

**Office of the City Manager** 5200 Emerald Parkway • Dublin, OH 43017-1090 Phone: 614.410.4400 • Fax: 614.410.4490



To: Members of Dublin City Council

From: Dana L. McDaniel, City Manager

Date: June 18, 2019

Initiated By: Angel Mumma, Director of Finance

Re: Ordinance 34-19 – Dublin Chamber of Commerce Lease Agreement for 129 S. High Street

Staff is requesting this Ordinance be postponed by motion until the Monday, July 29, 2019 Council meeting.



**Office of the City Manager** 5200 Emerald Parkway • Dublin, OH 43017-1090 Phone: 614-410-4400 • Fax: 614-410-4490



Re:	Ordinance No. 34-19 – Authorizing the City Manager to Execute a Five-Year Lease with the Dublin Chamber of Commerce	
Initiated By:	Dana L. McDaniel, City Manager	
Date:	June 4, 2019	
From:	Dana L. McDaniel, City Manager	
То:	Members of Dublin City Council	

## Summary

As Council is aware, the lease agreement with the Dublin Chamber of Commerce ("the Chamber") for the City-owned property at 129 S. High Street expired in October of 2018.

The current lease agreement commenced in September 2008 and provided the Chamber with a fiveyear lease with the option to extend the lease for an additional five-year period under the same covenants and agreements -- except that the rent during the renewal term would be determined by both parties in good faith, taking into account the size, age, quality and location of the premises as compared to similar premises.

Based on the Chamber's desire to exercise the option to extend the lease in 2013, staff ordered a new appraisal of the building. The appraisal, completed by The Robert Weiler Company, indicated that the market rental rate for the property was \$12.00 per square foot, which was consistent with the previous appraisal conducted five years prior. Comparable market data located within the competitive market was completed and analyzed as part of the appraisal with the results ranging from \$8.00 per square foot to \$17.00 per square foot pending lease terms, tenant improvement allowance, location, on-site amenities, office style and characteristics, etc.

Based on the appraisal, the parties extended the lease agreement for an additional five years, which provided a lease rate of \$36,000 annually (\$3,000 per month), which took into consideration the appraisal market rate recommendation of \$12.00 per square foot. A 20% discount (\$2.40 per square foot) was provided to account for City use of the facility, as was a 10% discount (\$1.20) for school and community event usage. This resulted in total rent of \$8.40 per square foot, which equates to \$25,200 annually or \$2,100 per month.

The City was obligated to perform all maintenance duties on the building, including HVAC, plumbing, electrical, snow removal, exterior building and parking lot maintenance. The Chamber was required to make any cosmetic enhancements to the interior of the building and pay all utility charges.

Ordinance 34-19 - Authorizing the City Manager to Execute a Five-Year Lease with the Dublin Chamber of Commerce June 4, 2019 Page 2

### Provisions of the New Lease

## Rent

It is both parties desire to enter into a new lease agreement for the premises. While unrelated to this specific transaction, the City ordered an appraisal of this property by Brian Barnes and Company, Inc. in June 2017. The result of that appraisal indicated the market rate was in the range of \$13.50 through \$17.75 per square foot, based on a triple net lease. Based on the appraisal, staff is recommending a lease rate of \$42,000 annually (\$3,500 per month), which is based on a rate of \$14.00 per square foot. Furthermore, staff recommends continuing to provide a discount for City use of the facility (20% discount or \$2.80 per square foot) and school and community event use of the facility (10% discount or \$1.40 per square foot). This would result in total rent of \$9.80 per square foot, which equates to \$29,400 annually or \$2,450 per month.

The lease also provides for a two percent (2%) increase in the base rent each year.

## Improvements to Building

As a City-owned facility, especially given its use by the public, it is essential that the building is maintained appropriately and in compliance with all regulations. The proposed lease agreement provides for improvements to the building, of which the costs would be shared by the parties, depending on the location of the improvement. The detailed list of improvements, estimated cost, and cost responsibility are detailed in Exhibit A, but a summary is as follows:

Improvements	Estimated Cost	Cost Responsibility
Exterior	\$15,000	100% City
Common Area		
*Doors, Halls, Lighting, Painting, Flooring	\$40,000	65% City / 35% Chamber
*Restrooms	\$80,000	100% City
*Community Room	\$40,000	65% City / 35% Chamber
Tenant Suite	\$40,000	100% Chamber

Staff plans to begin the planning efforts for these improvements immediately upon passage of this legislation with timing of the construction determined at a time that is convenient for the Chamber. Funding for the City's portion of the improvements will be from the contingency funds programmed within the 2019 CIP.

## Recommendation

Staff recommends approval of Ordinance 34-19, a five-year lease agreement with the Dublin Chamber of Commerce at the second reading/public hearing on June 24, 2019.

# **RECORD OF ORDINANCES**

<b>BARRETT BROTHERS - DAYTON, OHIO</b>	OHIO
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Form 6220S

Ordinance No. 34-19

Passed\_

# AN ORDINANCE AUTHORIZING THE CITY MANAGER TO EXECUTE A LEASE AGREEMENT FOR A TERM OF FIVE YEARS WITH THE DUBLIN CHAMBER OF COMMERCE, INCORPORATED FOR THE PROPERTY LOCATED AT 129 SOUTH HIGH STREET

**WHEREAS**, the City of Dublin ("Landlord") is the owner of a certain parcel of land commonly known as Franklin County Auditor's Tax Parcel ID #273-000043 and located at 129 S. High Street, Dublin, Ohio 43017 (the "Parcel") containing a 3,111 square foot building (the "Building"); and

**WHEREAS**, the Dublin Chamber of Commerce ("Tenant") is currently occupying approximately 3,000 square feet of space in the Building on the Parcel (the "Premises") pursuant to a certain lease agreement and addenda entered into by and between Landlord and Tenant (the "Prior Lease"); and

**WHEREAS**, the Prior Lease period has expired and the Parties have continued the Lease on a month-to-month basis; and

**WHEREAS**, the Parties hereto desire to enter into a new lease agreement for the Premises.

**NOW, THEREFORE, BE IT ORDAINED** by the Council of the City of Dublin, Delaware, Franklin, and Union Counties, State of Ohio, \_\_\_\_\_ of the elected members concurring that:

**Section 1.** The City Manager is hereby authorized to execute all necessary documentation, including but not limited to, the Lease Agreement with the Dublin Chamber of Commerce in substantially the same form as the one attached hereto as Exhibit "A", with changes not inconsistent with this Ordinance, not substantially adverse to the City, and which shall be approved by the City Manager and Director of Law. The approval of changes thereto by those officials, and their character as not being substantially adverse to the City, shall be evidenced conclusively by their execution thereof.

**Section 2.** This Ordinance shall be effective on the earliest date provided by law.

Passed this \_\_\_\_\_\_ day of \_\_\_\_\_\_, 2019.

Mayor – Presiding Officer

ATTEST:

Clerk of Council

#### **LEASE AGREEMENT**

This Lease Agreement ("Lease") is made and entered into this \_\_\_\_\_ day of \_\_\_\_\_\_, 2019 (the "Effective Date"), by and between the **City of Dublin**, **Ohio**, an Ohio municipal corporation ("Landlord") and the **Dublin Chamber of Commerce**, **Incorporated**, an Ohio non-profit corporation ("Tenant")(Landlord and Tenant also referred to herein singularly as "Party" and together as "Parties").

#### **BACKGROUND INFORMATION**

WHEREAS, Landlord is the owner of a certain parcel of land commonly known as Franklin County Auditor's Tax Parcel ID #273-000043 and located at 129 S. High Street, Dublin, Ohio 43017 (the "Parcel") containing a 3111 square foot building (the "Building"); and

WHEREAS, Tenant is currently occupying approximately 3,000 square feet of space in the Building on the Parcel (the "Premises") pursuant to a certain lease agreement and addendums entered into by and between Landlord and Tenant (the "Prior Lease"); and

WHEREAS, the Prior Lease term has expired, and the Parties hereto desire to enter into a new lease agreement for the Premises; and

WHEREAS, Landlord obtained an appraisal on June 27, 2017 which included a market rental rate for the Building from Brian Barnes and Company, Inc.; and

WHEREAS, the market rate appraised by the Brian Barnes and Company, Inc. was in the range of \$13.50 through \$17.75 per square foot (i.e. Triple Net Lease); and

WHEREAS, Landlord will use the low end of the rental range (\$14) as the basis for computing the square footage rental charge; and

WHEREAS, the Landlord, as in the Prior Lease, will discount the \$14 per square foot fee by 20% in recognition of the requirement to keep the restrooms in the Building open for public use during Chamber regular business hours and of the availability of the space for Landlord use on an as-needed basis; and

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WHEREAS, the Landlord, as in the Prior Lease, will further discount the \$14 per square foot fee by 10% in recognition of the availability of the Building for school groups and other community organizations.

#### **AGREEMENT**

NOW THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledge, the Parties hereto agree to the "Background Information" above and as follows:

1. <u>PREMISES</u>: Landlord, in consideration of the rent to be paid and the covenants to be performed by Tenant, does hereby lease unto Tenant, and Tenant hereby leases from Landlord, the Premises. During the Term, as herein defined, the location of the Premises shall be substantially in keeping with its location during the term of the Prior Lease. To the extent that the Building is configured in such a manner that Landlord requires access through the Premises and Tenant requires access through the remainder of the Building, the Parties hereby grant each other access through their respective premises as is reasonably necessary, provided such access does not unreasonably interfere with the business operations of the other. Tenant shall have the right to use the exterior areas serving the Building, including the sidewalks and parking lot, in common with Landlord.

2. <u>TERM</u>: Subject to the provisions of Paragraph 4 below, the term of this Lease (the "Term") shall commence on the Commencement Date and shall expire at the end of the sixtieth (60<sup>th</sup>) full calendar month thereafter. Landlord may, however, terminate this Lease at any time upon one hundred eighty (180) days' written notice to Tenant if it determines it is in the best interest of the Landlord to use the Premises for another purposes.

3. <u>CONDITION OF PREMISES</u>: Tenant is currently in possession of the Premises and hereby acknowledges that it is accepting the Premises in its "as is, where is" condition and that Landlord has no obligation to perform any work or make any repairs therein, except as expressly set forth and agreed to in paragraph 20 herein.

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4. <u>BASE RENT</u>: Tenant shall pay to Landlord as rent for the Premises commencing on the Commencement Date and continuing during the Term with an annual increase of two (2%) percent as outlined below ("<u>Base Rent</u>"):

Year(s):	Monthly Rent:	Annual Rent:
1	\$ 2,450	\$ 29,400
2	\$ 2,499	\$ 29,988
3	\$ 2,549	\$ 30,588
4	\$ 2,600	\$ 31,200
5.	\$ 2,652	\$ 31,824

Tenant shall pay Base Rent to Landlord on or before the first day of each month, in advance, at: City Hall, 5200 Emerald Parkway, Dublin, Ohio 43017, Attn: Finance Director, or such other place as Landlord may from time to time designate, without any prior demand therefor and without any deductions or setoffs whatsoever.

If the Term shall commence on a day other than the first day of a calendar month, the Base Rent for such first fractional month shall be such proportion of the Base Rent as the number of days in such fractional month bears to the total number of days in such calendar month.

In the event any payment of Base Rent is not received on or before the fifth (5<sup>th</sup>) day after it is due, Tenant shall immediately pay as additional rent, without additional demand or notice, a late charge of fifty dollars (\$50.00) in addition to the amount of Base Rent due and owing.

All costs and expenses which Tenant assumes or agrees to pay to Landlord pursuant to this Lease shall be deemed additional rent, and in the event of nonpayment, Landlord shall have all the rights and remedies herein provided for in case of nonpayment of Base Rent.

5. <u>USE</u>: The Premises shall be used by Tenant only for offices and community uses and said Premises will not be used for any purpose deemed hazardous by the Landlord's insurance provider.

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Tenant shall, at its sole cost and expense, comply with all laws, orders and ordinances respecting all matters of occupancy, condition or maintenance of the Premises and Building, and Tenant shall indemnify and hold Landlord harmless from any and all costs or expenses on account of Tenant's use and occupancy of the Premises and Building. Tenant shall procure and maintain all licenses and permits legally necessary for the operation of Tenant's business in the Premises and allow Landlord to inspect the same upon request.

Notwithstanding anything contained herein, at the option of Landlord, this Lease shall terminate upon thirty (30) days advance notice from Landlord to Tenant in the event Tenant ceases to exist or operate an entity organized primarily to promote and develop business and the business environment in the City of Dublin or ceases to use the Premises as its primary office.

6. <u>SERVICES FURNISHED</u>: Landlord covenants and agrees to furnish the following services to the extent required for comfortable occupancy and use of the Premises and Building during reasonable and customary business hours: (a) upkeep and maintenance of the grounds of the Building, including, mowing grass, landscaping, and the removal of trash and debris from the grounds, all as Landlord deems necessary; and (b) upkeep and maintenance of necessary pipes, mains, conduits, wires and cables to the Building for water, gas, electricity, sewage and telephone service, subject to Paragraph 8 below. Subject to Paragraph 8 below, Landlord shall be responsible to make repairs to the following: (i) the plumbing, heating, air conditioning and similar equipment, necessary to keep the same in operating condition; (ii) the roof; (iii) the exterior of the Building to keep the Building in a safe, clean, and neat and attractive condition; and (iv) the interior walls, floors and ceilings in the Building (excluding the Premises) to keep same in a safe, clean, and neat and attractive condition.

Landlord shall not be liable directly or indirectly for any damage or inconvenience caused by the installation, use or interruption of use of electricity, air conditioning, heating or plumbing service occasioned by fire, accident, strikes, labor troubles, necessary maintenance, alterations, repairs or other causes beyond Landlord's reasonable control, including but not limited to, curtailments, shortages and emergencies regarding utility services, nor caused by Tenant, or Tenant's employees, invitees, or those acting under Tenant.

### 7. <u>TENANT'S COVENANTS</u>: Tenant covenants and agrees as follows:

a. Tenant shall pay the Base Rent herein required; and

b. Tenant agrees to contract for and pay for all public utility services rendered or furnished to the Building during the Term hereof, including, but not limited to, heat, water, gas, electric, steam, telephone service, trash, and sewer services, together with all taxes, levies or other charges on such utility services when the same become due and payable. During the Term hereof Tenant agrees to maintain heat sufficient to heat the Building so as to avert any damage to the Building on account of cold weather; and

c. Tenant shall pay the cost of all redecorating, painting, furnishing, and purchase of equipment necessary to facilitate Tenant's programming needs and use of the Premises and to maintain same in an orderly and clean manner, except as otherwise provided in Paragraph 20, below; and

d. Tenant shall report in writing to Landlord any defective condition in the Premises and Building; and

e. Notwithstanding Paragraph 6, above, Tenant shall pay for any repairs to the Building or Premises made necessary by any acts or omissions of Tenant, its employees, agents, patrons or invitees; and

f. Tenant shall bear the risk of loss and damage to all personal property of Tenant located upon the Premises and Building and agrees that (i) Landlord shall not be liable for any injury, death, loss or damage to person or property occurring upon the Premises or Building, and (ii) Tenant shall save Landlord harmless from all claims, loss, cost (including reasonable attorney's fees) and damages arising from Tenant's use and occupancy of the Premises and Building; and

g. Tenant shall use the Premises and Building in a reasonable manner so as not to disturb Landlord or adjacent property owners or to damage, destroy or cause waste to the Premises and Building; and

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h. Tenant shall notify Landlord in writing of any accident occurring within the Premises and Building.

8. <u>LANDLORD'S INSURANCE</u>: Landlord shall at all times during the Term of this Lease carry fire, casualty, and extended coverage insurance on the Building, including the structural components (foundations, floors, walls, windows, structural supports, roof, HVAC, electrical systems, and plumbing) thereof. Landlord shall be under no obligation to maintain insurance on any improvements installed by or for the benefit of Tenant's use of the Premises. Landlord may elect to self-insure its obligations hereunder and/or use whatever deductibles as Landlord deems appropriate, in its sole discretion.

If the Building shall be damaged, destroyed, or rendered untenantable, in whole or in part, by or as the result or consequence of fire or other casualty during the term hereof, Landlord shall repair and restore the same to a good tenantable condition with reasonable dispatch. During such period of repair, the Base Rent shall abate (i) entirely in case all of the Premises is untenantable; and (ii) proportionately if only a portion of the Premises is untenantable and Tenant is able to conduct its business from the undamaged portion of the Premises. The abatement of Base Rent shall be based upon a fraction, the numerator of which shall be the square footage of the damaged and unusable area of the Premises and the denominator shall be the total square footage of the Premises. Said abatement shall cease at such time as the Premises shall be restored to a tenantable condition.

In the event the Premises, because of such damage or destruction, cannot reasonably be and/or are not actually repaired and restored to a tenantable condition within one hundred fifty (150) days from the date of receipt of insurance proceeds for such damage or destruction, Tenant or Landlord may, at their option, terminate this Lease within sixty (60) days following the date on which the damage occurred or the above referenced one hundred fifty (150) day period, as applicable, (but prior to the date on which the repair and restoration of same is substantially underway) by giving prior written notice to the other party and thereupon Landlord and Tenant shall be released from all future liability and obligations under this Lease.

If one-third (1/3) or more of the ground floor area of the Building is damaged or destroyed during the last two (2) years of the original or any extended term of this Lease,

Landlord shall have the right to terminate this Lease by written notice to Tenant within sixty (60) days following such damage or destruction.

If Landlord is required or elects to repair and restore the Building as herein provided, Tenant shall repair or replace its stock in trade, trade fixtures, furniture, furnishings and equipment and other improvements including floor coverings, and if Tenant has closed, Tenant shall promptly reopen for business.

9. <u>TENANT'S INSURANCE</u>: Tenant shall carry such insurance against loss of its property, including Tenant Improvements and Betterments (such as floor coverings, wall coverings trade fixtures) in, on or about the Building and Premises by fire and such other risks as are covered by so-called all risk and extended coverage property insurance or other hazards in an amount equal to or greater than the replacement costs thereof. Such policy shall be endorsed to name the Landlord shown as a loss payee with respect to the Tenant Improvements stated above on any and all insurance policies. A copy of such endorsement shall be provided to the Landlord upon written request. Landlord shall not be liable for any damage to Tenant's property in, on or about the Building and Premises caused by fire or other insurable hazards regardless of the nature or cause of such fire or other casualty, and regardless of whether any negligence of Landlord or Landlord's employees or agents contributed thereto. Tenant expressly releases Landlord of and from all liability for any such damage. Tenant insurance policy or policies shall include a waiver of subrogation recognizing this release from liability.

Tenant agrees to procure and maintain during the Term a policy or policies of liability insurance, including product and/or completed operations liability and contractual liability coverage, written by an insurance company or companies insuring Tenant against any and all losses, claims, demands or actions for injury to or death of any one or more persons and for damage to property in any one occurrence in the Building and Premises to the limit of not less than one million dollars (\$1,000,000.00) for injury to one person, not less than two million dollars (\$2,000,000.00) for each such occurrence, and not less than one hundred thousand dollars (\$100,000.00) for damage to property, or such other coverage limits as Landlord may, from time to time, deem reasonably necessary and in accordance with customary practices with regard to such insurable risks. Tenant shall furnish to Landlord certificates evidencing the continuous

existence of such insurance coverage, which must also name Landlord as an additional insured and be endorsed to be primary and non-contributory with respect to any insurance maintained by the Landlord.

All insurance companies must be licensed to do business in Ohio. Certificates of insurance will be provided at the time this Lease is executed. Policies of insurance are to be endorsed to notify Landlord of any reduction, cancellation or termination of policy and provide not less than thirty (30) days prior to cancellation or termination, except for non-payment for which ten (10) days-notice shall be provided.

Tenant agrees to provide and keep in force at all times worker's compensation insurance complying with the law of the State of Ohio and Employers Liability shall also be obtained, with limits of not less than \$1,000,000 per occurrence, accident or employee. Tenant agrees to defend, indemnify and hold harmless Landlord from any and all actions or claims of Tenant's employees or employee's family members. Tenant agrees to provide a certificate as evidence of proof of worker's compensation coverage.

With respect to any alterations or improvements by Tenant, Tenant shall maintain contingent liability and builder's risk coverage naming Landlord as an additional named insured. If Tenant hires contractors to do any improvements on the Building or Premises, each contractor must provide a Certificate of Insurance naming the Landlord as additional insured and including proof of worker's compensation coverage on its employees and agents to Landlord.

10. <u>TENANT'S INDEMNITY</u>: Tenant shall indemnify Landlord, Landlord's agents, employees, officers or directors, against all damages, claims and liabilities arising from any alleged accident or injury whatsoever caused to any person, firm or corporation during the Term, unless such claim arises from a breach or default in the performance by Landlord of any covenant or agreement on its part to be performed under this Lease or the negligence of Landlord. The indemnification herein provided shall include all costs, counsel fees, expenses and liabilities incurred in connection with any such claim or any action or proceeding brought thereon.

11. <u>WAIVER OF SUBROGATION</u>: Landlord and Tenant, and all parties claiming under each of them, mutually release and discharge each other from all claims and liabilities arising from or caused by any casualty or hazard covered or required hereunder to be covered in whole or in part by insurance coverage required to be maintained by the terms of this Lease on the Premises or the Building or activities conducted within the Premises or the Building, and waive any right of subrogation which might otherwise exist in or accrue to any person on account thereof. All policies of insurance required to be maintained by the Parties hereunder shall contain waiver of subrogation provisions so long as the same are available.

12. ALTERATIONS: Except as outlined in paragraph 20 herein, Tenant will not make, or permit anyone to make, any alterations in or additions to the Premises or Building; nor will it install any equipment of any kind that will require any alterations in or additions to the water system, plumbing system, heating system, air conditioning system, or the electrical system, without the prior written consent of Landlord. If such consent shall be given by Landlord, all such work shall be at Tenant's expense and at such times and in such manner as Landlord may designate. Tenant shall not permit any mechanic's or materialmen's liens to attach to the Premises or this leasehold interest. Tenant shall perform such alterations in accordance with all applicable governmental laws and ordinances and in accordance with the terms of this Lease. If any such alterations, additions or installations are made without such consent or contrary to the time and manner designated by Landlord, Landlord may correct or remove them and Tenant shall be liable for any and all expenses incurred by Landlord in the performance of this work. All alterations, additions or installations made by Tenant shall, unless Landlord elects otherwise, become the property of Landlord and shall remain upon the Premises. In the event Landlord shall elect to terminate this Lease prior to the end of the Term, such alterations, additions or installations by Tenant hereof may be removed by the Tenant and Tenant shall repair any damage caused by such removal, all at Tenant's sole cost and expense.

13. <u>RIGHT OF ENTRY</u>: Landlord may enter the Premises at all reasonable hours during the Term hereof.

14. <u>ASSIGNMENT AND SUBLETTING</u>: Tenant will not assign or encumber this Lease, or sublet, or suffer or permit the Premises or any part thereof to be used by others, except as

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otherwise provided herein. Any assignment or subletting of the Premises by Tenant shall be considered a default hereunder.

15. <u>DEFAULT</u>: In the event that (a) the Base Rent or other charges required by this Lease are not paid within ten (10) days after the date due; (b) Tenant fails to comply with any term, provision, condition or covenant of this Lease (other than the payment of Base Rent or other charges), and Tenant shall not cure such default within fifteen (15) days after notice to Tenant of such failure to comply; (c) the Premises shall be deserted or vacated; (d) any petition is filed by or against Tenant under any section or chapter of any bankruptcy act; (e) Tenant shall become insolvent or make a transfer in fraud of creditors; (f) Tenant shall make an assignment for the benefit of creditors; (g) a receiver of trustee is appointed for a substantial part of the assets of Tenant and within thirty (30) days thereafter Tenant fails to secure a discharge thereof or (h) this leasehold interest of Tenant is levied upon under execution, then, in any such events, Landlord shall have the option to do any of the following in addition to and not in limitation of any remedy permitted by law or by this Lease:

Terminate this Lease, in which event Tenant shall immediately surrender the Premises to Landlord, but if Tenant fails to do so, Landlord may, without further notice, enter upon the Premises and expel or remove Tenant and Tenant's effects, by force and without court proceedings, and without being liable to prosecution or any claim for damages therefor; and Tenant agrees to indemnify Landlord for all loss and damage which Landlord may suffer by reason of such Lease termination, whether through inability to relet the Premises or through decrease in rent or otherwise.

Without terminating this Lease, enter upon the Premises as the agent of Tenant, without being liable to prosecution or any claim for damages thereon, and relet the Premises as the agent of Tenant, and receive the rent therefor and Tenant shall pay Landlord any deficiency that may arise by reason of such reletting, together with Landlord's expenses incurred in such reletting, on demand at any time and from time to time.

Refrain from terminating this Lease but terminate Tenant's right of possession until such default is cured, either by legal action or by force and without court proceedings, and in such

case Landlord may enforce against Tenant the provisions of this Lease for the unexpired Term hereof.

Declare all Base Rent and other payments for the entire unexpired Term of this Lease at once due and payable, and if not paid forthwith upon Lessor's demand, then to resort to legal process for collection of all accelerated payments due under this Lease.

Recover, in addition to any other damages set forth in this Lease or permitted at law or equity, all of Landlord's expenses incurred with respect to Tenant's default, including without limitation reasonable attorney's fees, commissions, and costs of repair, renovation or alteration of the Premises.

Take any other actions or remedies permitted by law.

16. <u>PERSONAL PROPERTY OF TENANT</u>: Tenant further agrees that all personal property of every kind or description that may at any time be in or on the Premises shall be at the Tenant's sole risk, or at the risk of those claiming under the Tenant, and that the Landlord shall not be liable for any damage to said property or loss suffered by the business or occupation of the Tenant caused in any manner whatsoever.

If Tenant fails to remove all its effects from the Premises upon termination of this Lease, Landlord may at its option remove all or part of said effects in any manner that Landlord may choose, and store the same without liability to Tenant for loss or damage thereof, and Tenant shall be liable to Landlord for all expenses incurred in such removal and storage of such effects. Upon termination of this Lease wherein Tenant shall be liable in any amount to Landlord, Landlord shall have a lien upon the personal property and effects of Tenant on said Premises, and Landlord may at its option, without notice, sell at private sale all or part of said property and effects for such price as Landlord may deem best and apply the proceeds of such sale upon any amounts due under this Lease from Tenant to Landlord, including the expenses of the removal and sale.

17. <u>SUBORDINATION</u>: This Lease and any changes or amendments hereto or any renewal or extensions hereof are subject and subordinate to all underlying leases and mortgages which may now or hereafter affect the Premises or the Building. This clause shall be self-operative and

no further instrument or subordination need be required by any mortgagee. In confirmation of such subordination, Tenant shall, if requested by Landlord, execute promptly an instrument having that effect, or any similar instrument, including estoppel certificates, so requested by Landlord.

18. <u>HOLDING OVER</u>: If Tenant remains in possession after expiration of the Term hereof, without Landlord's acquiescence and written agreement of the Parties, Tenant shall be a month-to-month tenant subject to all the terms and conditions of this Lease except as to rental. Rental during the term of any month-to-month tenancy shall be at the rate of one and one half (1.5) times the monthly rate in effect during the last month of the prescribed Term of this Lease.

19. <u>SURRENDER OF PREMISES</u>: At the termination of this Lease, Tenant shall surrender the Premises in the same condition that existed at the commencement of the Term, reasonable wear and tear excepted. Tenant's obligation to perform this covenant shall survive the expiration or other termination of the Term of this Lease.

20. <u>IMPROVEMENTS TO BUILDING:</u> The Parties agree to remodeling the Building during the term as follows:

a. Tenant shall have the right but not the obligation to construct improvements to the Dublin Chamber Tenant Suite as outlined in section III on Exhibit "A" at any time during the Term and without prior written approval by the Landlord as required in paragraph 12 herein. Should the Tenant move forward with any of these improvements, Tenant shall so notify the Landlord and the Parties shall work in good faith on a schedule for the construction mutually agreeable to the Parties.

All alterations, additions or installations made by Tenant shall, unless Landlord elects otherwise, become the property of Landlord and shall remain upon the Premises. In the event Landlord shall elect otherwise at the termination of this Lease, such alterations, additions or installations shall be removed by Tenant at the end of the Term hereof and Tenant shall repair any damage caused by such removal, all at Tenant's sole cost and expense.

b. Landlord will facilitate the construction of improvements as outlined in sections I and II on Exhibit "A", the costs of which will be shared by the Parties as identified on Exhibit "A". The Landlord and Tenant shall work in good faith on a schedule for this construction mutually agreeable to the Parties. Said construction shall begin within nine (9) months after the commencement of this Lease and conclude twelve (12) months thereafter.

21. <u>QUIET ENJOYMENT</u>: Tenant, upon paying the Base Rent and observing and performing all the terms, covenants and conditions on its part to be observed and performed, may peaceably and quietly enjoy the Premises, subject to the terms and conditions of this Lease.

22. <u>NOTICES</u>: Except as otherwise provided in this Lease, any written notices by Landlord to Tenant shall be by registered or certified mail or hand delivery addressed to Tenant at the Premises or at such other address as Tenant shall designate by written notice. Any written notice by Tenant to Landlord shall be by registered or certified mail or hand delivery addressed to Landlord at the address first hereinabove given for payment of Base Rent, or at such other address as Landlord shall designate by written notice. Notice shall be deemed delivered when the same is delivered in person or upon receipt or refusal of receipt.

23. <u>LIABILITY OF LANDLORD</u>: If Landlord shall fail to perform any covenant, term or condition of this Lease upon Landlord's part to be performed and, as a consequence of such default, Tenant shall recover a money judgment against Landlord, such judgment shall be satisfied only out of the proceeds of sale received upon execution of such judgment and levied thereon against the right, title and interest of Landlord in the Building, and Landlord shall not have any personal liability hereunder.

24. <u>APPLICABLE LAW</u>: Tenant and Landlord agree that this Lease shall be interpreted and construed in accordance with the laws of the State of Ohio.

25. <u>BINDING EFFECT</u>: All the terms, conditions and covenants of this Lease shall inure to the benefit of and be binding upon the respective heirs, legal representatives, successors and assigns of the Parties hereto.

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26. <u>ENTIRE AGREEMENT</u>: This Lease contains the entire agreement of the Parties and no representations or agreements, oral or written, not embodied herein or incorporated herein by reference shall be of any force or effect.

27. <u>CAPTIONS</u>: Paragraph captions are used for convenience only and shall not limit or amplify or otherwise constitute a part of the provisions of this Lease.

IN WITNESS WHEREOF, the Parties hereto have caused this Lease to be executed as of the date first set forth above.

# LANDLORD:

City of Dublin, Ohio, an Ohio municipal corporation

By:\_\_\_

Dana L. McDaniel, City Manager

# **TENANT:**

The Dublin Chamber of Commerce, Incorporated, an Ohio non-profit corporation

By:\_\_\_\_\_

{Acknowledgements on the following page}

# STATE OF OHIO : COUNTY OF FRANKLIN :

The foregoing instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_\_, 2019 by Dana L. McDaniel, City Manager for the City of Dublin, Ohio, an Ohio municipal corporation, on behalf of the municipal corporation.

	Notary Public			
STATE OF OHIO	:			
COUNTY OF FRANKLIN	:			
The foregoing instrur	nent was acknowledged before me this day of,			
2019, by	,of the Dublin Chamber of Commerce,			
Incorporated, and Ohio non-profit corporation on behalf of the corporation.				

Notary Public

Approved as to form:

By: \_\_\_\_

Jennifer D. Readler, Law Director

# EXHIBIT A Estimated Remodeling Costs

Scope	Estimated Cost
<ul> <li>I. Exterior</li> <li>-Repair/Replace siding and trim that demonstrates excessive weat</li> <li>-Repaint trim, gutters, down spouts</li> <li>-Front walkway – Reset brick pavers for flush transition to porch congrete slab (ADA compliant)</li> </ul>	
<ul> <li>concrete slab (ADA compliant)</li> <li>II. Common Areas Front/Rear Entrances &amp; Hallways -Doors: Install ADA complaint thresholds Add power door operators and push plate actuators x2 Add electronic card readers x2 -Reconfigure rear hallway for ADA complaint ingress/egress -Reconfigure small toilet room into housekeeping closet with mog -Replace all flooring with ceramic plank tile -Replace all lighting with LED. Style to match new décor Add pathway and power for flat screen monitor</li></ul>	
Public Toilet Rooms -Construct a 2000 SF addition to the building to accommodate a r and women's restroom with two fixtures each. Fixtures, partition lighting, doors/hardware to match new décor	
Community Room -Remove existing closet adjacent to the kitchenette and reconfigu with new cabinets, granite counter top, electric power -Add pathway and power for flat screen monitors x2 -Change out door into rear hallway for ADA compliant access -New door hardware -New carpet. Repaint all walls, base and casings -Replace all lighting with LED. Style to match new décor	\$40,000 <sup>b</sup> re the alcove
<ul> <li>III. Dublin Chamber of Commerce Tenant Suite</li> <li>-Replace flooring in reception area with ceramic plank tile</li> <li>-New carpeting in offices x3</li> <li>-Add power and pathway for wall flat screen display</li> <li>-Repaint all walls, base and casings</li> <li>-Replace all lighting with LED. Style to match new décor</li> <li>-Replace all door hardware with new</li> </ul>	\$40,000 <sup>c</sup>

<sup>a</sup> Costs to be paid by the City of Dublin
<sup>b</sup> Costs to be shared between the City of Dublin (65%) and the Dublin Chamber of Commerce (35%)

<sup>c</sup>Costs to be paid by the Dublin Chamber of Commerce

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