per year to the Premises, and parking facilities.

SECTION 20: RELOCATION.

20.1 Lessor shall not have the right to relocate Lessee under any circumstances.

SECTION 21: SURRENDER OF PREMISES.

- 21.1 Upon the expiration or earlier termination of this Lease, Lessee shall surrender the Premises in the same condition as when received, ordinary wear and tear excepted. Lessee, at its own expense, shall perform all necessary restoration made necessary by the removal of Lessee's personal property or alterations in the Premises, at or prior to the expiration or termination of this Lease.
- 21.2 Lessor may elect to retain or dispose of, in any manner, any personal property or alterations in the Premises made by Lessee that Lessee does not remove from the Premises upon expiration or earlier termination of the Term, provided, however, that in the event of an early termination, Lessee shall have thirty (30) calendar days to remove its personal property from the Premises.
- 21.3 <u>Hold Over</u>. Lessee shall have the right to remain in the Premises on a month-to-month basis at the then monthly rent in effect as of the last day of the Term for a period of up to twelve (12) months, with or without Lessor's consent, which tenancy shall be terminable by Lessee upon thirty (30) calendar days advanced written notice. After the twelve (12) month period, the rental rate shall be one hundred ten percent (110%) of the then current monthly rent.

SECTION 22: HIPAA. To the extent applicable, Lessor shall comply with all applicable provisions of the Health Insurance Portability and Accountability Act of 1996 ("HIPAA") including, but not limited to, Privacy Rule (45 CFR Parts 160 and 164), as such are implemented and revised from time to time, including, without limitation, the American Recovery and Reinvestment Act ("ARRA") and the objectives of the guidelines establishing privacy standards as adopted by any federal regulatory agencies having jurisdiction over Lessee's affairs (the "Privacy Guidelines"). Protected health information ("PHI") shall have the meaning defined by the Standards for Privacy of Individually Identifiable Health Information, 45 C.F.R. Part 160 and Subparts A and E of Part 164 and all amendments thereto (commonly known as the "Privacy Standards"), as promulgated by the U.S. Department of Health and Human Services pursuant to the Administrative Simplification provisions of the HIPAA and all amendments thereto. Neither Lessor nor Lessor's employees, agents or contractors shall need access to, or the use of, any PHI. In the event PHI is seen by or disclosed (whether inadvertently or otherwise) to Lessor or its employees, agents, or contractors, the party discovering such disclosure shall promptly notify Lessee, and if required by applicable law, to regulatory agencies. Lessor shall promptly take commercially reasonable measures to prevent any subsequent dissemination by Lessor or its employees or agents of such PHI to third parties, and if required by applicable law, to regulatory agencies. The parties agree that the provisions of this section do not create, and are not intended to create, a "business associate" relationship between the parties as that term is defined by the Privacy Standards.

SECTION 23: MOLD; AIR QUALITY. Lessor warrants and represents that the Premises are free of mold and offensive odor. Lessor, at its sole cost and expense, shall remove, mitigate, or remediate any such mold or odors that Lessee identifies during the initial and extended term(s) of the Lease.

SECTION 24: HAZARDOUS MATERIALS. Lessor hereby represents and warrants that to Lessor's actual knowledge that as of the date hereof there are no Hazardous Materials on or under the Premises or Property and that Lessor has received no written notice stating that any portion of the Property is in violation of any Hazardous Material laws. Removal or remediation of any Hazardous Materials which existed on the Premises or Property prior to Lessee's occupancy or not caused by the gross negligence or willful acts or omissions of Lessee, its employees or agents shall be the sole obligation of Lessor. Lessor shall indemnify, defend, and hold harmless Lessee, its employees or agents, from and against any and all losses, liability, claims, lawsuits, damages, destruction of property, or injuries incurred by Lessee in connection with or as the result of the presence, use, or disposal of any Hazardous Materials in or about the Premises or Property.

SECTION 25: LESSEE EXCLUSIONS. None.

SECTION 26: AUTHORITY. Each of the persons executing this Lease on behalf of any entity warrants and represents that he or she has been duly authorized to do so by the entity on whose behalf he or she executes this Lease and that said entity will thereby be obligated to perform the terms of this Lease.

SECTION 27: ENTIRE AGREEMENT. This Lease constitutes the entire understanding of the parties with respect to the Premises and supersedes all prior or contemporaneous understandings and agreements relating to the subject matter thereof. There are no other promises, covenants, understandings, agreements, representations, or warranties with respect to the subject matter of this Lease except as expressly set forth herein or in any instrument executed concurrently herewith.

SECTION 28: AMENDMENTS. This Lease may not be modified or amended except pursuant to a written instrument duly executed by all of the parties hereto.

SECTION 29: FURTHER ASSURANCES. From time to time, either party, at the request of the other party, and without further consideration, shall execute and deliver further instruments and take

such other actions as the requesting party may reasonably require to complete more effectively the transactions contemplated by this Agreement.

SECTION 30: NO THIRD-PARTY BENEFITS. This Lease is made and entered into for the sole benefit and protection of the parties hereto, and the parties do not intend to create any rights or benefits under this Lease for any person who is not a party to this Lease, other than a Lender.

SECTION 31: WAIVER. The waiver by any party of any term, covenant, agreement, or condition herein contained shall be effective only if in writing and shall not be deemed to be a waiver of any subsequent breach of the same or any other term, covenant, agreement, or condition herein contained, nor shall any custom or practice which may develop between the parties in the administration of this Lease be construed to waive or to lessen the right of any party to insist upon the performance by the other party in strict accordance with all of the terms, covenants, agreements, and conditions of this Lease.

SECTION 32: FORCE MAJEURE. Whether or not any specific provision of this Lease expressly excepts delays caused by Force Majeure, neither Lessee nor Lessor shall be chargeable with, or be liable or responsible to the otherwise chargeable, liable, or responsible party for, anything or in any amount for any failure to perform or delay in performing caused by Force Majeure, provided that nothing herein shall affect or relieve Lessee's obligation to pay rent under this Lease. Any such failure or delay due to Force Majeure shall not be deemed a breach of or default in the performance of this Lease by either Lessee or Lessor. Notwithstanding the foregoing, those provisions of this Lease that exclude specifically Force Majeure events shall govern and control over this Section 32.

SECTION 33: TIME OF THE ESSENCE. Time is of the essence with respect to the performance of this Lease.

SECTION 34: ESTOPPEL CERTIFICATE. Lessee, shall at any time, and from time to time, upon twenty (20) business days' prior written notice from Lessor, execute, acknowledge, and deliver to Lessor an Estoppel Certificate. Any Estoppel Certificate may be relied upon by any Lender or any prospective lender with respect to, or any prospective purchaser of any interest in, the Property. Any failure or refusal by Lessee to execute and return a requested Estoppel Certificate within the time period specified in this Section 34 (without additional time, despite any other provision of this Lease) shall constitute a default.

SECTION 35: NOTICES. All notices, requests, demands, or other communications required or desired to be given hereunder, to be legally binding, shall be in writing and may be served either personally (including service by any commercial messenger or courier service), by registered or certified United States mail, return receipt requested, with all postage and fees fully prepaid, via facsimile or electronically. Any written notice must be addressed to the respective addresses set forth in Section 1.1 and 1.2 above, or to such other address as the party to whom the notice is addressed has theretofore specified in a notice served upon the other party in accordance with the requirements hereof. All notices shall be effective upon actual delivery to the addressee, as evidenced by the return receipt if service is by mail, except in the case of a party that has relocated and has not served upon the other party a notice of a new address for service of notices as specified above, or in the case if a party to whom the notice is addressed that refuses to accept delivery of the notice, in either of which cases the notice shall be deemed effective upon the first date of attempted delivery, as indicated by the return receipt if the attempted service was by mail, at the last address of which the party attempting to make the service had notice.

SECTION 36: GOVERNING LAW. This Lease shall be governed by and construed pursuant to the law of the State of California, without reference to conflicts of laws rules.

- **SECTION 37: SEVERABILITY.** In the event that any provision of this Lease shall be adjudicated to be void, illegal, invalid, or unenforceable, the remaining terms and provisions of this Lease shall remain in full force and effect.
- **SECTION 38: SUCCESSORS AND ASSIGNS.** Subject to all restrictions set forth herein, the terms, covenants, conditions, and agreements herein contained shall inure to the benefit of and bind the heirs, successors, legal representatives, and assigns of the parties hereto.
- **SECTION 39: INTERPRETATION.** The provisions of this Lease shall be construed, in all cases, according to its fair meaning, and not for or against either party hereto.
- **SECTION 40: COUNTERPARTS.** This Lease may be executed in counterparts, each of which shall be deemed an original including copies sent to a party by facsimile transmission or in portable document format (pdf), but which together shall constitute one and the same instrument.
- **SECTION 41: LEASE ADMINISTRATION.** The County officer or employee with responsibility for administering this Lease is Charles Harrell, Facilities Division Manager, Chief Administrative Office, or successor.
- **SECTION 42: DEFINITIONS.** In addition to the terms defined in <u>Section 1</u> of the Lease, the following terms shall have the meanings specified below when used in the Lease:
 - (a) "Common Areas" means all areas within the exterior boundaries of the Property now or later made available for the general use of Lessor and other persons entitled to occupy floor area in the Property, including the common entrances, lobbies, restrooms, elevators, stairways and access ways, loading docks, ramps, parking stalls or areas, parkways, sidewalks, retaining walls, driveways and roadways, loading and unloading areas, trash areas, landscaped areas in the Property, and the common pipes, conduits, wires, and appurtenant equipment serving the Premises. Any enlargement of or addition to the Common Areas shall be included in the definition of Common Areas.
 - (b) "<u>Davs</u>" means calendar days unless otherwise specifically referred to as business days.
 - (c) "<u>Estoppel Certificate</u>" means a certificate to be executed by Lessee as together with such additional information as any Lender or prospective purchaser may reasonably require.
 - (d) "Force Majeure" means fire or other casualty, earthquake, explosion, flood, hurricane, acts of God, enemy or hostile governmental action, civil commotion, war, invasion, terrorist attack, insurrection, rebellion, riots, strikes or lockouts, or any other cause or occurrence beyond the reasonable control of the party obligated to perform.
 - (e) "<u>Hazardous Materials</u>" means any substance, material, product, chemical, waste, contaminant, or pollutant including but not limited to, asbestos and asbestos-containing materials, urea formaldehyde, radioactive substance, flammable explosives, petroleum including crude oil or any fraction thereof, polychlorinated biphenyls, and all other hazardous substance, materials, wasted regulated by existing or future federal, state, or local law, ordinance, regulation, code, resolution, administrative or legal decisions, and any common law theory relating to such materials.
 - (f) "Person" means an individual, trust, partnership, joint venture, association, corporation, and any other legal or business entity.

- (g) "<u>Personal Property</u>" means any trade fixtures, furnishings or equipment, and all other personal property contained in the Premises from time to time.
- (h) "<u>Property</u>" shall mean the Property described in <u>Section 1.4</u>, including the land, the Building thereon and all roads, plazas, landscaped areas, Common Areas, improvements, and other facilities situated on or adjacent to the land, as the same may be modified, altered, reduced, or expanded from time to time throughout the Term of this Lease.
- (i) "Systems" and "Equipment" means any plant, machinery, transformers, duct work, cable, wires, equipment, facilities, or systems designed to supply heat, ventilation, air conditioning, humidity, or any other services or utilities, or comprising or serving as any component or portion of the electrical, gas, steam, plumbing, sprinkler, communications, alarm, security, or fire/life/safety systems or equipment, or any other mechanical, electrical, electronic, computer or other systems, or equipment utilized for the Property or any portion of it.

SECTION 43: CA LEVINE ACT. Pursuant to Government Code section 84308 (SB 1439, the Levine Act), Lessor shall complete and sign the attached Exhibit B, marked "California Levine Act Statement," incorporated herein and made by reference a part hereof, regarding campaign contributions by Lessor, if any, to any officer of County.

SECTION 44: ELECTRONIC SIGNATURES. Each party agrees that the electronic signatures, whether digital or encrypted, of the parties included in this Agreement, are intended to authenticate this writing and to have the same force and effect as manual signatures. Electronic Signature means any electronic visual symbol or signature attached to or logically associated with a record and executed and adopted by a party with the intent to sign such record, including facsimile or email electronic signatures, pursuant to the California Uniform Electronic Transactions Act (Civil Code sections 1633.1 to 1633.17) as amended from time to time.

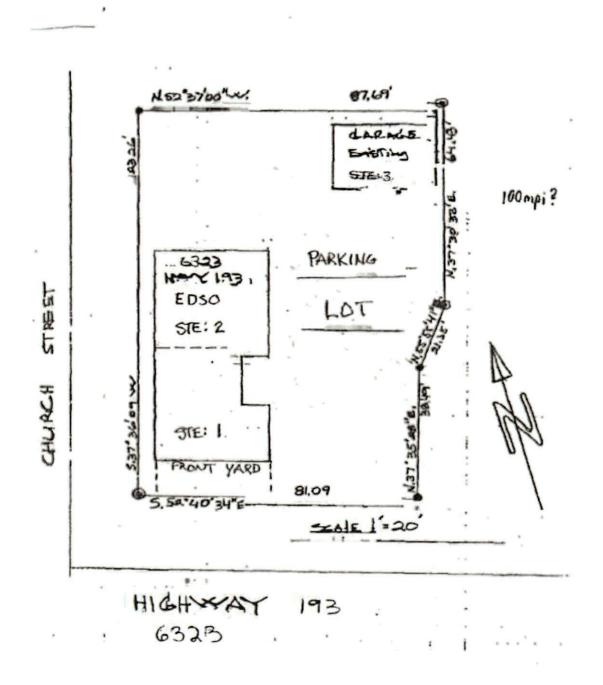
DEPARTMENT HEAD CONCURRENCE

By: Jeff Lika Feb 4, 2025 15:26 PST) Name: Jeff Leikauf				
Title: Sheriff-Coroner, Public Administrator				
Date: 02/04/2025				
LEASE ADMINISTRATOR				
By: Charles Harrell (Feb 4, 2025 16:16 PST)				
Name: Charles Harrell Title: Facilities Division Manager				
Date: 02/04/2025				
Date: 02/04/2029				
IN WITNESS WHEREOF , the parties have executed this Lease #9329 on the day and year specified below.				
"LESSEE":				
"LESSEE": COUNTY OF EL DORADO				
COUNTY OF EL DORADO				
COUNTY OF EL DORADO				
By:Purchasing Agent				
COUNTY OF EL DORADO				
By:Purchasing Agent				
By:Purchasing Agent				
By: Purchasing Agent Date:				
COUNTY OF EL DORADO By: Purchasing Agent Date: "LESSOR": PATRICK L. PARKS Patrick L. Parks				
COUNTY OF EL DORADO By: Purchasing Agent Date: "LESSOR": PATRICK L. PARKS (Feb 4, 2025 16:54 PST)				
COUNTY OF EL DORADO By: Purchasing Agent Date: "LESSOR": PATRICK L. PARKS Patrick L. Parks				

PATRICK L. PARKS

EXHIBIT A

SITE MAP



PATRICK L. PARKS

EXHIBIT B

CALIFORNIA LEVINE ACT STATEMENT

California Levine Act Statement

California Government Code section 84308, commonly referred to as the "Levine Act," prohibits any officer of El Dorado County from participating in any action related to a contract if he or she accepts, solicits, or directs any political contributions totaling more than five hundred dollars (\$500) within the previous twelve (12) months, and for twelve (12) months following the date a final decision concerning the contract has been made, from the person or company awarded the contract. The

An officer of El Dorado County includes the	n contribution by a party to be awarded a specific contract ne Board of Supervisors, any elected official, and the chief cer"). It is the Lessor's responsibility to confirm the ual(s) in their disclosure.
contribution(s), or been solicited to make a make a contribution of more than \$500 to a	t on behalf of you or your company, made any political contribution by an Officer or had an Officer direct you to not officer of the County of El Dorado in the twelve months our proposals or the anticipated date of any Officer action
\square_{YES} \square_{NO}	
If yes, please identify the person(s) by nam	e:
awarding a contract to your firm or any tak	ons above does not preclude the County of El Dorado from ting any subsequent action related to the contract. It does from participating in any actions related to this contract.
02/04/2025	Patrick L. Parks Patrick L. Parks (Feb 4, 2025 16:54 PST)
Date	Signature of authorized individual
Patrick L. Parks	Patrick L. Parks

Type or write name of company Type or write name of authorized individual