RESOLUTION NUMBER R- 311935

DATE OF FINAL PASSAGE AUG 2 0 2018

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO AUTHORIZING AND DIRECTING THE EXECUTION OF A TWENTY-YEAR LEASE WITH LA JOLLA COMMUNITY CENTER, A CALIFORNIA NONPROFIT PUBLIC BENEFIT CORPORATION, FOR CITY-OWNED REAL PROPERTY KNOWN AS THE FLORENCE RIFORD SENIOR SERVICES CENTER LOCATED AT 6811 LA JOLLA BOULEVARD, LA JOLLA, CALIFORNIA AND WAIVING COUNCIL POLICY 700-12 WITH RESPECT TO THE COMMENCEMENT OF LEASE NEGOTIATIONS AND ANNUAL RENT.

WHEREAS, the City of San Diego (City) owns that certain real property known as the Florence Riford Senior Services Center located at 6811 La Jolla Boulevard, La Jolla, California, 92037 (Property), improved with an approximate 7,200 square foot building; and

WHEREAS, in 1989, the City leased the Property pursuant to a Nonprofit Lease approved by the San Diego City Council on file with the Office of the City Clerk as Document No. RR-274120-2 (Original Lease), for operation and maintenance of a multi-purpose senior services center; and

WHEREAS, in 2007, Friends of the Riford Center, a nonprofit public benefit corporation, assumed the Original Lease; and

WHEREAS, in 2012, Friends of the Riford Center changed its name to La Jolla Community Center (LJCC); and

WHEREAS, LJCC now requests a new lease of the Property to continue operation of the multi-purpose adult community and recreation center to provide healthy living, fitness, recreational, educational, and cultural programming and social services for the benefit of the adult community of fifty-five years of age or more; and

WHEREAS, LJCC has provided a public purpose through the continued operation of the Property and has an excellent history with respect to its performance under the Original Lease; and

WHEREAS, City staff has negotiated a proposed twenty (20) year lease of the Property with LJCC (Lease) for operation of a multi-purpose adult community and recreation center to provide healthy living, fitness, recreational, educational, and cultural programming and social services for the benefit of the adult community of fifty-five years of age or more. The Lease requires LJCC pay annual rent in the amount of \$3,597.50, with annual Consumer Price Index adjustments; and

WHEREAS, Council Policy 700-12 provides that Council approval of a prospective nonprofit organization's use of City-owned property shall be obtained prior to commencement of lease negotiations and that fair market value shall be obtained for leases of City-owned property to nonprofit organizations, discounted only for direct offsets to otherwise-required City expenditures; and

WHEREAS, City staff requests a waiver of the requirements of Council Policy 700-12 with respect to commencement of lease negotiations and to the extent that the Property shall be leased at less than fair market value; and

WHEREAS, as appraised by City staff, the market value of the Property is \$2,400,000; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, that the Mayor, or his designee, is authorized and directed to execute that certain City of San Diego Lease on file in the Office of the City Clerk as Document No. 311935, with La Jolla Community Center, a California nonprofit public benefit corporation, for the continued operation and maintenance of

(R-2019-56)

the property located at 6811 La Jolla Boulevard, La Jolla, California, for operation of the multi-

purpose adult community and recreation center to provide healthy living, fitness, recreational,

educational, and cultural programming and social services for the benefit of the adult community

of fifty-five years of age or more.

BE IT FURTHER RESOLVED, that the Mayor, or his designee, is authorized to execute

and deliver all such agreements and all other instruments to effect and complete the transaction

contemplated by this Resolution.

BE IT FURTHER RESOLVED, that the Chief Financial Officer is authorized to accept

and deposit rent revenue into the General Fund 100000.

BE IT FURTHER RESOLVED, that, given La Jolla Community Center has an excellent

history as a lessee of the City and provides healthy living, fitness, recreational, educational, and

cultural programming and social services for the benefit of the adult community of fifty-five

years of age or more, this benefit would be afforded by continued use of the property located at

6811 La Jolla Boulevard, La Jolla, San Diego, California as a multi-purpose adult community

and recreational center, therefore Council Policy 700-12 is hereby waived with respect to

commencement of lease negotiations and to the extent that the Property shall be leased at less

than fair market value as authorized hereby.

APPROVED, MARA W. ELLIOTT, City Attorney

By

Heather M. Ferbert

Deputy City Attorney

HMF:nja:sc

07/24/2018

Or. Dept: READ

Doc. No.: 1799438

-PAGE 3 OF 4-

I certify that the meeting of	foregoing Resolution was pass	sed by the Council of the City of San Diego, at this
		ELIZABETH S. MALAND City Clerk
		By
	αI	Deputy City Clerk
Approved:	(date) 8	KEVIN L. FAULCONER, Mayor
	, ,,	, •
Vetoed:		
	(date)	KEVIN L. FAULCONER, Mayor