CITY OF LOS ANGELES

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July 29, 2021

Honorable City Council City of Los Angeles c/o City Clerk Room 305, City Hall Los Angeles, CA, 90012

Attention: Michael Espinosa, Legislative Assistant

REQUEST AUTHORITY TO NEGOTIATE AND EXECUTE A LEASE EXTENSION AMENDMENT WITH THE COUNTY OF LOS ANGELES AT 8509 S. BROADWAY TO OPERATE INTERIM HOUSING

The Department of General Services (GSD) requests authority to negotiate and execute a lease extension amendment with the County of Los Angeles (County) to operate a temporary interim housing site on City owned, and Department of Transportation (DOT) controlled property located at 8509 S Broadway, Los Angeles, CA 90003.

BACKGROUND

On January 24, 2020, the City Council approved a motion to negotiate and execute a nocost lease with the County allowing them to make improvements to the parking lot and operate 10 mobile home trailers to be occupied by homeless families in Council District 9 (CD-9) (CF 20-0096).

The County executed a service **contract with St. Joseph's Center**, a non-profit organization providing supportive services adjacent to the parking lot, to operate the site throughout the term of the lease, from January 29, 2020 to September 30, 2020. The original lease included two six-month extension options. Both have been exercised by the County, pushing the termination date to September 30, 2021. The County found the need to continue operation of this site and received approvals from both DOT and CD-9 for this extension.





TERMS AND CONDITIONS

The extension amendment with the County will continue on a zero-dollar rent basis. The new term will commence on October 1, 2021 and expire on March 30, 2022 with no extension options. This amendment will extend all of the previously approved contractual obligations from the original lease. A complete set of terms and conditions are outlined on the attached term sheet.

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SHELTER SERVICES

The County of Los Angeles will continue their sublease with St. Joseph's Center to operate the site. St. Joseph's Center began providing advocacy and referrals and assisting families with basic needs such as food, clothing, and job readiness since 1976. Since then, they have grown into a multifaceted organization throughout LA County. One of their locations is next door to the subject site and has been serving individuals and families to help the community's most vulnerable members with dignity, compassion, and respect.

ENVIRONMENTAL

On January 21, 2020 the County of Los Angeles found the proposed siting of no-cost trailers for interim housing for homeless families and related actions exempt from the California Environmental Quality Act (CEQA) pursuant to Section 21080(b)(4) of the Public Resources Code and Section 15269(c) of the State CEQA Guidelines, which exempt specific actions necessary to prevent or mitigate an emergency; Section 21159.25 of the Public Resources Code and Section 15332 of the State CEQA Guidelines, which apply to in-fill development projects which meet specified requirements; and Sections 15303(d) and (e), 15304(a) and 15311(c) of the State CEQA Guidelines and Classes 3(a), (b) and (d), 4(a) and 11 (b), (c) and (h) of the Los Angeles County's (County) Environmental Document Reporting Procedures and Guidelines.

BUILDING MAINTENANCE/UTILITIES/LANDSCAPING

The County of Los Angeles leased the property in as-is condition and constructed relevant improvements to convert the site's use from parking to interim housing trailer use. The County will remain obligated to provide utilities as well as perform all repair and maintenance functions on the property. The City has no responsibility for repairs or maintenance. There is no landscaping on this property.

COMMUNITY BENEFIT ANALYSIS

Inasmuch as the interim housing will facilitate temporary housing and social services for homeless individuals, the proposed lease, being necessary for implementation of the subject interim housing, does not require further analysis of community benefits in support of the license.

FUNDING

No funding is provided by the City for this location.

FISCAL IMPACT

There is no anticipated impact to the General Fund at this time. This is a no-cost lease with the County and the City does not have any obligation for operation, repair, or maintenance costs.

RECOMMENDATION

That the Los Angeles City Council, subject to the approval of the Mayor, authorize GSD to negotiate and execute this lease amendment with The County of Los Angeles at 8509 S. Broadway, Los Angeles, CA 90003 for an interim housing site under the terms and conditions substantially outlined in this report.

Tony M. Royster General Manager

Attachment: Term Sheet

LEASING TERM SHEET

| MFC DATE | 07/29/2021 |
|-----------------------|--|
| LANDLORD | City Of Los Angeles |
| ADDRESS | 111 E. 1st Street Room 201, Los Angeles, CA 90012 |
| TENANT | County of Los Angeles |
| ADDRESS | 320 W Temple Street, 7th Floor, Los Angeles, CA 90012 |
| LOCATION | 8509 S. Broadway, Los Angeles, CA 90003 (LADOT Facility No. 678) |
| AGREEMENT TYPE | Receivable Lease or License, Non-Profit |
| USE | Interim homeless housing parking up to 10 trailers |
| SQUARE FEET | 11,384 sq ft |
| TERM | 10/1/2021 - 03/31/2022 |
| RENT START DATE | N/A |
| LEASE START DATE | 10/1/2021 |
| OPTION TERM | None |
| HOLDOVER | N/A |
| SUBLET/ ASSIGNMENT | RIGHT TO SUBLEASE |
| TERMINATION | Upon default |
| RENTAL RATE | \$0.00 |
| ESCALATION | N/A |
| RENTAL ABATEMENT | N/A |
| ADDITIONAL RENT | N/A |
| PROPERTY TAX | N/A |
| OPEX | N/A |
| CAM | N/A |

| OTHER | |
|---------------------------------|---|
| OTHER | |
| SECURITY DEPOSIT | N/A |
| MAINTENANCE/ REPAIR | TENANT |
| MAINTENANCE/ REAPAIR DETAILS | All repair and maintenance will be responsibility of County of Los Angeles |
| TENANT IMPROVEMENTS | County of Los Angeles may place up to 10 mobile home trailers on City owned lot. County of Los Angeles will make all necessary improvements to the property and be responsible for utility and maintenance costs. |
| PARKING | N/A |
| UTILITIES | County of Los Angeles |
| CUSTODIAL | County of Los Angeles |
| SECURITY | County of Los Angeles |
| PROP 13 PROTECTION | *Other |
| INSURANCE | TENANT shall indemnify and hold harmless the City |
| OTHER: | |