CITY OF TEMECULA AGENDA REPORT

TO: City Manager/City Council

FROM: Greg Butler, Assistant City Manger

DATE: August 27, 2019

SUBJECT: Approve the First Amendment to Lease Agreement Between the City of Temecula and Mt. San Jacinto College (At the Request of Subcommittee Members Mayor Naggar and Council Member Rahn)

RECOMMENDATION: That the City Council approve the First Amendment to the Lease Agreement between the City of Temecula and Mt. San Jacinto College.

BACKGROUND: Mt. San Jacinto College (MSJC) is a comprehensive community college that serves a 1,700-square mile area from the San Gorgonio Pass to Temecula by offering: (1) courses and programs that satisfy the transfer requirements of four-year colleges and universities; (2) a variety of vocational and technical programs to prepare students for rewarding careers; (3) basic Skills and English as a Second Language (ESL) training programs designed for students who want to build a strong foundation and ensure academic success; and (4) Continuing Education programs and classes that help lifelong learners.

On September 16, 2013, the City and MSJC entered into that certain Agreement entitled "Lease Agreement between the City of Temecula and Mt. San Jacinto College for Use of City Real Property," in the amount of \$1.00, for the term of the agreement. The City granted a Lease to MSJC to use the second floor of the old City Hall Building in consideration of and recognition of the educational opportunities provided to the community.

The term of the original lease was for a three year period with the ability of the City Manager to extend the lease for an additional three year period through September 16, 2019. MSJC has acquired the former Abbott towers to further expand and provide for higher education offerings within the City of Temecula. They are processing tenant improvements through the Division of State Architect and plan to begin offering classes there in fall 2020. The tenant improvements will not be fully complete until spring 2021, therefore MSJC has requested a two year lease extension to ensure they have sufficient classroom space available within the City as they transition to their new facility. The lease amendment includes the ability for the City Manager to extend an additional three one year increments should the need arise. This item is before the Council at the request of the Higher Education Ad-Hoc Subcommittee Members Mayor Naggar and Council Member Rahn.

FISCAL IMPACT: None

ATTACHMENTS: Amendment to the Lease Agreement