2026 5-20-24 (R-2024-427)

RESOLUTION NUMBER R- 315544

DATE OF FINAL PASSAGE MAY 2 9 2024

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING THAT CERTAIN SUBLEASE BETWEEN WAWANESA GENERAL INSURANCE COMPANY, INC., AND THE CITY OF SAN DIEGO RELATED TO OFFICE SPACE AT 7650 MISSION VALLEY ROAD.

WHEREAS, the City of San Diego (City) identified the approximately 73,970 square feet of office space located at 7650 Mission Valley Road, San Diego, California (Premises), as a new location for staff of the City's Development Services Department; and

WHEREAS, Wawanesa General Insurance Company, Inc., a California corporation (Sublandlord), currently leases the Premises from HGF L.P., a California limited partnership, under that certain October 19, 2019 Single Tenant Lease; and

WHEREAS, the City and Sublandlord negotiated a proposed Sublease for the City to sublease the Premises (Sublease) for a term of four years and four months (Term); and

WHEREAS, under the Sublease, the City will pay initial base rent of \$2.40 per square foot, subject to 3 percent annual increases, as well as operating expenses for the Premises; 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 (Council), as follows:

1. The Council approves the Sublease, including all attachments and exhibits to the Sublease.

- 2. The Mayor or designee is authorized, on behalf of the City, to sign and enter into the Sublease, including all attachments and exhibits to the Sublease requiring the City's signature, and take all other actions reasonably necessary to perform the City's obligations under the Sublease. A copy of the Sublease, when fully signed, shall be placed on file with the City Clerk as Document No. RR-315544.
- 3. The Chief Financial Officer is authorized to expend an amount not to exceed \$8,824,128.60 in base rent, and an amount not to exceed \$1,346,254.00 in operating expenses over the Term, with the base rent and operating expenses paid as follows: (1) 89.80 percent from DSD Enterprise Fund #700036, (2) 0.56 percent from LEA Fund #200226, and (3) 9.64 percent from General Fund #100000/BA 9912; provided, however, that funding for base rent and operating expenses under the Sublease in future fiscal years after Fiscal Year 2024 is contingent upon the Council's annual appropriation of funds for these expenses for each applicable fiscal year and the Chief Financial Officer furnishing one or more certificates certifying that funds necessary for these expenditures, are, or will be, on deposit with the City Treasurer.

APPROVED: MARA W. ELLIOTT, City Attorney

By

Julie Gough Inman
Deputy City Attorney

JGI:cw

March 11, 2024 Or. Dept: DREAM Doc. No. 3596083

	assed by the Council of the City of San Diego, at this 2 0 2024		
	DIANA J.S. FUENTES City Clerk		
	By <u>Connie Patterson</u> Deputy City Clerk		
Approved: 5/28/24 (date)	CTODD GLORIA, Mayor		
Vetoed:(date)	TODD GLORIA, Mayor		

Passed by the Council of The	City of San Diego	o on <b>M</b>	AY 2 0 2024	_, by the following vote:		
Councilmembers	Yeas	Nays	Not Present	Recused		
Joe LaCava	Z					
Jennifer Campbell	Z					
Stephen Whitburn	Ø					
Henry L. Foster III	otag					
Marni von Wilpert		Z				
Kent Lee	Ø					
Raul A. Campillo	$\mathbb{Z}_{\mathbb{Z}}$					
Vivian Moreno	Z					
Sean Elo-Rivera	Ø					
(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)  TODD GLORIA						
AUTHENTICATED BY:		Mayor of The City of San Diego, California.				
(Seal)	DIANA J.S. FUENTES  City Clerk of The City of San Diego, California.  By Annie Hattuson-Deputy					
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Office of the City Clerk, San Diego, California						
Resolution Number R- 315544						

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