THE INFORMATION IN THIS BOX IS NOT A PART OF THE CONTRACT AND IS FOR COUNTY USE ONLY



Contract Number

12-761 A5

SAP Number



Real Estate Services Department

Department Contract Representative Telephone Number

Terry W. Thompson, Director (909) 387-5000

Contractor
Contractor Representative
Telephone Number
Contract Term
Original Contract Amount
Amendment Amount
Total Contract Amount
Cost Center
GRC/PROJ/JOB No.

Palm Court Office Solutions 2, LLC
Ron Shahbandi, Managing Member
(714) 801-7818
9/1/13 – 5/31/40
\$25,655,510.24
\$9,941,096.17
\$35,596,606.41
5015011000
5700 2825

IT IS HEREBY AGREED AS FOLLOWS:

WHEREAS, San Bernardino County ("COUNTY"), as tenant, and Palm Court Office Solutions 2, LLC ("LANDLORD"), as landlord, have previously entered into Lease Agreement, Contract No. 12-761, dated September 1, 2013, amended by the First Amendment dated May 21, 2013, amended by the Second Amendment dated March 11, 2014, amended by the Third Amendment dated April 21, 2020, amended by the Fourth Amendment dated January 9, 2024 (collectively, the "Lease"), wherein LANDLORD leases certain premises to the COUNTY, as more specifically set forth in the Lease, which Lease expires on January 9, 2034; and.

WHEREAS, COUNTY and LANDLORD now desire to amend the Lease to extend the term of the Lease an additional five (5) years with a new commencement date of June 1, 2025 and a new Lease termination date of May 31, 2040 for a total of fifteen (15) years, and adjust the rental schedule, and amend certain other terms and conditions of the Lease as more specifically set forth in this amendment to the Lease ("the Fifth Amendment"); and,

WHEREAS, COUNTY paid LANDLORD rents totaling \$ 2,023,446.13 for the period of January 10, 2024, through May 31, 2025.

NOW, THEREFORE, in consideration of the mutual covenants and conditions set forth herein, the parties hereto agree that the Lease is amended as follows:

- 1. Effective June 1, 2025, DELETE in its entirety the existing **Paragraph 2., PREMISES LEASED**, and **EXHIBIT "A" PREMISES SPECIFICATIONS**, and SUBSTITUTE therefore a new **Paragraph 2., PREMISES LEASED**, and **EXHIBIT "A" PREMISES SPECIFICATIONS** attached and incorporated herein. New **Paragraph 2.** to read as follows:
 - "2. PREMISES LEASED: LANDLORD leases to COUNTY and COUNTY leases from LANDLORD 38,360 square feet of building, and other improvements, located at 15020 Palmdale Road in Victorville, commonly known as APN: 0396-013-63 ("Premises") as described in Exhibit "A", Premises Specifications."
- 2. Effective June 1, 2025, DELETE in its entirety the existing **Paragraph 3., TERM** and SUBSTITUTE therefore a new **Paragraph 3., TERM**, which shall read as follows:
 - "3. **TERM:** The term of the Lease shall be extended for a total of fifteen (15) years, from June 1, 2025 through May 31, 2040 (the "Second Extended Term")."
- 3. Effective June 1, 2025, DELETE in its entirety the existing **Paragraph 4.A, RENT**, and SUBSTITUTE therefore the following as a new **Paragraph 4.A, RENT**:

"4. **RENT:**

A. COUNTY shall pay to LANDLORD the Total Rent per month, as more specifically set forth below, in arrears on or before the last day of each calendar month, commencing as of May 1, 2025, and continuing during the remainder of the Second Extended Term, but subject to any deductions, offsets, and adjustments that are permitted under the Lease. Total Rent for the Premises during any partial calendar month during the term of the Lease shall be pro-rated based on the actual number of days the Premises is occupied by COUNTY in said month. LANDLORD agrees to accept all payments of the Total Rent for the Premises and other payments due from COUNTY to LANDLORD under the Lease via electronic payments deposited directly to LANDLORD's designed bank account. LANDLORD has completed any and all COUNTY standard forms and provided all information required by COUNTY to process such electronic payments. The Total Rent amounts are as follows:

| <u>Lease Year</u> | Building Monthly Rent | Additional Costs associated with the lease | Total Monthly Rent |
|-----------------------------|-----------------------------|--|--------------------|
| June 1, 2025 – May 31, 2026 | 101,654.00 | \$3,836.00 | \$105,490.00 |
| June 1, 2026 - May 31, 2027 | \$104,703.62 | \$3,912.72 | \$108,616.34 |
| June 1, 2027 – May 31, 2028 | \$107,844.73 | \$3,990.97 | \$111,835.70 |
| June 1, 2028 – May 31, 2029 | \$111,080.07 | \$4,070.79 | \$115,150.86 |
| June 1, 2029 – May 31, 2030 | \$114,412.47 | \$4,152.21 | \$118,564.68 |
| June 1, 2030 - May 31, 2031 | \$117,844.85 | \$4,235.25 | \$122,080.10 |
| June 1, 2031 – May 31, 2032 | \$121,380.19 | \$4,319.96 | \$125,700.15 |
| June 1, 2032 – May 31, 2033 | \$125,021.60 | \$4,494.49 | \$129,516.09 |
| June 1, 2033 – May 31, 2034 | \$128,772.25 | \$4,494.49 | \$133,266.74 |
| June 1, 2034 – May 31, 2035 | \$132,635.41 | \$4,584.38 | \$137,219.79 |
| June 1, 2035 – May 31, 2036 | \$136,614.48 | \$4,676.06 | \$141,290.54 |
| June 1, 2036 - May 31, 2037 | \$140,712.91 | \$4,769.58 | \$145,482.49 |
| June 1, 2037 – May 31, 2038 | \$144,934.30 | \$4,864.98 | \$149,799.28 |
| June 1, 2038 - May 31, 2039 | \$149,282.33 | \$4,962.28 | \$154,244.61 |
| June 1, 2039 - May 31, 2040 | \$153,760.80 | \$5,061.52 | \$158,822.32 |

- 4. Effective May 20, 2025, DELETE in its entirety the existing Paragraph 58, CAMPAIGN CONTRIBUTION DISCLOSURE (SB 1439) and Exhibit "G" CAMPAIGN CONTRIBUTION DISCLOSURE (SB 1439), and SUBSTITUTE therefore the following as new Paragraph 58, LEVINE ACT CAMPAIGN CONTRIBUTION DISCLOSURE and Exhibit "G" LEVINE ACT CAMPAIGN CONTRIBUTION DISCLOSURE attached and incorporated herein, which shall read as follows:
 - "58. LEVINE ACT CAMPAIGN CONTRIBUTION DISCLOSURE. LANDLORD has disclosed to the County using "Exhibit G" Levine Act Campaign Contribution Disclosure, whether it has made any campaign contributions of more than \$500 to any member of the Board of Supervisors or other County elected officer [Sheriff, Assessor-Recorder-Clerk, Auditor-Controller/Treasurer/Tax Collector and the District Attorney] within the earlier of: (1) the date of the submission of Landlord's proposal to the County, or (2) 12 months before the date this Lease was approved by the Board of Supervisors. LANDLORD acknowledges that under Government Code section 84308, LANDLORD is prohibited from making campaign contributions of more than \$500 to any member of the Board of Supervisors or other County elected officer for 12 months after the County's consideration of the Lease.

In the event of a proposed amendment to this Lease, the LANDLORD will provide the County a written statement disclosing any campaign contribution(s) of more than \$500 to any member of the Board of Supervisors or other County elected officer within the preceding 12 months of the date of the proposed amendment.

Campaign contributions include those made by any agent/person/entity on behalf of the LANDLORD or by a parent, subsidiary, or otherwise related business entity of LANDLORD."

- 5. This Fifth Amendment may be executed in any number of counterparts, each of which so executed shall be deemed to be an original, and such counterparts shall together constitute one and the same Fifth Amendment. The parties shall be entitled to sign and transmit an electronic signature of this Fifth Amendment (whether by facsimile, PDF, or other mail transmission), which signature shall be binding on the party whose name is contained therein. Each party providing an electronic signature agrees to promptly execute and deliver to the other party an original signed Fifth Amendment upon request.
- 6. All other provisions and terms of the Lease shall remain the same and are hereby incorporated by reference. In the event of any conflict between the Lease and this Fifth Amendment, the terms of this Fourth Amendment shall control.

END OF FIFTH AMENDMENT

[THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK]

| SAN BERMARDINO COUNTY | Palm Court Office Solutions 2, LLC |
|---|---|
| · Oaunm Kowe | By M. Shahlale |
| Dawn Rowe, Chair, Board of Supervisors | (Authorized signature - sign in blue ink) |
| Dated: MAY 2 1 2025 SIGNED AN CERTIFIED THAT COPY OF THIS | Name Ron Shahbandi |
| DOCUMENT HAS BEEN DECLIVERS TO THE CHAIRMAN OF THE BOARD CLAVITINA Mone) STANDARD TO STANDARD OF THE BOARD | Title Managing Member |
| В | Dated: 5/9/2025 |
| | Address P.O. Box 719 |
| ARDINO COUTER | Tustin, CA 92781 |
| WOING - | |

| FOR COUNTY USE ONLY | | |
|--|----------------------------------|---|
| Approved as to Legal Form | Reviewed for Contract Compliance | Reviewed/Approved by Department |
| John Tubbs AA John John Volumbe II, Deputy County Counsel | | Lyle Ballard, Real Property Manager, RESD |
| Date 5-5-25 | Date | Date |

EXHIBIT "A" PREMISES SPECIFICATIONS



EXHIBIT "G"



Levine Act Campaign Contribution Disclosure (formerly referred to as Senate Bill 1439)

The following is a list of items that are not covered by the Levine Act. A Campaign Contribution Disclosure Form will not be required for the following:

- Contracts that are competitively bid and awarded as required by law or County policy
- Contracts with labor unions regarding employee salaries and benefits
- Personal employment contracts
- Contracts under \$50,000
- Contracts where no party receives financial compensation
- Contracts between two or more public agencies
- The review or renewal of development agreements unless there is a material modification or amendment to the agreement
- The review or renewal of competitively bid contracts unless there is a material modification or amendment to the agreement that is worth more than 10% of the value of the contract or \$50,000, whichever is less
- Any modification or amendment to a matter listed above, except for competitively bid contracts.

DEFINITIONS

Actively supporting the matter: (a) Communicate directly with a member of the Board of Supervisors or other County elected officer [Sheriff, Assessor-Recorder-Clerk, District Attorney, Auditor-Controller/Treasurer/Tax Collector] for the purpose of influencing the decision on the matter; or (b) testifies or makes an oral statement before the County in a proceeding on the matter for the purpose of influencing the County's decision on the matter; or (c) communicates with County employees, for the purpose of influencing the County's decision on the matter; or (d) when the person/company's agent lobbies in person, testifies in person or otherwise communicates with the Board or County employees for purposes of influencing the County's decision in a matter.

Agent: A third-party individual or firm who, for compensation, is representing a party or a participant in the matter submitted to the Board of Supervisors. If an agent is an employee or member of a third-party law, architectural, engineering or consulting firm, or a similar entity, both the entity and the individual are considered agents.

Otherwise related entity: An otherwise related entity is any for-profit organization/company which does not have a parent-subsidiary relationship but meets one of the following criteria:

- (1) One business entity has a controlling ownership interest in the other business entity;
- (2) there is shared management and control between the entities; or
- (3) a controlling owner (50% or greater interest as a shareholder or as a general partner) in one entity also is a controlling owner in the other entity.

For purposes of (2), "shared management and control" can be found when the same person or substantially the same persons own and manage the two entities; there are common or commingled funds or assets; the business entities share the use of the same offices or employees, or otherwise share activities, resources or personnel on a regular basis; or there is otherwise a regular and close working relationship between the entities.

<u>Parent-Subsidiary Relationship:</u> A parent-subsidiary relationship exists when one corporation has more than 50 percent of the voting power of another corporation.

LANDLORD must respond to the questions on the following page. If a question does not apply respond N/A or Not Applicable.

| 2. Is the entity listed in Question | | ganization und | der Internal Revenue Code section 501(c)(3) |
|--|--|--|---|
| Name of Principal (i.e., CEO/i matter <u>and</u> has a financial into | President) of entity lis | ted in Questio | n No. 1, if the individual actively supports the |
| If the entity identified in Quest traded ("closed corporation"), | ion No.1 is a corpora identify the major sha | tion held by 35 areholder(s): | or less shareholders, and not publicly |
| Name of any parent, subsidiar above): | y, or otherwise relate | d entity for the | entity listed in Question No. 1 (see definition |
| Company Name | | Relationship | |
| 3. Name of agent(s) of Landlord: | | VOLUME 170 | |
| Company Name | Age | nt(s) | Date Agent Retained (if less than 12 months prior) |
| Name of Subcontractor(s) (inc awarded contract if the subcon decision and (3) will be possibly | luding Principal and itractor (1) actively so identified in the cont | Agent(s)) that upports the market with the C | will be providing services/work under the atter and (2) has a financial interest in the ounty or board governed special district: |
| Company Name | Subconti | actor(s): | Principal and/or Agent(s); |
| | | | |

| or oppose the matter submitted to the Boar | who are not listed in Questions 1-7, but who may (1) actively support and (2) have a financial interest in the outcome of the decision: |
|--|--|
| Company Name | Individual(s) Name |
| | |
| Was a campaign contribution, of more than of Supervisors or other County elected office listed in Question Nos. 1-8? | \$500, made to any member of the San Bernardino County Board cer within the prior 12 months, by any of the individuals or entitie |
| No X If no, please skip Question No. 10. | Yes If yes, please continue to complete this form. |
| | |
| Norma of O at the s | |
| Date(s) of Contribution(s): | |
| latera contract. | |
| | Board Members or other County elected officers to whom anyone listed |
| than \$500 to any member of the Board of ing and for 12 months after a final decision is | ements made herein are true and correct. Landlord understands Nos. 1-8 are prohibited from making campaign contributions of Supervisors or other County elected officer while this matter is made by the County. |
| 9. Shahled | 5/9/25 |
| Bahram Shahbandi | Palm Court office Solutions 2 LLC |
| rint Name | Print Entity Name, if applicable |
| | Was a campaign contribution, of more than of Supervisors or other County elected office listed in Question Nos. 1-8? No fro, please skip Question No. 10. Name of Board of Supervisor Member or other contributor: Date(s) of Contribution(s). Parameter a final decision is grature. |

4 . O.A