

Agenda Report

September 18, 2023

TO: The Honorable Mayor and City Council

FROM: Office of the City Manager - Economic Development Division

SUBJECT: LICENSE AGREEMENT FOR VINA VIEJA PARK PARKING LOT LOCATED AT 3100 E. ORANGE GROVE BOULEVARD FROM SOUTHERN CALIFORNIA EDISON COMPANY FOR A FIVE-YEAR TERM FOR A TOTAL NOT-TO-EXCEED AMOUNT OF \$83,664

RECOMMENDATION:

It is recommended that the City Council:

- Find that the proposed action is categorically exempt from the California Environmental Quality Act ("CEQA") pursuant to the State CEQA Guidelines Section 15301 (Existing Facilities); there are no features that distinguish this project from others in the exempt classes, and therefore, there are no unusual circumstances; and
- 2. Authorize the City Manager to execute a license agreement with Southern California Edison for a five-year term for a total not-to-exceed amount of \$83,664 for the land located at 3100 E. Orange Grove Boulevard; incorporate the terms and conditions generally described below; and execute any other related agreements necessary to effectuate the transaction, including non-substantial revisions.

BACKGROUND:

The City owns and operates Vina Vieja Park located at 3026 E. Orange Grove Boulevard. Directly adjacent to the east is a property owned by Southern California Edison Co. located at 3100 E. Orange Grove Boulevard (part of APN 5752-007-800). The City is currently licensing part of the Southern California Edison Co. property and uses it primarily as a parking lot for the Vina Vieja Park. The original license agreement expired on August 30, 2023, was mutually extended by one month, and now expires on September 30, 2023.

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The new licensed area is 190,238 square feet; the previous licensed area was 172,480 square feet. The initial rent is \$15,141 per year plus a 5% annual increase for a total contract value of \$83,664. The new five-year license agreement will replace the soon to be expired three-year license agreement. The licensed area (approximately 4.3 acres) has and will continue to be used as a parking lot and for public recreation purposes.

COUNCIL POLICY CONSIDERATION:

The License is consistent with the City Council's goals to maintain fiscal responsibility and stability and to support and promote the quality of life and local economy.

ENVIRONMENTAL ANALYSIS:

The City's continued licensing of 3100 E. Orange Grove Boulevard is categorically exempt from CEQA pursuant to State CEQA Guidelines Title 14, Chapter 3, Article 19, Class 1, Section 15301 (Existing Facilities). This exemption applies to the continued operation of existing facilities involving negligible or no expansion of use. The continued operation for the proposed terms will result in negligible expansion of the existing use. Further, there are no features on this property that distinguish this project from others in the exempt classes, and therefore, there are no unusual circumstances.

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FISCAL IMPACT:

The license during its respective five-year term will have a contract value of \$83,664. Funding for this action will be addressed by the utilization of existing budget appropriations in the Parks, Recreation, and Community Services Department Operating Budget (10118070 – 810500).

Respectfully submitted,

DAVID A. KLUG

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