

LEASE AGREEMENT

THIS AGREEMENT (“Agreement”) is made and entered into this _____ day of _____, 2021, by and between Washoe County, Nevada, a political subdivision of the State of Nevada, hereinafter called “Lessor,” and Boys and Girls Club of the Truckee Meadows, a Nevada non-profit corporation qualified as an Internal Revenue Code 501(c)3 entity that also satisfies non-profit conditions set forth in Nevada Revised Statutes 244.284, hereinafter called, “Lessee”.

W I T N E S S E T H:

WHEREAS, Lessor is the sole owner the Joe Mitchell Community Center, ("Building") described below, which Building is not currently needed for the public purposes of Washoe County, and Lessor by virtue of NRS 244.284 may enter into certain leases for civic and charitable purposes, without competitive bidding and without charging fair market value for rent; and

WHEREAS, Lessee, a Nevada non-profit corporation, desires to use the Building described below, which use Lessee agrees will be only for civic or charitable purposes; and

WHEREAS, the parties desire by this Agreement to define their respective rights, duties and liabilities relating to the Building.

NOW THEREFORE, in consideration of the mutual covenants contained herein, the parties hereto agree as follows:

SECTION ONE

DESCRIPTION OF BUILDING

Lessor hereby leases unto Lessee that "Building", generally known and designated as the Joe Mitchell Community Center, located at 325 Patrician Drive, Reno, Nevada 89506 ("Property") together with common areas, entrances, parking lots and restrooms.

Lessee understands and agrees that the use of the Building and Property including all parking areas are non-exclusive and may be occupied in conjunction with other users as approved by Lessor and Lessee. The use of the Premises is conditioned upon all applicable rules and regulations as created by Washoe County Regional Parks and Open Space.

Unless otherwise specified, "Premises" shall include all portions of the Property, including the parking area and common areas.

SECTION TWO

TERM OF AGREEMENT

The term of this Agreement shall be for a five-year term, commencing June 1, 2021 and terminating on May 31, 2026, unless sooner terminated or extended, upon mutual agreement of the parties or as otherwise provided herein. Upon approval by Lessor, Lessee may renew this agreement for one (1) additional five-year period to use the Premises.

SECTION THREE

RENTAL

As long as Lessee remains a non-profit corporation in good standing engaged in civil or charitable work, Lessee may occupy said Building rent-free for the term of this Agreement.

SECTION FOUR

RENEWAL OPTION

So long as Lessee remains a non-profit corporation in good standing engaged in civil or charitable work, Lessee shall have one (1) successive option to renew this Agreement for five years to use the Premises.

SECTION FIVE

USE OF BUILDING

- A. Lessee shall not use or permit said Building or any part thereof to be used for any purpose other than to conduct the necessary business of the Lessee as a non-profit corporation engaged in civil or charitable work.
- B. Lessee shall not conduct or at any time knowingly permit its employee, agent or visitor to conduct activity in the Building, which is unlawful, or in violation of any federal or state or county statute, code or regulation. Said Building shall not be used for storage, transfer, processing, etc. of any toxic or hazardous materials.

SECTION SIX
ALTERATIONS AND IMPROVEMENTS

- A. The parties hereby acknowledge that the Building is in good condition and is architecturally acceptable to Lessee and shall not be altered, repaired or changed except as herein provided. Prior to commencement of any alteration or improvement, Lessee shall prepare plans and specifications of such work and submit to Lessor for its consideration.
- B. Lessee agrees that it shall not paint, erect partitions, install or change any doors or windows, or place any nails, screws or other implements or fasteners into the woodwork or walls other than for decorative purposes, without the prior written consent of the Lessor.
- C. The parties agree that all the erections, additions, fixtures and improvements, excepting only decorative items and movable equipment, made in or upon said Building shall be Lessor's property and shall remain upon the Building at the termination of this Agreement by lapse of time or otherwise, without compensation to Lessee.
- D. The parties agree that all equipment purchased and installed by Lessee, which is not affixed to the Building, shall remain the property of and the sole responsibility of Lessee and all replacement, repairs and maintenance of said equipment is the sole responsibility of Lessee, unless said damage was caused by Lessor's negligence.
- E. The erection, construction, installation or making of any approved improvements shall be accomplished and completed in a workmanlike manner and in compliance with all applicable state and municipal laws and regulations and will be accomplished under the direction of licensed contractors. Lessee shall keep the Building free from any liens arising out of any work performed, or materials furnished, or obligations incurred by Lessee.

SECTION SEVEN
UTILITIES, JANITORIAL, TELEPHONE AND SERVICES

- A. Lessee shall supply electricity and water to the Building. The hours and days of operation of the program shall be mutually agreed upon by Lessor and Lessee
- B. Lessee shall provide all janitorial services.
- C. Lessee shall schedule and pay for all utilities for said building including electrical, gas, water service for building and trash.
- D. Lessee will be responsible for the installation and payment of any telephone service, including fax and computer lines, as required by Lessee.

E. Lessee shall be provided keys to the front door entrance of the Building. Upon termination of this Agreement, Lessee shall return all keys to Lessor. In the event of lost or stolen keys, the locks shall be replaced, and all costs thereof shall be the responsibility of Lessee.

SECTION EIGHT

MAINTENANCE, REPAIRS AND INSPECTIONS

A. Except as otherwise provided in this Agreement, Lessee shall be responsible for maintenance and repair of the Building at its sole expense. Lessee agrees that all damage to the Building caused by Lessee or any person who may be in or upon the Building with the consent of Lessee, or because of Lessee's presence, shall be the full responsibility of Lessee.

B. The parties agree that all equipment purchased and installed by Lessee, which is not affixed to the Building, shall remain the property of and the sole responsibility of Lessee and all replacement, repairs and maintenance of said equipment is the sole responsibility of Lessee, unless said damage was caused by Lessor's negligence. Prior to occupancy by Lessee, it shall furnish an inventory list of any and all equipment that will be removed upon vacating the Building.

C. Lessee shall permit Lessor or its authorized agents to enter into the Building at all reasonable times for the purpose of inspecting the same or for the purpose of making repairs or maintaining the Building. Lessee shall not change the locks without prior consent by Lessor.

SECTION NINE

SIGNS

Lessee agrees that no sign or advertisement shall be painted or affixed to any part of the outside or inside of the Building without written consent of Lessor.

SECTION TEN

WAIVER

Any failure on the part of either party to take action against the other for any breach of covenant herein shall not be construed to constitute a waiver of any other or subsequent breach.

SECTION ELEVEN

CONDEMNATION

In the event that any part of the Building hereby demised shall be condemned or taken by any county, federal, state or other authority for any purpose, then the term of this Agreement shall cease on the part so taken from the day the possession of that part is required for any public purpose. Thereafter, the Lessee or the Lessor shall have the right to either cancel this Agreement or to continue in the possession of the remainder of the same under the terms herein provided, except that the area of occupancy shall be reduced in proportion to the area of that portion of the Building taken for such public purpose. All damages awarded for the taking of the Building for any public purpose shall belong to and be the property of the party suffering such damage whether such damage is awarded as compensation for diminution in value to the leasehold or to the fee of the Building herein leased.

SECTION TWELVE

INDEMNIFICATION

- A. Lessee shall hold harmless, indemnify and defend Lessor, its officers, agents and employees from any loss or liability, financial or otherwise resulting from any claim, demand, suit, action or other cause of action based on bodily injury, death or property damage to any person, including Lessee's employees and agents, caused by any action, either direct or passive, or the omission, failure to act or negligence on the part of the Lessee, its employees, agents or representatives, and any action arising out of the use of the building pursuant to this Agreement.
- B. In the event any legal action is brought against Lessor, its officers, agents, employees or volunteers, as a result of Lessee's negligence, Lessee shall reimburse Lessor for costs and attorneys fees incurred by Lessor.
- C. In the event any legal action is brought against Lessor, its officers, agents, employees or volunteers, Lessor will not waive and intends to assert available NRS Chapter 41 liability limitations in all cases.

SECTION THIRTEEN

INSURANCE

A. Lessor, at its sole cost and expense, shall:

- (1) Secure and maintain fire and extended insurance on the building in which the Building is located in an amount and coverage determined by Lessor during the term or any extended term of this Agreement.
- (2) Lessor may fund any such coverage and related financial obligations through a program of self-funding administered by its Risk Management Division. Any and all claims related to the use of the Building by Lessee shall be forwarded to Lessor in a timely manner.

B. Lessee, at its sole cost and expense, shall:

- (1) Maintain fire insurance on all contents owned by Lessee located at the Building.
- (2) Secure and maintain comprehensive or commercial general liability insurance coverage (occurrence form). Coverage limits shall be not less than \$1,000,000 per occurrence and at least \$2,000,000 annual aggregate during the term of this Agreement.
- (3) Lessee hereby expressly waives and releases any cause of action or right of recovery which Lessee may have hereafter against the Lessor for any loss or damage to the Building, or to the contents thereof belonging to either, caused by fire, explosion, or any other risk covered by Lessee's insurance, and
- (4) Lessee shall obtain a waiver from any insurance carrier with which Lessee carries fire, explosion or any other risk coverage insuring the Building or the contents thereof releasing its subrogation rights against Lessor.
- (5) In the event Lessee's occupancy causes any increase of premium for Lessor's insurance on the Building, or any parts thereof, Lessor shall notify Lessee in writing of such increase. Lessee shall have fifteen (15) days after receipt of written notification from Lessor of such increase to correct or mitigate, if applicable, said circumstances that resulted in the need for a premium increase. If Lessee is unable to mitigate or correct said hazardous occupancy, where applicable, Lessee shall upon written agreement pay the increased premium or terminate said Agreement.
- (6) In the event that Lessee is covered under a self-funded insurance policy, Washoe County's Risk Manager must approve all retentions and may request additional documentation financial or otherwise for review prior to approving said agreement.

SECTION FOURTEEN
HAZARDOUS SUBSTANCES

- A. Lessee shall not cause or permit any hazardous substances to be used, released, stored, manufactured or disposed in or upon the Building, except in the minimum quantities as are customary and usual in connection with Lessee's permitted use. If the Building becomes contaminated as a result of a violation by Lessee of this Section Fifteen, for which Lessee is legally liable, Lessee shall indemnify, defend and hold Lessor harmless from all related claims, judgments, penalties, costs or losses, including all expenses incurred for investigation, removal, remediation and restoration mandated by federal, state and local governments, together with Lessor's attorney's fees.
- B. If hazardous substances have been used, released, stored, manufactured or disposed in or upon the Building or connected areas outside the Building, or if the Building or connected areas outside the Building, are or become contaminated in any manner, for which Lessor is legally liable, Lessor shall indemnify, defend and hold Lessee harmless from all related claims, judgments, penalties, costs or losses, including all expenses incurred for investigation, removal, remediation and restoration mandated by federal, state and local governments, together with Lessee's attorney fees.
- C. Hazardous substances mean all toxic, ignitable, reactive and corrosive substances regulated by federal, state or local governments.

SECTION FIFTEEN
QUIET ENJOYMENT

Lessee, while in compliance with the terms and covenants herein, is entitled to the quiet enjoyment of the Building for the term hereby created, subject to the provisions of Section Four of this Agreement.

SECTION SIXTEEN

NOTICES

All notices and demands which may be required to be served upon the respective parties to this Agreement shall be in writing and may be served either personally or by certified mail, postage prepaid, addressed to Lessee at: Boys and Girls Club of Truckee Meadows, 2680 East 9th Street, Reno, NV 89512, Attn: Mike Wurm, and upon Lessor to: Community Services Department, 1001 East 9th Street, Reno, NV 89512 Attn: Dave Solaro, Director or at such other address as the parties may designate and serve upon the other. Any service by mail shall be deemed served upon deposit with the United States Post Office.

SECTION SEVENTEEN

COSTS AND ATTORNEY'S FEES

Should either party hereto institute any action or proceeding of any kind to enforce or interpret any provision hereof or for damages by reason of an alleged breach of any provision of this Agreement, the prevailing party shall be entitled to receive from the losing party such amounts as be adjudged to be reasonable attorney's fees for the services rendered to the prevailing party in such action or proceeding.

SECTION EIGHTEEN

CHOICE OF LAW; VENUE

This Agreement shall be construed in accordance with and be governed by the laws of the State of Nevada. All parties hereto consent to the personal jurisdiction of the state court located in Washoe County, Nevada, and to the service of process by any means authorized by such state court or under the laws of the State of Nevada. The exclusive venue of any action, proceeding or counterclaim arising out of or in connection with this Agreement shall be Washoe County, Nevada.

SECTION NINETEEN

RULES AND REGULATIONS

The Rules and Regulations of the Building set forth as Exhibit A, which may be amended from time to time, are expressly made part of this Agreement and the Lessee agrees to perform them insofar as said rules and regulations are not inconsistent with the terms of this Agreement.

SECTION TWENTY

TERMINATION

- A. Upon termination of this Agreement, Lessee shall quit the Building peaceably, with no damage to the Building, normal wear and tear expected.
- B. It is understood and agreed that either party may cancel this Agreement with or without cause upon providing ninety (90) days written notice to the other party, or as specifically defined below.
- C. This Agreement may be terminated by either party in the event the other party breaches any of the provisions herein or defaults on its obligations. A default will also occur in the event either party either voluntarily petitions or is involuntarily placed in bankruptcy or assigns or attempts to assign a substantial amount of his assets for the benefit of creditors.

SECTION TWENTY-ONE

FUNDING OUT CLAUSE

Pursuant to NRS 244.320, in the event Lessor fails to appropriate budget funds specifically for the purpose of maintaining said Building, in any subsequent fiscal year after the effective date of the Agreement, Lessee hereby agrees to cancel this Agreement and hold Lessor harmless from any penalty, charge or sanction. Lessor agrees to provide thirty (30) day written notice to Lessee of this eventuality, should it occur.

SECTION TWENTY-TWO

EFFECT OF AGREEMENT

- A. This Agreement constitutes the entire contact between the parties and no obligation other than that set forth herein will be recognized unless endorsed hereto in writing.
- B. Each of the covenants, warranties, and agreements herein contained are binding on the parties hereto, their successors, assigns and legal representatives. In the event of any breach of these covenants, warranties and agreements by Lessee during the duration of this Agreement, whether or not discovered by or known to Lessor during the Agreement term, Lessor expressly reserves unto itself the right to pursue appropriate legal action against Lessee to correct or cure said breaches or deficiencies.
- C. This agreement may be amended from time to time by written consent of both the parties.

IN WITNESS WHEREOF, the parties hereto have set their hands as of the day and year first above written.

LESSOR: WASHOE COUNTY, a political
subdivision of the State of Nevada

By _____
Bob Lucey, Chair
Washoe County Commission

STATE OF NEVADA)

:

COUNTY OF WASHOE)

On this ____ day of _____, 2021, before me a Notary Public in and for the County of Washoe, State of Nevada, personally appeared _____, known to me to be the person described in and who executed the foregoing instrument, and who acknowledged to me that he/she executed the same freely and voluntarily and for the uses and purposes therein mentioned.

Notary Public

LESSEE: THE BOYS AND GIRLS CLUB OF
THE TRUCKEE MEADOWS, A NEVADA
NON-PROFIT

By _____
Its _____

STATE OF NEVADA)

:

COUNTY OF WASHOE)

On this ____ day of _____, 2021, before me a Notary Public in and for the County of Washoe, State of Nevada, personally appeared _____, known to me to be the person described in and who executed the foregoing instrument, and who acknowledged to me that he/she executed the same freely and voluntarily and for the uses and purposes therein mentioned.

Notary Public

Exhibit A

LEMMON VALLEY PARK
JOE MITCHELL COMMUNITY CENTER

