108B 2-6-24 (R-2024-319)

RESOLUTION NUMBER R- 315351

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 RAWKNYKZ BARBER SHOP FOR A 662-SQUARE FOOT SUITE IN THE RETAIL CENTER LOCATED AT 8690 AERO DRIVE.

Drive (Property), consisting of a 22,000 square foot commercial retail center (Retail Center); and WHEREAS, Nicholas and Zulay Romero dba Rawknykz Barber Shop (Tenant) has been a tenant in good standing in the Retail Center since November 29, 2010, and currently occupies

Suite 106, which is approximately 662 square feet (Suite), on a month-to-month holdover basis;

WHEREAS, the City of San Diego (City) owns certain real property located at 8690 Aero

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

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 \$1,490.17 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

(R-2024-319).

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

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- 315351

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

Xevin Rousch / For Brian W. Byun

Deputy City Attorney

BWB:nja 01/23/2024

Or. Dept: DREAM

Doc. No. 3538636

I certify that the foregoing Resolution vecting of FEB 0.6.2024	was passed by the Council of the City of San Diego, at this
	DIANA J.S. FUENTES City Clerk
	By <u>Connie Fatters or</u> Deputy City Clerk
Approved: 2UUU (date)	TODD GLORIA, Mayor
Vetoed:(date)	TODD GLORIA, Mayor

assed by the Council of The C	ity of San Dieg	o on <u>FE</u>	B 06 2024	_, by the following vote:	
Councilmembers	Yeas	Nays	Not Present	Recused	
Joe LaCava	\nearrow				
Jennifer Campbell	Ā				
Stephen Whitburn	Д				
District 4 - vacant					
Marni von Wilpert					
Kent Lee		Ī			
Raul A. Campillo	<u> </u>				
Vivian Moreno					
Sean Elo-Rivera	$\overline{\mathbb{Z}}$				
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Please note: When a resolution the approved resolution					
	TODD GLORIA				
AUTHENTICATED BY:		Mayo	or of The City of S	an Diego, California.	
(Seal)		<u>DIANA J.S. FUENTES</u> City Clerk of The City of San Diego, California.			
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		By Or	mie Patte	Deputy	
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		Office of the	: City Clerk, San E	Diego, California	
	Reso	olution Numbe	or R- 3153	51	