

RESOLUTION NUMBER R- 292312

ADOPTED ON OCT 18 1999

WHEREAS, The City of San Diego is the owner of certain real property, commonly known as the Orfila Vineyards, located in the San Pasqual Valley [Property]; and

WHEREAS, the City desires to lease the Property to the current lessee, Orfila Vineyards, Inc., who has invested \$1.5 million in improvements to the Property, and who proposes to spend an additional \$700,000 on improvements to the Property, which will elevate the quality and profitability of the Property; and

WHEREAS, the Water Department, the San Pasqual Lake Hodges Planning Group, the Real Estate Advisory Committee, and the Agricultural Advisory Board have recommended approval of the lease; and

WHEREAS, on February 3, 1999, the Land Use and Housing Committee recommended approval of the Lease; and

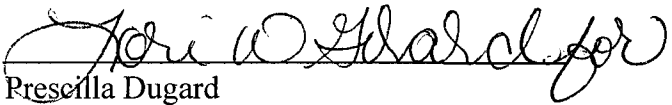
WHEREAS, the market value of the Property is estimated to be \$550,000; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, that the City Manager is authorized to execute, for and on behalf of The City of San Diego, a 25-year Percentage Rate Lease agreement (with right to extend for two additional terms of five years each) with Orfila Vineyards, Inc., a California corporation, for the operation of a 71-acre vineyard, winery and tasting room and related activities located at 3455 San Pasqual Road, San Pasqual Valley, at a minimum annual rent of \$45,000 versus three percent of all sales, under the terms and conditions

set forth in that lease agreement on file in the office of the City Clerk as Document No.

RR- 292312

APPROVED: CASEY GWINN, City Attorney

By 
Prescilla Dugard
Deputy City Attorney

PD:cdk
10/05/99
Or.Dept:REA
Aud.Cert:N/A
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