MINUTE ITEM This Colemdon Hem Ho. C.18 to O at the CALLE meeting.

CALENDAR ITEM

13

C 7 8

39/27/90 PRC 7063 Bancroft

S 7

AMENDMENT OF GENERAL LEASE - PUBLIC AGENCY USE

LESSEE:

City of Pittsburg P. O. Box 1518

The second secon

Pittsburg, California 94565

AREA, TYPE LAND AND LUCASTIONS

An 8.281-aree parcel of tide and submerged land, located in Sacramento River at Pittsburg.

Contra Costa County.

LAND USE:

Marina facility.

TERMS OF ORIGINAL LEASE:

Initial period:

20 years beginning April 1,

1987.

Consideration:

The public use and benéřist; with the State reserving the right at any time to set a monetary rental if the Commission finds such action to be so the State's best interest and/or if revenue exceeds costs.

TERMS OF PROPOSED AMENDMENT:

The description on Exhibit "A" is substituted for the description in lease PRC 7063.

CALENDAR ITEM NO. C . 8 (CONT'D)

- B. Paragraph 2, Section 2 of lease PRC 7063, as shown in Exhibit "C", is deleted.
- C. Effective date is Tanuary 1, 1990.

STATUTORY AND OTHER REFERENCES:

- A. P.R.C.: Div. δ, Parts 1 and 2; Div. 13.
- B. Cal. Code Regs.: Title 2. Div. 3; Title 14, Div. 6.

AB 884:

11/27/90.

OTHER PERTINENT INFORMATION:

- A Negative Declaration was prepared and adopted for this project by the City of Pittsburg. The State Lands Commission's staff has reviewed such document.
- 2. The original lease provides for the construction of marina facilities within the leased premises and Also upon adjoining premises leased to PG&E under PRC 4444. The original lease provided for a sublease from PG&E for the affected area of the lease.

Actual construction of the marina facilities extended beyond the original lease boundaries.

This amendment provides for incorporation of the entire marina facility under lease PRC 7093 and eliminates the sublease requirement with PG&E. PG&E has agreed to the elimination of the affected area and an amendment to their lesse (PRC 4004) is being processed.

APPROVALS OBTAINED:

None.

FURTHER APPROVALS REQUIRED:

CALENDAR ITEM NO.C & (CONT'D)

EXHIBITS:

A. Land Description.

B. Location Map.

C. Copy of Original Lease PRC 7063.

IT IS RECOMMENDED THAT THE COMMISSION:

- 1. FIND THAT A NEGATIVE DECLARATION WAS PREPARED AND ADOPTED FOR THIS PROJECT BY THE CITY OF PITTSBURG AND THAT THE COMMISSION HAS REVIEWED AND CONSIDERED THE INFORMATION
- 2. DETERMINE THAT THE PROJECT, AS APPROVED, WILL NOT HAVE SIGNIFICANT EFFECT ON THE ENVIRONMENT.
- 3. AUTHORIZE AN AMENDMENT TO LEASE PRC 7063, EFFECTIVE JANUARY 1. 1990, PROVIDING FOR THE DELETION OF THE LAND DESCRIPTION DATED MARCH 9. 1987, IN SAID LEASE PRC 7063 AND REPLACING IT WITH THE LAND DESCRIPTION DATED DECEMBER 12, 1989, IDENTIFIED AS EXHIBIT "A" ATTACHED HERETO AND BY REFERENCE MADE A PART HEREOF AND THE DELETION OF PARAGRAPH 2, SECTION 2. OF SAID LEASE PRC 7063.
- 4. DETERMINE THAT, EXCEPT FOR THE CHANGES AUTHORIZED HEREIN, ALL OTHER TERMS AND CONDITIONS OF SAID LEASE PRC 7063 SHALL REMAIN IN FULL FORCE AND EFFECT.

EXHIBIT "A"

PRC 7063.9

LAND DESCRIPTION

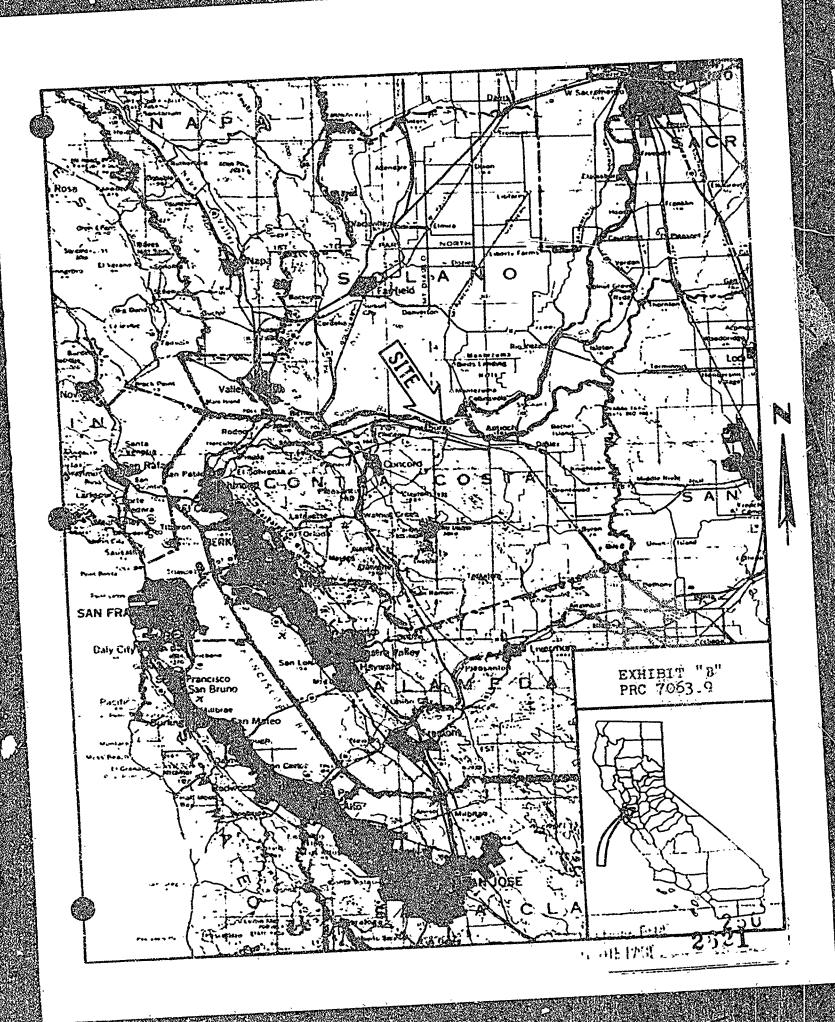
A parcel of tide and submerged land in the Sacramento River, vicinity of Pittsburg, Contra Costa County, California, described as follows:

Commencing at a point on the westerly line of Montezuma Street and its intersection with the northerly line of Cody Street, as said lines are shown on that certain map entitled "West Side addition No. 3 of the City of Pittsburg" which map was filed on Sept. 5, 1928, in the office of the recorder, Book 21 of maps at Page 574, County of Contra Costa, State of California; thence along the northerly extension of said westerly line of Montezuma Street, N 16°40' 00" E 922.72 feet, to the Easterly terminus of the line described in the agreement between the State of California and Pacific Gas and Electric Company, arbitrating and stipulating ordinary high water mark along the Sacramento River, dated October 24, 1961, which line is delineated and described "North property line of PG&E" on the plot of the North property line of PG&E along the Sacramenio River filed in the office of the recorder, in Book 19, Page 33 of Licensed Land Surveys, County of Contra Costa, State of California, said point being on the western boundary of the City of Pittsburg and also being the POINT OF BEGINNING; thence continuing along said northerly extension of the westerly line of Montezuma Street and said western boundary N 164000" East 307.28 feet, to the northwest corner of the Montezuma Street Extension Annexation (Resolution 924 dated March 1, 1943); thence leaving said westerly line of Montezuma Street and along the north line of said annexation line N88°55'00" E 52.50 feet; thence leaving said annexation line N169000"E 100.00 feet; thence leaving said western boundary line of the City of Pittsburg N 57'00'00" W 606.42 feet; thence S 70'53'35" W 300.00 feet; thence \$16945'00"W 450.00 feet, to said Western boundary line of the City of Pitesburg and said northerly property line of PG&E; thence along said western city boundary line and said northerly line of said PG&E S 89°45'31" E 115.00 feet; thence S 73°15'00" E 663.78 feet to the point of beginning.

END OF DESCRIPTION

REVIEWED DECEMBER 12, 1989 BY BIU 1.

61.1/18 PAGE 2520



STATE OF CALIFORNIA STATE LANDS CONTISSION

FOR "CORDERS THE DALY

DUPLICATE ORIGINAL

RECORDED AT THE REQUEST OF

State of California/State Lands Commission
Official Eusiness - Document entitled to free
recordation pursuant to Government Code
Section 27383

VHESI RECORDED MAIL TO State Lands Commission 1807 - 13th Street Secremento, CA 95814

Attention: Title Unit

W 23849

LEASE NO. PRC 7063.9

This Leade consists of this summary and the following attached and incorporated parts:

Section 1 Basic Provisions

Section 2 Special Provisions amending or supplementing

Section t or 4

Section 3 Description of Lease Premises

Section 4 General Provisions

SECTION 1

BASIC PROVISIONS

The STATE OF CALIFORNIA, hereinafter referred to as Lessor acting by and through the STATE LANDS COMMISSION, (1807 - 13th Street, Sacramanto, California 95814), pursuant to Division 6 of the Public Sources Code and Title 2, Division 3 of the California Administrative Code, and for consideration specified in the Lease.

does herrby lease, demise and let to: CITY OF PITTSBURG

hereinafter referred to as Lussue:

WHOSE MAILING ADDRESS IS: 2020 Railroad Avenue

Pittsburg, California 96565

those certain lands described in Section 3 subject to the reservations, terms, covenants and conditions of this Lease.

LEASE TYPE: General Lease - Public Agency Use

LAND TYPE: Tide and Submerged LOCATION: Conjunction of Sacramento River

and New York Slough at

Pittsburg, Contra Costa County

LAND USE OR PURPOSE: Construction and maintenance of 75 open berths and a breakwater overlaid with a fishing pier: placement of riprap for embankment stabilization: dredge a maximum volume of 35.000 cubic yards of material to be disposed on City-owned public land

TERM: Twenty (20) years; beginning April 1. 1987 and ending March 31. 2007. unless sooner terminated as provided under this Leasant 201

EXHIBIT C

87-7163

SIDERATION: Public use and benefit conditional on terms as stated in Section 2. Paragraph 1: subject to modification by Lessor as specified in Palagraph 2(b) of Section 4.

AUTHORIZED IMPROVEMENTS: Construction and maintenance of 75 open beiths. an earthen fill breakwater overlaid with a fishing pier: Placement of [X] EXISTING: None

[X] TO BE CONSTRUCTED; CONSTRUCTION MUST BEGIN NO SCONER THAN: April 1, 1987

AND BE COMPLETED BY: April 1. 1988

LIABILITY INSURANCE: N/A

SURETY BOND ON OTHER SECURITY: N/A

SECTION 2

BEFORE THE EXECUTION OF THIS LEASE. ITS PROVISIONS ARE AMENDED. REVISED OR SUPPLEMENTED AS POLLOWS:

Riprap Placement

"Lessee shall, at least 30 days prior to placement of the riprap authorized herein, furnish a specific plan for the proposed riprap to the staff and shall obtain written authorization from the Executive Officer. Riprap placed under this authorization shall be placed in a workmanlike manner. shall be placed so as to minimize environmental disturbance and conform to generally accepted engineering practice." Sublease Conditions

The Lessee entering into and retaining a current lease with Pacific Gas and Electric Company (PGSE) for use of State-owned laids within the lease area described under PRC 4460.1. Which was issued to PGEE on November 2. 1983, is an express condition of this lease. Such executed document shall be submitted to the Commission within six months following the beginning date of this lease: Commission approval of same shall be required as a condition of this lease's continuance. Leases now enjoys written permission to enter onto PG&E's leased premises for broject construction bathoses beading the combletion of rearrance and enloss afficen because of aircar onto the rearrance of the second second

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Consideration

Consideration for use of State land described in Section 3 shall be the public use and benefit so long as revenues do not exceed delit service, capital expenditures, overhead and operating expenses, repairs and maintenance of the facilities. However, at any such time that it is determined that revenues exceed the stated costs. An Commission reserves the right to charge an annual rental in accordance with Commission policy then in effect. Lessee understands and agrees that revenues and expenditures from all operations authorized herein shall be clearly segregated and accountable separately from those operations situated within any granted area.

4. Dredging

- A. A royalty of \$0.25 per cubic yard hall be paid for any dredged material sold or used for private or commercial benefit. There shall be no royalty charged for man orial placed on public lands dedicated to the public benefit and use.
- B. It is further agreed that lessee shall submit copies of reports or contracts with the dredging operator substantiating the volume of materials dredged and any royalties due to the Commission on a quarterly basis. on forms supplied by the Commission (Form 30.9). It is agreed that lessee shall submit said forms on or before the fifteent. (15th) day of the month following the end of each permit quarter, together with payment for the royalty due on the volume temoved during that quarter. The first armit quarter shall be the every three-month period thereafter shall be a permit quarter.
- C. It is agreed that lossee shall furnish the Commission with copies of final surveys or copies of any other computations used as a basis to verify dredge volumes with twenty-five (25) days of completion of the activity authorized hereunder.

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APARIÁN A

SECTION 3

LAND DESCRIPTION

W 23649

Two parcels of tide and submerged land in the Sacrame to River. vicinity of Pittsburg. Contra Costa Counsy. California. described as follows:

PARCEL 1

BEGINNING at Station 6 as shown on the map entitled "Plat of the North Property Line of P.G.&E.". filed for record in Book 19. Page 33. Licensed Land Surveys. Contra Costa County Records, thence from said point of beginning along said property line N 72022'01" W. 473.90 feet: thence leaving said line N 17037'28" E. 319.06 feet: thence N 38025'11" W 129.99 feet, thence N 45056'11" E 137.31 feet: thence S 72022'01" E. 566.65 feet: thence S 17037'58" W. 141.29 feet; thence S 89047'57" W. 52.50 feet: thence S 17037'58" W. 355.18 feet to the point of beginning.

PARCEL 2

"Plat of the North Property Line of P.G.&E.", filed for record in Book 19, Page 33, Licensed Land Surveys, Contra Costa County Records: themce from said point of beginning along said property line S 72022'0' E. 189.88 feet; thence leaving said property line N 17037'28" E 319.06 feet; thence N 38025'11" W, 129.99 feet; thence S 45056'11" W 496.47 feet to a point on said property line; thence along said property line S 88052'32" E. 159.99 feet to the point of beginning.

This description is based on the California Coordinate System of 1927. Zone 3.

END OF DESCRIPTION

PREPARED MARCH 9. 198%, BY BOUNDARY SERVICES UNIT. M. L. SHAFER. SUPERVISOR.

0373b

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SECTION 4 GENERAL PROVISIONS



1. GENERAL

These provisions are applicable to all leases, permits, rights-orway, easements, or licenses or other interests in real property conveyed by the State Lands Commission.

2 CONSIDERATION

(a) Catomorles

(1) Rental:

TO SHOW THE SERVICE OF THE PROPERTY OF THE PRO

Luizee shall pay the ennual rental as stated in Section 1 or 2 to Lessor without deduction, delay or offset, on or before the beginning date of this Lesse and on or before each anniversary of its beginning date during each year of the Lesse term.

(2) Royalty or other consideration:

Leasee shall pay a royalty or other consideration in the amount, mathod and manner as specified in Section 1 or 2.

(3) Non-Monetary Consideration:

If a monetary rental, rowalty, or other consideration is not specified in Section I or 2, consideration to Lessor for this Lest. shall be the public use, benefit, health or selety, as appropriate, however Lessor shall have the right to review such consideration of any time and to set a monetary rental if the State Lands Commission, at its sole discretion, determines that such action is in the best interest of the State Lessee shall notify Lessor within ten (10) days in the event that the public is charged any direct or indirect fee for use and enjoyment of the Lesse Premises.

(b). Modification

Lessur may modify the amount or rate of consideration affective on each fifth aminersary of the beginning date of this Lesse. Should Lessor fell to exercise, such right effective on any fifth anniversary it may do so effective on any one (1) of the next four (4) anniversaries following such fifth anniversary, without prejudice to its right to effect such modification on the next or any succeeding fifth anniversary. Any modification of the amount or rate of consideration made pursuant to this paragraph shall conform to Title 2. Division 3 of the California Administrative Code and no such modification shall become effective unless Lessee is given written notice at lesset sixty (60) days prior to the effective date.

(c) Pensity and interest

Any installments of rental, royalty, or other consideration accruing under this Lease not paid when due shall be subject to a parialty and shall bear interest as specified in Public Resources Code Section 6224 and Section 2.

3 BOUNDARIES

This Lasse is not intended to establish the State's boundaries and is made without prejudice to either party regarding any boundary claims which may be asserted presently or in the future.

4 LAMÔ USE

(a) General:

Lessoe shall use the Lease Premises only for the purpose or purposes stated in Section 1 or 2 and only for the operation and maintainance of the improvements authorized in Section 1 or 2. Leasee shall commence use of the Lease Premises within nine.ly (90) days of the beginning date of this lease. Thereafter Leasee's discontinuance of such use for a period of ninety (90) days shall be conclusively presumed to be an abandonment.

(b) Repairs and Maintenance:

Lessee shall, at its own expense, knep and maintein the Lease Premises and all improvements in good order and repair and sate condition.

(c) Additions, Alterations and Removal-

(1) Additions - No improvements offiger than those ex-

precisty authorized in Section 1 or 2 of this Lease shall be constructed by the Lease on the Lease Premises without the prior written consent of Lease. Leases shall notify Leaser within ten (10) days after commencing the construction of authorized (minorements) and within sixty (80) days after completing them.

(2) Alteration or Removal — Except as provided under this Lease, no alteration or removal of existing improvements on or natural features of the Lease Premises shall be undertaken without the prior written consent of Leaser.

(d) Conservation:

Lesses shall practice conservation of water and other natural resources, and shall prevent pollution and herm to the environment in or on the Lesse Premises.

(e) Enjayment:

Nothing in this Lease shall proclude Lesses from excluding persons from the Lease Premises when their presence or activity constitute a material interference with Lesse's use and enjoyment of the Lesse Premises as provided under this Lesse.

(f) Discrimination:

Lesse in its use of the Lesse Premises shall not discriminate against any person or class of persons on the basis of race, color, creed, national origin, sex, age, or physical handicap.

(g) Residential Use:

Unless otherwise allowed under this Lease, improvements on the Lease Premiser shall not be used as a residence or for the purpose of mooring a floating residence.

5. RESERVATIONS, ENCUMBRANCES AND RIGHTS-OF-WA

(a) Reservations:

- (1) Lessor expressly reserves all natural resources in or on the Lesse Premises, including but not limited to oil, cool, natural gas and other hydrocarbons, minerals, oggregates, timber and geothermal resources, as well as the right to grent lesses in and over the Lesse Premises for the extraction of such natural resources, however such lessing shall be neither inconsistent nor incompatible with the rights or privileges of Lesses under this Lesse.
- (2) Lessor expressly reserves a right to go on the Lesse Premises and all improvements for any purpose associated with this Lesse or for carrying out any function required by law, or the rules, regulations or management policies of the State Lends Commission Lessor shall have a right of reasonable access to the Lesse Premises across Lessee owned or occupied lands adjacent to the Lesse Premises for any purpose associated with this Lesse.
- (3) Lessor expressly reserves to the public an easement for convenient access across the Lease Promises to other State-owned lands located near or adjacent to the Lease Premises and a right of reasonable passage across and along any right-of-way granted by this Lease, however, such easement or right-of-way shall be neither inconsistent nor incompatible with the rights or privileges of Lesseo under this Lease.
- (4) Lessor expressly reserves the right to lesse, convoy, or encumber the Lesse Premises, in whole or in curt, during the lesse term for any purpose not inconsistent of incompetible with the rights or privileges of Lessee under this Lesse.

(b) Encumbrences:

This Lease may be subject to pre-guisting contracts, leases, licenses, easements, encumbrances and clayins and it is made without prayability Leaser of title, condition or fitness of the land for the stated or intended use. 2320

(c) Rights-of-Way

If this Lasse is for a right-of-way covering one or more pipeness or conduits, the Lease Premises include only land ectually inderlying the pipelines or conduits, and Lessor hereby grants to Lessee a non-exclusive right to go onto the lands edjacent to the Lesse Premises as is reasonable and necessary for installation, inspection and maintenance of the pipelines or conduits.

6. RULES, REGULATIONS AND TAXES

- (a) Lessor and Losses shall comply with and be bound by all presently entering or subsequently enacted rules, regulations, statutes or orderances of the State Lands Commission or any other governmental agency or entity having lawful authority and jurisdiction.
- (b) Lessee recognizes and understands in accepting this Lesse that it may be liable for a possessory interest tax imposed by e dry or county on its learnhold interest and that its payment of luch a tax shall not reduce the amount of consideration due Lawer under this Lasse and that Lessor shall have no liability for the payment of such a tax.

7 INDEMNITY

- (a) Lessor shall not be liable and Lessee shall indemnity, hold harmless and, at the option of Lessor, defend (Lessor, its officers, agents, and employees against and for any and a liebility, claims, ramages or injuries of any kind and from they cause, occurring on the Lesse Promises or improvements, or erising out of or connected in any way with the issuance of this Lesse.
- (b) Lessee shall give prompt notice to Lessor in case of any accident, injury or:casualty on the Lesso Premisos.

8. LIABILITY INSURANCE

- (a) If so specified in Section 1 or 2, Lessee shall obtain at its own expense and keep in full force and effect during the Lesse arm with an insurance company acceptable to Lesser comprehensive liability insurance, for specified categories and amounts, insuring Lessee and Lesser against any and all claims of liability arising out of the ownership, use, occupancy, condition or maintenance of the Lease Premises and all improvements:
- (b) The insurance policy or policies shall name the State as an add/nonal insured or co-linured party as in the Lease Pramises and shall identify the Lease by its assigned number. Leases shall (novide Leasor with a certificate of such incurance and shall keep such certificate current.
- (c) The Lability insurance coverage specified in this Lease shall us in effect at all times during the Lasse term and substituently until all of the Lease Premises have been either accepted as improved by Lessor or restored pursuant to Paregraph 13

9, SURETY BOND

- (a) If so specified in Section 1, Lessee shall provide a surety bond or other security device acceptable to Lessor, for the specified amount, and naming the State of California as the assured, to guarantee to Lessor the faithful observance and performance by Lessee of all of the terms, covenents and conditions of this Lessee.
- (b) Lessor may increase the amount of the surety bend or other security device to cover any additionally authorized improve ments, alterations or purposes and any modification of consideration.
- (c) The surry bond or other security device shall be maintained in full force and effect at all times during the Lease term and subgrouently until all of the Lease Premises have been either scepted as improved by Leasor or restored pursuant to Paratisant 13.

10. ASSIGNMENT, ENCUMBRANCING OR SUBLETTING

- (a) Lessee shall not either voluntarily or by operation of law, ossign, transfer, mortgage, pledge, hypothecate or encumber this Lesse and shall not subjet the Lesse Premises, in whole or in part, or allow any person other than the Lessee's employees, agents, servents and invitees to occupy or use all or any portion of the Lessee Premises without the prior written consent of Lesser.
- (b) This Lease chall be appurtenant to littoral or riperian land and any ownership interest or use rights of Lease in such lands and it shall not be severed from such rights or interests without the prior written consent of Leasor.

11. DEFAULT AND REMEDIES

(a) Dofault:

The occurrence of any one or more of the following events shall constitute a default or breach of this Lesse by Lessee:

- (1) Lessee's failure to make any payment of rental, royalty, or other consideration as required under this Lesse.
- (2) Lessao's failure to obtain or maintain flighthry insurance or a surety bond or other security device as required under this Lesso.
- (2) Lesses's vacation or abandonment of the Lesse Pramises during the Lesse term.
- (4) Lessee's failure to observe or perform any other term, covernant or condition of this Lesse to be observed or performed by the Lessee when such failure shall continue for period of sixty (60) days after Lessor's giving written notice; however, if the nature of Lessee's default or breach is such that more than elaty (60) days are reasonably required for its cure, then Lessee shall not be deemed to be in default or breach if Lessee commences such cure within such sixty (60) day period and diligantly proceeds with such cure to completion.

(b) Remedica:

in the event of a default or breach by Lessee and Lessee's failure to cure such default or breach, Lessor may at any time and with or without notice do any one or more of the following

- (1) Re-enter the Lease Promises, remo- if pirsons and property, and respossess and enjoy such premises.
- (2) Terminate this Lesse and Lessee's right of possession of the Lesse Premises. Such termination shall be effective upon Lesser's giving written notice and upon receipt of such notice Lessee shall immediately surrender possess on of the Lesse Premises to Lesser.
- (3) Maintain this Lasse in full force and effect and recover any rental, royalty, or other consideration as they become due without terminating Lessee's right of possession regardless of whether Lessee shall have abendoned the Losse Premises.
- (6) Exercise any oth is right or remedy which Lessor may have at low or in equity.

12. Lessee's termination

Lessee may terminate this Lesse for any reason upon giving Lessor at least sixty (60) days prior written notice. Lessee agrees that on the effective date of termination it shall responsibly leave and surrender the Lesse Premises to Lessor in a state of good order, condition, repair, and restoration as provided under Paragraphs 4(b) and 13. The exercise of such right of termination shall not release tessee from liability for any unpaid but accrued rental, royalty or other consideration which may be due under this Lesse or from any other obligations still applicable under the Lesse. No portion of any rental paid by Lessee in edvance shall be refunded.

PARTITION PART 256

13. RESTORATION OF LEASE PREMISES

(a) Upon expiration or sooner termination of this Lease, Lessor may accept all or any portion of the Lesse Promises, as then improved with structures, buildings, pipelines, machinery, facilities and fills in place; or Lessor may require Lessoe to remove all or any portion of such improvements at its acte expense and risk, or Lessor may riself remove or have removed all or any portion of such improvements at Lessoe's sole expense.

- (b) In removing any such improvements Lesses shall restore the Lesse Premises as nearly as possible to the conditions existing prior to their installation or construction
- (c) All such removal and restoration shall be to the satisfaction of Lessor and shall be completed within ninety (90) days of the expiration or sooner termination of this Lesso.

14 QUITCLAIM

Lessee shall, within ninety (90) days of the expiration or socier termination of this Lease, execute and deliver to Lessor in a form provided by Lessor a good and sufficient release of all rights under this Lease. Should Lessee fail or refuse to deliver such a refease, a written notice by Lessor recring such failure or refusal shall, from the date of us recordation, be conclusive evidence against Lessee and all other claimants of the termination of this Lease and any rights or interests of Lessee in the Lease Premises.

15 HOLDING-OVER

Any holding over by Lessee after the expiration of the Lease term, with or without the express or implied consent of Lessor, shall constitute a tenancy from month to-month and not an extension of the Lease term and shall be on the terms, convenants and conditions of this Lease with rental, royalty or other consideration payable in advance on the first day of each month, at the rate of one-twelfth (1 11th) of the annual amount

1º ADDITIONAL PROVISIONS

(a) Weiver:

(1) No term, covenant or condition of this Lease and no default or breach of any such term, covenant or condition shall be deemed to have been waived, by Lessor is acceptance of a late or nonconforming performance or otherwise, unless such a waiver is expressly acknowledged by Lessor in writing

(2) Any such waiver shall not be deemed to be a waiver any other term, covenant or condition or any other default breach of any term, covenant or condition of this Lesse.

The second secon

thi Time:

Time is c) the essence of this Lesse and each and all of its terms, covenants or conditions in which performance is a factor.

(c) Notice:

All notices required to be given under this Lesse shall be given in writing, sent by United States mail with postage propaid, to Lessor at the offices of the State Lands Commission and to Lessee at the address specified in Section 1, Lessee shall give Lessor notice of any change in its name or address.

(d) Consent:

Where Lessor's consent is required under this Lesso its consent for one transection or event shall not be desmad to be a consent to any subsequent occurrence of the same or any other Sansaction or event

(e) Changes:

This Lease may be terminated and its term; covenants and conditions amended, revised or supplemented by mutual agreement of the parties

(f) Successors

The terms, covenants and conditions, of this Lease shall extend to and be binding upon and inure to the benefit of the heirs, successors, and assigns of the respective parties and if more than one Lease is a party to this Lease, the obligations of the Lessees shall be joint and several.

(g) Captiona:

The captions of this Lease are not controlling and shall have no effect upon its construction or interpretation.

(h) Severability:

If any term, covenant or condition of this Lease is judicially determined to be invalid, it shall be considered deleted and shall not invalidate any of the remaining terms, covenants and conditions,

STAYE OF CALIFORNIA — STATE LANDS COMMISSION LEASE P.R.C. No. 7063.9

This lease will become binding upon the State only when duly executed on behalf of the State Lands Commission of the State of California:

IN WITNESS WHEREOF the parties hereto have executed this lease as of the date heroafter affixed.

S. ANTHONY PONATO
CITY MANAGER

STATE OF CALIFORNIA STATE LANDS COMMISSION

By: Test A Thuris Deputy Chief

Division of Land-Management and Conservation

Date MAY 1 4 1997

257 2528

The issuance of this lease was authorized by the State:
Lands Commission on 3 26 87

(Month Day Year)

87-71.63