103B 26-24 (R-2024-321)

RESOLUTION NUMBER R- 315341

DATE OF FINAL PASSAGE FEB 1 4 2024

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING A FIVE-YEAR RETAIL LEASE, INCLUDING TWO FIVE-YEAR OPTIONS TO EXTEND THE TERM, WITH LA FUENTE MEXICAN RESTAURANT FOR A 2,730-SQUARE FOOT SUITE IN THE RETAIL CENTER LOCATED AT 8690 AERO DRIVE.

WHEREAS, the City of San Diego (City) owns certain real property located at 8690 Aero Drive (Property), consisting of a 22,000 square foot commercial retail center (Retail Center); and

WHEREAS, Rafael Gonzalez Figueroa dba La Fuente Mexican Restaurant (Tenant) has been a tenant in good standing in the Retail Center since June 12, 2012, and currently occupies Suite 120, which is approximately 2,730 square feet (Suite), on a month-to-month holdover basis; and

WHEREAS, the City desires to enter into a formal lease with Tenant for the Suite in the Retail Center for continued use as Mexican restaurant; and

WHEREAS, the City and Tenant have negotiated a lease for the Suite (Lease) with an initial five-year term, followed by two five-year extension options exercisable by Tenant; and

WHEREAS, under Council Policy 700-10, the City obtained an appraisal of the Suite to determine its fair market rent, and the rent negotiated by the City for the Lease (Rent) is equal to or higher than the appraised fair market rent for the Suite; and

WHEREAS, as specified in the proposed Lease (included in the docket materials accompanying this Resolution), the monthly rent will be \$6,552.00 for the first year and will increase annually by a set percentage through the tenth year, then will adjust to market rate starting in the eleventh year; and

WHEREAS, the Lease is not subject to the Surplus Land Act, Government Code sections

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54220 to 54234 (as amended, SLA), because it (a) is not for a term longer than 15 years,

including renewal options; and (b) does not involve any development or demolition; and

WHEREAS, the Office of the City Attorney has drafted this Resolution based on the

information provided by City staff (including information provided by affected third parties and

verified by City staff), with the understanding that this information is complete, true, and

accurate; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, as follows:

1. The Council approves the City's lease of the Suite to the Tenant under the terms

and conditions of the Lease.

2. The Mayor or designee is authorized, on behalf of the City, to sign and deliver the

Lease and all documents necessary or appropriate to perform the City's obligations under the

Lease. A copy of the Lease, when fully signed, shall be placed on file in the Office of the City

Clerk as Document No. RR- 315341

3. The Council finds, as required by Council Policy 700-10, that the City will

receive fair market rent for the Lease.

4. The Chief Financial Officer is authorized and directed to accept the Rent payable

to the City under the Lease and deposit such Rent into the Airport Enterprise Fund 7000033.

APPROVED: MARA W. ELLIOTT, City Attorney

By

Kevin Reisch For Brian W. Byun

Deputy City Attorney

BWB:nja 01/23/2024

Or. Dept: DREAM

Doc. No. 3538748

I certify that the foregoing Resolution was pass meeting of FEB 0 6 2024	ed by the Council of the City of San Diego, at this
	DIANA J.S. FUENTES City Clerk
	By <u>Cannie Patterson</u> Deputy City Clerk
Approved: 2(1212)	TODD GLORIA, Mayor
Vetoed: (date)	TODD GLORIA, Mayor

Passed by the Council of The C	City of San Dieg	o onF	EB 0 6 2024	_, by the following vote	
Councilmembers	Yeas	Nays	Not Present	Recused	
Joe LaCava	Ø				
Jennifer Campbell	Z				
Stephen Whitburn					
District 4 - vacant					
Marni von Wilpert	\angle				
Kent Lee	Ø				
Raul A. Campillo	\mathbb{Z}				
Vivian Moreno					
Sean Elo-Rivera	\mathbb{Z}				
Date of final passage FE (Please note: When a resolution date the approved resolution AUTHENTICATED BY:	tion is approv	d to the Offic	ce of the City Cle	erk.)	
(Seal)		·	-	San Diego, California.	
	·	ву <u>С</u>	nnie Fa	The Deputy	
		Office of the	City Clerk, San D	iego, California	
Resolution Number R- 315341					

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