

County of Santa Cruz

HEALTH SERVICES AGENCY

POST OFFICE BOX 962,1080 EMELINE AVENUE SANTA CRUZ, CA 95061-0962 (831)454-4066 FAX: (831) 454-4770 TDD: (831) 454-4123

AGENCY ADMINISTRATIVE DIVISION

July 13, 2001 AGENDA: August 7, 2001

BOARD OF SUPERVISORS County of Santa Cruz 701 Ocean Street Santa Cruz, CA 95060

SUBJECT: Approval of Sublease Agreement at 115 Coral Street

Dear Members of the Board:

This letter requests your Board's approval of a sublease agreement for space at 115 Coral Street in Santa Cruz for use by the Health Services Agency's Homeless Persons Health Project, effective August 1, 2001. Staff assigned to the AB 2034 Homeless Mentally III Support and Outreach Grant program will use this space. Staff will be able to assess individuals and coordinate services with various other programs serving the homeless located at, and adjacent to, this site.

The grant budget includes funds to pay the total cost of this lease, which was included in the adopted budget for 2001-02 approved by your Board. No new county funds are needed nor requested to fund this agreement.

It is, therefore, RECOMMENDED that your Board:

1. Approve the attached sublease agreement with Homeless Community Resource Center (Budget Index 363174, Subobject 3810) for space at 115 Coral Street, Santa Cruz, in the amount of \$9,600 and authorize the Health Services Administrator to sign.

Sincerely,

Ramà Khalsà, Ph.D.

Health Services Administrator

RECOMMENDED:

Susan A. Mauriello

County Administrative Officer

cc: County Administrative Officer

HSA Administration

Mental Health and Substance Abuse Administration

Homeless Persons Health Project

Auditor Controller County Counsel 14

COUNTY OF SANTA CRUZ REQUEST FOR APPROVAL OF AGREEMENT

TO: Board of Supervisors County Administrative Officer County Counsel Auditor-Controller	FROM:	Health Services Agency (M.H.)) (Dept.) ————————————————————————————————————
	equested to approve the attached a	greement and authorize the execution of	
1. Said agreement is between the	Health Services Agency		(Agency)
and <u>Homeless Community Re</u>	source Center, 115 Coral	Street, Santa Cruz 95060	(Name & Address)
2. The agreement will provideSu	blease of space to the Hor	meless persons Health Project	
3. The agreement is needed Prov	vide the above		
4. Per od of the agreement is from		tountil_terminated	
		(Fixed amount; Month	
	al Health's AB 2034 grant.		Ty rate, Not to exceed
	have been encumbered. Contract	(Index#)_3810	74
Proposal reviewed and approved. It i Remarks:	to execute the s	County Administrative Office	
Agreement approved as to form. Dat	e		
Dirtribution: Bd. of Supv. • White Aud tor-Controllor • Blue County Counsel • Green • Co. Admin. Officor • Conary Adtor-Controllor • Pink Originating Dopt. • Goldenrod • To Orig. Dopt. if rejected.	State of California, do hereby certify		ement was approved by by an order duly entered y Administrative Officer

SUBLEASE AGREEMENT

This sublease is executed on August 7, 2001, by and between the HOMELESS COMMUNITY RESOURCE CENTER ("HCRC") and the COUNTY OF SANTA CRUZ HEALTH SERVICES AGENCY HOMELESS PERSONS HEALTH PROJECT ("COUNTY HPHP").

RECITALS

The CITY OF SANTA CRUZ, as Lessor, and the HOMELESS COMMUNITY RESOURCE CENTER, as Lessee, executed a lease on September 14, 1993 (The Master Lease), which is attached to this sublease as Exhibit A and incorporated into this Sublease by this reference.

HCRC desires to sublease to COUNTY HPHP a portion of the property currently occupied by HCRC under the terms of the Master Lease, and COUNTY HPHP desires to lease that portion from HCRC.

They therefore agree as follows:

- 1. Premises: HCRC sublease to COUNTY HPHP, and COUNTY HPHP subleases from HCRC the front two rooms, shared use of the restroom, and access to the sublet premises, of that former residential structure located at 115 Coral Street, Santa Cruz, California as delineated in Exhibit B and incorporated herein by this reference.
- 2. Term: The term of this lease commences on July 1, 2001, and shall continue in effect until terminated by 30 days' written notice given at any time by one party to the other.
- 3. Rent: COUNTY HPHP shall pay, in advance, on the first day of each month, the sum of \$800.00 to HCRC.
- 4. Condition of Premises: The premises are sublet in an "as-is" condition. No security deposit has been made by COUNTY HPHP. COUNTY HPHP will bear all responsibility for: repairs for damages caused by COUNTY HPHP's use of premises, excepting any damage resulting from normal wear and tear, or improvements to the sublet premises as required by COUNTY HPHP.

- 5. Alterations: COUNTY HPHP shall not make any alterations to the sublet premises without HCRC's written consent.
- 6. Utilities and Services: COUNTY HPHP shall make all arrangements and pay or all telephone service furnished to the sublet premises. HCRC shall pay for gas, electricity, water and trash collection furnished to or used by COUNTY HPHP in connection with the sublet premises.
- 7. Use: COUNTY HPHP agrees that it will use the sublet premises only for office use, or other related uses, in connection with the program's provision of health services to the homeless.
- 8. Assignment: COUNTY HPHP shall not assign or encumber its interest in this Agreement, or sublease all or any part of the sublet premises.

9. Insurance:

- a. COUNTY HPHP shall, at its own cost and expense, maintain or cause to be maintained throughout the term of the Agreement, a standard comprehensive general liability insurance policy or policies insuring HCRC and the City of Santa Cruz against direct or contingent loss or liability for damages for bodily or personal injury, death or property damage occasioned by reason of COUNTY HPHP's occupancy, use, maintenance or operation of the sublet premises. Said policy or policies shall provide coverage in the minimum liability limits of \$1,000,000.00 for bodily or personal injury or death per occurrence and in a minimum amount of \$1,000,000.00 for damage to property resulting from each occurrence. COUNTY HPHP, tenant shall immediately furnish a certificate to HCRC stating that the insurance policies required by this Section are in full force and effect.
- b. COUNTY HPHP shall indemnify and hold HCRC, The CITY OF SANTA CRUZ, and their officers, agents and employees, free and harmless of any liability claims, loss, damages or expenses, including attorneys fees, arising out of or related to COUNTY HPHP's occupancy.
- c. HCRC shall indemnify and hold COUNTY HPHP and their officers, agents and employees, free and harmless of any liability claims, loss, damages or expenses, including

attorneys fees, arising out of or related to $\ensuremath{\mathsf{HCRC's}}$ operations or actions.

LESSOR:
Homeless Community Resource Center
Con Con
By: Ken Cole, Executive Director
LESSEE: County of Santa Cruz
By: Rama Khalsa, HSA Administrator
Consent to Sublease: City of Santa Cruz
By:
Approved as to Form:
City Attorney's Office
Approved as to Form:

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TO:831 454 5848

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EXHIBIT A
PAGE 10F9

THE CITY OF SANTA CRUZ

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HOMELESS COMMUNITY RESOURCE CENTER

This lease is made on formal 1993, between the City of Santa Cruz, a Municipal corporation ("City"), and the Homeless community Resource center ("Tenant"), whose address is 115 Coral Street, Santa Cruz, CA, who agree as follows:

- 1. Premises: City leases to Tenant and Tenant leases from City that certain real property located at 115 and 117 Coral Street, Santa Cruz, California, consisting of a residential structure and a portion of a commercial structure, as more particularly set forth in Exhibit A and incorporated herein by this reference.
- 2. Term: The term of this agreement commenced on March 15, 1993. Unless sooner terminated, it shall continue in effect until such time as a long term master lease has been entered into between the two parties. Tenancy shall be terminable by City on 30 days' written notice given at any time.
- 3. Rent: Tenant shall pay to City as a minimum monthly rent without deduction, setoff, prior notice, or demand, the sum of \$2,400.00. Rent is due and payable, in advance, on the first day of each month.
- 4. Security Deposit. No security deposit has been made by the ,Tenant. Tenant agrees to bear all responsibility for repairs of damages caused to the Premises.
- 5. Taxes and Assessments: Tenant shall pay all taxes and assessments of any type or nature charged to City or County or affecting the Premises. Tenant shall also pay any and all possessory interest taxes assessed upon the Premises.

1 of 5

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PAGE: 03



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6. Insurance:

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- Tenant shall, at its own cost and expense, maintain or cause to be maintained throughout the term of the Agreement, a standard comprehensive general liability insurance policy or policies insuring Tenant against direct or contingent loss or liability for damages for bodily or personal injury, death or property damage occasioned by reason of Tenant's occupancy, use, maintenance or operation of the Premises. Said policy or policies shall provide coverage in the minimum liability limits of \$1,000,000.00 for bodily or personal injury or death per occurrence and in a minimum amount of \$1,000,000.00 for damage to property resulting from each occurrence. The City, the Santa Cruz Public Financing Authority, the County of Santa Cruz and their officers, agents and employees shall be named as additional insureds. All insurance policies shall provide that the City shall be given thirty (30) days prior notice of each expiration or of any intended cancellation or of any reduction of the coverage provided. Tenant shall immediately furnish a certificate to the city stating that the insurance policies required by this Section are in full force and effect.
- b. Tenant shall indemnify and hold the City, the Santa Cruz Public Financing Authority, the County of Santa Cruz, and their officers, agents and employees, free and harmless of any liability claims, loss, damages or expenses, including attorneys fees, arising out of or related to Tenant's occupancy.
- 7. Limitations on Use: Tenant agrees that during the term of this Agreement, it will use the Premises for providing, assistance and services to the homeless and for no other use without prior written consent from City. The Premises shall not be used or permitted to be used in violation of any law. All signs shall require City's prior approval.
- 8. Tenant's Maintenance: Tenant at its cost shall maintain, in good condition and repair, all portions of the Premises occupied



by Tenant, With the exception of the exterior walls and roof which shall be the responsibility of City.

- 9. Alterations: Tenant shall not make any alterations to the Premises without City's written consent. All alterations shall remain on and be surrendered with the Premises on expiration or termination of this Agreement.
- 10. Mechanics' Liens: Tenant shall pay all costs for construction done by it or caused to be done by it on the Premises as permitted by this lease. Tenant shall keep the building, other improvements, and land of which the Premises are a part free and clear of all mechanics' liens resulting from construction done by or for Tenant.
- 11. Utilities and Services: Tenant shall make all arrangements for and pay for all utilities and services furnished to or used by it, including, without limitation, gas, electricity, water, telephone service, and trash collection, and for all connection charges.

12. Destruction:

a. In the event of destruction of the leased Premises, to the extent of less than fifty percent (50%) of the replacement cost thereof, during the lease term, from any causa, City shall to the extent of applicable insurance proceeds, at its own cost and expense, as soon as practicable, repair the building, Such a partial destruction shall in no way annul or void this lease, except as hereinafter provided. Tenant shall be entitled to a proportionate reduction of rent while such repairs are baing made. The proportionate reduction will be calculated by determining the extent to which the repair activity interferes with the business carried on by Tenant on the Premises. The repairs required hereby shall be such as to restore the building

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to substantially the same condition as it was prior to installation of improvements and betterments.

Tenant shall, at its own cost and expense, as soon as practicable, repair, replace or reconstruct all improvements and betterments made to the leased Premises to the extent of applicable insurance proceeds.

- b. In the event the Premises is undamaged but *one* or more fixture, improvement or betterment made to the .leasedPremises is damaged, Tenant shall, at its own cost and expense, as soon ae practicable, repair, replace or reconstruct said fixture, improvement or betterment to the extent of applicable insurance proceeds.
- c. In the event that the leased Premises is destroyed to the extent of more than fifty percent (50%) of the replacement cost thereof, this Lease may be terminated at the option of either party. If the lease is not terminated, Tenant shall be entitled to a proportionate reduction of rent while repairs are being made. The proportionate reduction will be calculated by determining the extent to which the repair activity interferes with the business carried on by Tenant on the Premises. The repairs required hereby shall be such as to restore the building to substantially the same condition as it was prior to installation of improvements and betterments. Tenant shall, at its own cost and expense, as soon as practicable, repair, replace or reconstruct all improvements and betterments made to leased Premises.
- d. In the event of any dispute between City and Tenant relative to the provisions of this paragraph, City's reasonable findings and conclusions as to ability to repair and extent of damage shall be binding upon Tenant.
- e. In respect to any partial destruction which City is obligated to repair or may elect to repair under the terms of this subparagraph, the provisions of Section 1932, subdivision 2, and of Section 1933, Subdivision 4, of the Civil Code of the State of California are waived by Tenant.

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13. Assignment: Tenant shall not assign or encumber its interest in this agreement or in the Premises, or sublease all or any part of the Premises, without first .obtaining City's written consent.

LANDLORD:

CITY OF SANTA CRUZ A MUNICIPAL CORPORATION

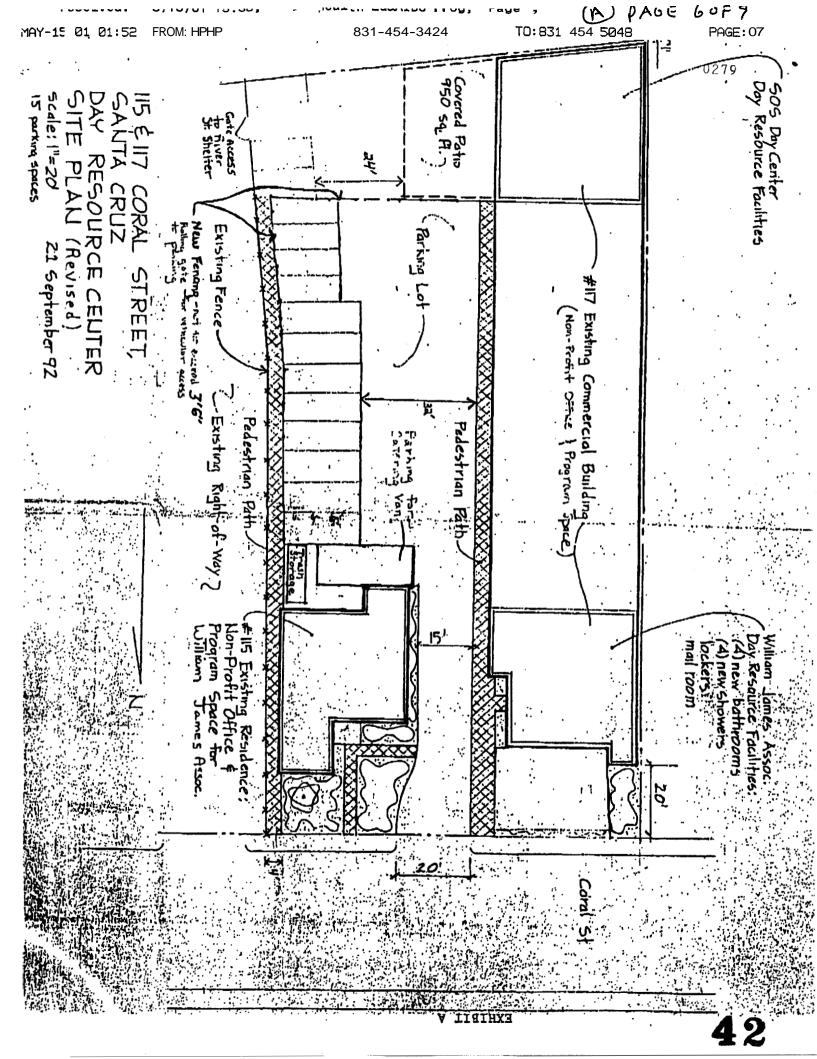
TENANT:

HOMELESS COMMUNITY RESOURCE

CENTER.

APPROVED

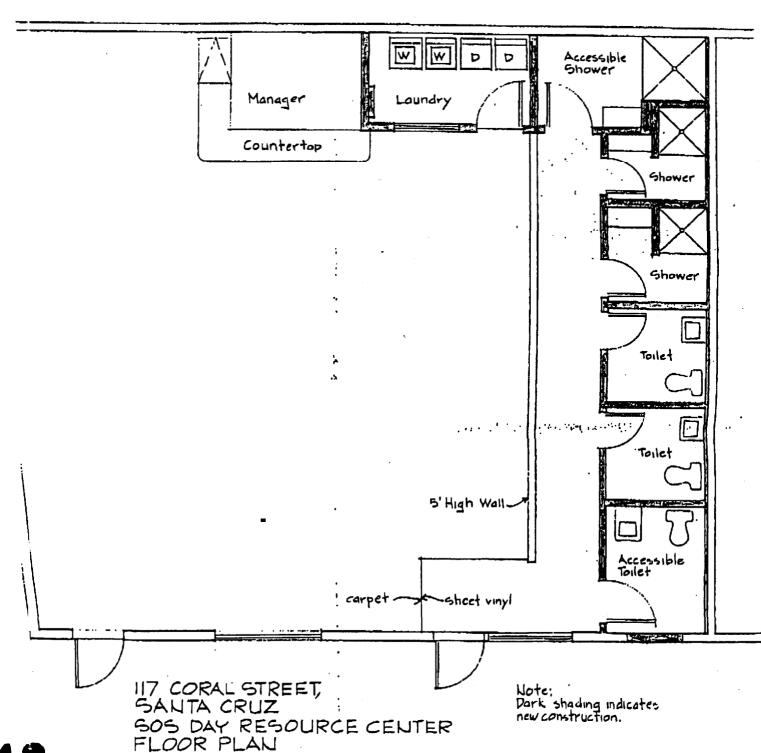
Attorney's Office



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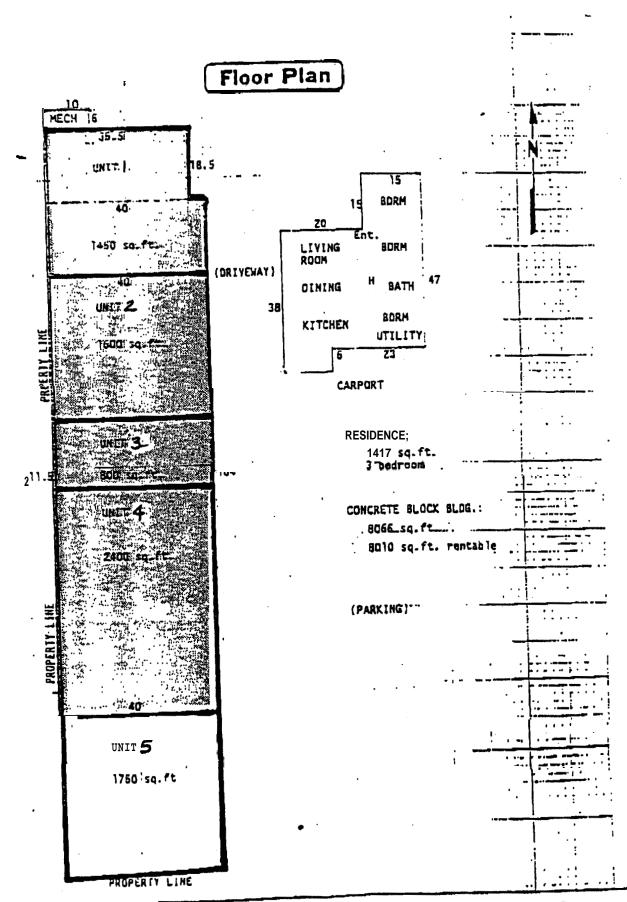
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115-117 Coral Street

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Rental Rate

Square Feet Rent @ .60/sf 0.60 per square foot

(Monthly)

Unit 1	Unit 2	Unit3	Unit4	Unit 5	Tota,
 1450	1600	800	2400	1760	8010
870	960	480	1440	1056	4806

Unit 1 is closest to the street, Unit 5 is currently used as shower/laundry by HDRC

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1.000 6720 for Dec-June

300

960

1050

2916

1784

