FIRST EXTENSION OF LEASE

THIS EXTENSION OF LEASE is made and entered into this day of,
20, by and between City of Salem, an Oregon Municipal corporation, hereinafter called
"LESSEE" and the STATE OF OREGON, by and through its DEPARTMENT OF
TRANSPORTATION, hereinafter called "STATE".

RECITALS

By a certain Lease dated July 16, 2013 a copy of which is attached hereto, marked Exhibit "A", and by reference made a part hereof, STATE leased to LESSEE certain premises in the City of Salem, Polk County, Oregon, more particularly described in Exhibit "A".

Whereas LESSEE desires to extend the term of said lease for an additional (10) ten-year lease period beginning December 1, 2023 through November 30, 2033, unless otherwise terminated.

Whereas STATE is agreeable to this extension and desires to update the lease to add certain provisions in its current standard form of lease.

NOW THEREFORE, STATE and LESSEE mutually agree as follows:

- 1) Lease is hereby extended for an additional (10) ten-year lease period beginning December 1, 2023, through November 30, 2033.
- 2) From December 1, 2023 through November 30, 2033 the revised lease rate shall be \$ GRATIS. Use of the premises by the public shall be free of charge.
- 3) The following new section is added to said lease agreement as Section 15.5:

AMERICANS WITH DISABILITIES ACT COMPLIANCE

- a. When Lessee performs work on any facility or part of a facility located on the Premises, including but not limited to sidewalks, curb ramps, shared use paths, transit stops, park-and-rides, on-street parking, or pedestrian-activated signals ("Facility") and that work results in construction or an alteration that affects the accessibility of the Facility, the Parties shall:
 - i. Utilize ODOT standards to assess and ensure compliance with Section 504 of the Rehabilitation Act of 1973 and the Americans with Disabilities Act of 1990 as amended by the ADA Amendments Act of 2008 (together, "ADA"), including

- ensuring that all sidewalks, curb ramps, and pedestrian-activated signals meet current ODOT Highway Design Manual standards;
- ii. Follow ODOT's processes for design, modification, upgrade, or construction of sidewalks, curb ramps, and pedestrian-activated signals, including using the ODOT Highway Design Manual, ODOT Design Exception process, ODOT Standard Drawings, ODOT Construction Specifications, providing a temporary pedestrian accessible route plan and current ODOT Curb Ramp Inspection form;
- iii. At work completion, send a completed ODOT Curb Ramp Inspection Form 734-5020 to the address on the form as well as to State's Project Manager for each curb ramp constructed, modified, upgraded, or improved. The completed form is the documentation required to show that each curb ramp meets ODOT standards and is ADA compliant. ODOT's fillable Curb Ramp Inspection Form and instructions are available at the following address:

 http://www.oregon.gov/ODOT/HWY/CONSTRUCTION/Pages/HwyConstForms1.aspx; and
- iv. Promptly notify ODOT of work completion and allow ODOT to inspect the Facility prior to acceptance of work by Lessee and prior to release of any contractor retained by Lessee.
- b. Lessee shall ensure that temporary pedestrian routes are provided through or around any work zone on the Premises. Any such temporary pedestrian route shall include directional and informational signs, comply with ODOT standards, and include accessibility features equal to or better than the features present in the existing pedestrian Facility. To the greatest extent possible, Lessee shall also ensure that advance notice of any temporary pedestrian route is provided in accessible format to the public, people with disabilities, and disability organizations at least 10 days prior to the start of construction.
- c. Lessee shall ensure that any Facility or portion of a Facility on the Premises and under Lessee's maintenance jurisdiction is maintained in compliance with the ADA so long as Lessee occupies the Premises. This includes, but is not limited to, Lessee ensuring that:
 - i. Pedestrian access is maintained as required by the ADA,
 - ii. Any complaints received by Lessee identifying safety or access issues related to any Facility are promptly evaluated and addressed,
 - iii. Any repairs or removal of obstructions needed to maintain any Facility are made in compliance with the ADA requirements that were in effect at the time such Facility was constructed on the Premises,

PM FILE #: PM327A-001 R/W File#: H1745-RW16151 R/W MAP #:9B-18-8

iv. Any future alteration work to a Facility during Lessee's occupation of the Premises complies with the ADA requirements in effect at the time the future alteration work is performed, and

All work performed on the Premises is subject to the terms of Section 1 of this Agreement. Nothing in this Section shall be construed to grant Lessee permission to place improvements or alterations on the Premises without the prior written consent of the State.

- 4) Section 12 (Property Maintenance) of said lease shall be modified to read as follows: Lessee shall at all times, and at Lessee's sole expense, keep and maintain premises, including the sidewalks, if any, in front of the premises, in good repair and free and clear of ice, snow, rubbish, debris, noxious weeds, obstructions and all inflammable or explosive materials of every kind, and shall keep premises in an orderly, clean and safe condition. Lessee shall maintain the landscaping by regular trimming, weeding and generally maintain the premises in a neat, well-kept manner.
- 5) Except as herein modified, all of the terms, conditions and requirements of said lease agreement shall remain in full force and effect as heretofore.

LESSEE: City of Salem, an Oregon Municipal STATE OF OREGON, by and through its corporation DEPARTMENT OF TRANSPORTATION

By:	By:
Name:	Georgine Gleason,
Title:	State Right of Way Manager
Date:	Date:

Τ	
2	

OREGON DEPARTMENT OF TRANSPORTATION

LEASE

5

6

8

9

10

11

12

13

14

15

16

17

1.8

19

20

21

22

23

24

25

26

27

3

THIS LEASE, made and entered into this 16 day of July , 20 13, by and between the **STATE** 4

OF OREGON, by and through its DEPARTMENT OF TRANSPORTATION, hereinafter called "State", and CITY OF SALEM, an Oregon Municipal corporation, hereinafter called "Lessee";

7

WITNESSETH:

That State, for and in consideration of the covenants, conditions, agreements, and stipulations of Lessee contained in this lease, does lease unto Lessee, and Lessee does lease from State, only for PUBLIC PARK SERVICE purposes, that property consisting of 8 acres, more or less, and outlined in yellow on Exhibit "A" and photographed in Exhibit "B", attached hereto and by reference made a part hereof.

TO HAVE AND TO HOLD the above mentioned property, hereinafter called "premises", unto Lessee for the period from DECEMBER 1, 2013 through NOVEMBER 30, 2023, unless otherwise terminated. In consideration of the leasing of premises and of the mutual agreements hereinafter contained, the parties

IMPROVEMENTS 1.

hereto expressly covenant and agree as follows:

No new improvements shall be placed in or on premises, and no alterations shall be made to existing improvements on premises without the prior written consent of State. All improvements made shall be done at the sole expense of Lessee. All permanent improvements made by Lessee on premises shall become the property of State upon expiration or termination of this lease.

2. LEASE RATE

The rental fee shall be \$ GRATIS. Use of the premises by the public shall be free of charge.

3. RENEWAL

Lessee shall have the option, subject to the following conditions, to renew this lease for an additional ten (10) years; with up to a maximum of two renewals. Lessee shall provide State written notice of intent to exercise the option, such notice to be received by State not more than 120 days or less than 60 days prior to expiration of the lease or renewal period. Lessee must not then be in default or in breach of any of the lease terms. State

R/W File #: 16151-LA R/W MAP #9B-18-8

shall, at its sole discretion, have the right to approve or reject such request for renewal and shall give written notice of its decision at least 30 days prior to lease or renewal expiration. Lease amount applicable to each renewal period will be established at the time of renewal based upon fair market rents.

4. LEASE TERMS ARE INDEPENDENT

The agreements, conditions, covenants and terms, herein contained and to be performed by the parties, are separate and independent; and the performance of each and every one is not conditioned or dependent upon performance of any other, unless specifically so stated within the language of the provision. Any provision of this lease which shall prove to be invalid, void or illegal shall in no way affect, impair or invalidate any other provision hereof and such other provisions shall remain in full force and effect.

5. ACCEPTABLE AND NON-ACCEPTABLE USES

Lessee shall use the premises only for the purpose of public park services. The lease is not intended for, nor does it allow use of the premises for residential purposes. Lessee covenants that premises shall not be used for any purpose other than that stated heretofore. Lessee shall not use the premises for the storage, disposal or manufacture of any inflammable materials or for storage, disposal or processing of waste material, junk, scrap, or the dismantling of vehicles or equipment. Nor shall the premises be used for any purpose deemed by State to be a potential hazard to the public or detrimental to the use, maintenance and scenic enjoyment of the adjacent State Transportation Facility.

Lessee shall not use or allow premises to be used for any unlawful purpose whatsoever.

6. HAZARDOUS MATERIALS

Lessee shall not: (a) install facilities for or operate on premises a gasoline supply station or gasoline pump; (b) allow vehicles used or designed for the transportation of, or bulk amounts of, gasoline, petroleum products or explosives on premises; (c) store bulk gasoline, petroleum products or explosives on premises. Except with the prior written approval of State, which approval may be withheld at the State's sole discretion, Lessee shall not cause, permit or suffer any "Hazardous Material" (defined below) to be brought upon, treated, kept, stored, disposed of, discharged, released, produced, manufactured, generated or used upon, about, or underneath the premises or any portion thereof by Lessee, its agents, employees, contractors, or invitees, or any other person. Any request for written consent by State shall be in writing and shall demonstrate to the satisfaction of State that the Hazardous Material is necessary to the business of Lessee, and will be stored, used and disposed of in a manner that complies with all federal, state or local laws, statutes, rules, regulations, ordinances, orders,

Exhibit A Page 2 of 12 PAGE 2

R/W File #: 16151-LA R/W MAP #9B-18-8

permits o	r license	es a	oplical	ble '	to the	e Haza	ırdo	us Mate	rial. /	٩ny	such ap	proved	use	of Haz	ardous	s Materials	shall
continue	during	the	term	of	this	lease	to	comply	with	all	federal,	state,	and	local	laws,	statutes,	rules,
regulation	ıs, ordir	nance	es, ord	ders	s, per	mits o	r lic	enses ap	plica	ble	to Hazar	dous M	lateria	al.			

"Hazardous Material" is defined for purposes of this lease as any substance;

- (i) the presence of which requires investigation or remediation under any federal, state or local statute, regulation, ordinance, order, action, policy or common law; or
- (ii) which is or becomes defined as a "hazardous waste", "hazardous substance", pollutant or contaminant under any federal, state or local statute, regulation, rule or ordinance or amendments thereto including, without limitation, the Comprehensive Environmental Response Compensation and Liability Act (42 USC 9601 et seq.) and/or the Resource Conservation and Recovery Act (42 USC 6901 et seq.); or
- (iii) which is toxic, explosive, corrosive, flammable, infectious, radioactive, carcinogenic, mutagenic, or otherwise hazardous and is or becomes regulated by any governmental authority, agency, department, commission, board, or instrumentality of the United States, the State of Oregon, or any political subdivision thereof.

7. INGRESS AND EGRESS

There is to be no access from premises to the State Highway system, including any bridges or ramps. All ingress and egress shall be subject to administrative and statutory requirements, including but not limited to ORS 374 et seq. Access to premises via city/county roads shall be under local city/county jurisdiction.

8. OCCUPANCY

Lessee shall occupy and use the premises in such a way as to avoid causing hazardous or unreasonably objectionable smoke, fumes, vapor, or odors to emanate from premises. Lessee shall operate and maintain the premises to protect against hazards as to the use, safety or appearance of premises. Use and maintenance of premises shall cause no interference with traffic on adjacent State Transportation Facility. Maintenance of premises by Lessee, as required under Property Maintenance Section #12 herein, shall include such emergency maintenance procedures as may be required by State.

9. TAXES AND ASSESSMENTS

Lessee shall be responsible for all taxes and assessments, if any, on all real and personal property located on or attached to premises, regardless of ownership.

R/W File #: 16151-LA R/W MAP #9B-18-8

The State shall pay all real property taxes for the premises, for which, Lessee shall reimburse State within 30 days of billing for said taxes by State. If lease expires or is terminated by either party after June 30, of any year, Lessee shall be responsible for all taxes and assessments imposed on the premises for that tax year, regardless of when tax is imposed. Notwithstanding the previous sentence, Lessee shall be entitled to a proration of taxes if State has terminated this Lease pursuant to the first sentence of Termination Section #18.

10. UTILITIES

Lessee shall pay for all utility services furnished to premises and shall order and pay for any meter installations, which may be necessary.

11. ADVERTISING SIGNS

Lessee shall not erect or allow advertising signs, displays or devices on the premises except for signs advertising Lessee's on-premises business. Any on-premises signs and informational notices shall be subject to the approval of State and shall indicate no more than the type of activity being conducted on premises. No signs are allowed on areas within State's recognized right of way nor under/over any State structure. All signs shall comply with local sign ordinances.

12. PROPERTY MAINTENANCE

Lessee shall at all times, and at Lessee's sole expense, keep and maintain premises, including the sidewalks, if any, in front of the premises, free and clear of ice, snow, rubbish, debris, noxious weeds, obstructions and all inflammable or explosive materials of every kind, and shall keep premises in an orderly, clean and safe condition. Lessee shall maintain the landscaping by regular trimming, weeding and generally maintain the property in a neat, well-kept manner.

13. TRANSPORTATION FACILITY PROTECTION

Lessee shall, without expense to State, take all steps necessary to effectively protect the adjacent State Transportation Facility from damage incident to Lessee's use of premises. Lessee shall be liable to and shall reimburse State for any damage to State's right of way fences, markers, monuments, slope easements, structures or facilities resulting from or attributable to the use and occupancy of premises by Lessee.

14. PERMITS AND LICENSES

Lessee shall secure all necessary permits and licenses required in connection with operations on premises and shall comply with all federal, state, and local statutes, ordinances, and regulations that may concern, in any way, Lessee's use of premises.

15. LIABILITY

Lessee shall occupy and use premises at Lessee's own risk and expense, and shall save and hold harmless State, its Transportation Commission, Commission members, officers, agents, and employees, from all claims, suits or actions for any damage to property or injury or death of any person arising out of or in connection with Lessee's occupancy or use of the premises. State shall, in no event, be liable to Lessee for any damage to property, or injury to or death of any person occurring or arising from the use of premises by Lessee.

Lessee further agrees to indemnify and hold harmless State from any and all claims, liabilities, losses, damage, costs and expenses (including attorney fees at trial and on any appeal or review) arising out of use of the premises by Lessee or its agents, employees, contractors or invitees, including but not limited to the costs of remediation or clean-up of any Hazardous Material used on the premises by Lessee or its agents, employees, contractors or invitees, whether with or without the approval of State.

16. INSURANCE

Lessee shall obtain, at Lessee's expense, and keep in effect during the term of this lease, Commercial General Liability Insurance covering bodily injury and property damage in a form and with coverage that is satisfactory to the State. This insurance shall include personal and advertising injury liability, products and completed operations. Coverage shall be written on an occurrence basis. Combined single limit per occurrence shall not be less than \$1,000,000. Each annual aggregate limit shall not be less than \$1,000,000.

The liability insurance coverage required for performance of the lease shall include the State of Oregon, the Department of Transportation and its divisions, officers and employees as Additional Insured but only with respect to the Lessee's activities under this lease. Coverage shall be primary and non-contributory with any other insurance and self-insurance.

As evidence of the insurance coverage required by this lease, the lessee shall furnish a Certificate of Insurance to the Department of Transportation prior to the execution date of this lease. The Certificate will specify all of the parties who are endorsed on the policy as Additional Insured. The Lessee shall pay for all deductibles, self-insured retention and/or self-insurance included hereunder.

R/W File #: 16151-LA R/W MAP #9B-18-8

There shall be no cancellation, material change, potential exhaustion of aggregate limits or non-renewal of insurance coverage without thirty (30) days written notice from the Lessee or its insurer(s) to the Department of Transportation.

17. ASSIGNMENT

Lessee shall not assign this lease or sublet premises without the prior written consent of State, and any attempt to assign or sublet without written consent shall be void and shall be a default in this lease. Lessee shall pay a service charge of \$500.00 to State for every assignment or sublease of this lease entered into by Lessee.

18. TERMINATION

The State may terminate this lease as to all or part of premises when the premises is needed for public purposes, or when State determines that it is in the public's best interest, by giving of a 30-day written notice to Lessee. The State may also terminate the lease if Lessee is in default per Default Section #20. In the event of such termination, Lessee hereby waives all its rights to make a claim for any losses or damages suffered thereby.

Lessee may request to terminate this lease prior to lease expiration. If Lessee requests termination prior to lease expiration, the termination request may be granted by State upon written request and upon receipt of payment in the form of a cashier's check or money order equal to one fourth (1/4) the annual lease rate set forth in Section 2 or \$1,500 whichever is greater. Upon early termination of this lease, Lessee remains liable for all property taxes on the premises per Taxes and Assessments Section #9 of this lease. Depending on termination date, and per Taxes and Assessments Section #9, Lessee may be responsible for paying the taxes for the full year.

19. ENTRY ONTO PROPERTY

State specifically reserves the right to enter and occupy premises upon failure of Lessee to comply with any provision of this lease. State also reserves the right to enter premises for purposes of inspection and to determine whether Lessee is complying with the provisions of this lease; to perform acts necessary or proper for the protection, preservation, maintenance, reconstruction, and operation of adjacent State Transportation Facility; and to perform acts necessary or proper in connection with the construction or maintenance of adjacent State Transportation Facility. State also reserves the right to enter and take possession of premises in case of national or other emergency for the purpose of preventing sabotage and otherwise protecting its Transportation

R/W File #: 16151-LA R/W MAP #9B-18-8

Facility. During such emergency occupation Lessee shall be relieved from obligation to comply with the provisions of this lease.

20. DEFAULT

The following shall be events of default:

- (a) Failure of Lessee to pay any rent or other charge within 15 days after it is due, or in the case of property taxes, 30 days after billing for such taxes.
- (b) Failure of Lessee to comply with any term or condition or fulfill any obligation of the lease (other than the payment of rent or other charges) within 10 days after written notice by State specifying the nature of the default. If the default is of such a nature that it cannot be completely remedied within the 10 day period, this provision shall be complied with if Lessee begins correction of the default within the 10 day period and thereafter proceeds with reasonable diligence and in good faith to effect the remedy as soon as practicable. (c) Filing of a voluntary or involuntary petition in bankruptcy, or filing of any proceeding to subject this lease or the interest of Lessee herein to garnishment or sale under execution.

21. REMEDIES FOR DEFAULT

In the event of default the State may terminate this lease by giving 30 days written notice to Lessee. In the event of termination, regardless of how effected, including termination for need or failure to comply with any provision of this lease, Lessee shall, by the date of said termination, peaceably and quietly leave, vacate completely and surrender premises, including those improvements and fixtures placed or made thereon by Lessee that belong to State, in a good, clean and sightly condition, reasonable use and wear, and damage by earthquake, fire, public calamity, the elements, acts of God, or other circumstances over which Lessee has no control, excepted. If premises are not voluntarily surrendered, the State may, without notice, re-enter and take possession of premises and may, without breach of the peace, and with or without legal process, evict and dispossess Lessee from premises.

In the event of termination or retaking of possession following default, State shall be entitled to recover immediately, without waiting until the due date of any future rent or until the date fixed for expiration of the lease term, the following amounts as damages: (1) The loss of rent from the date of termination until a new lessee is secured, or until the expiration date of the lease, whichever is sooner; and, (2) The reasonable costs of reentry and re-letting including without limitation the cost of any cleanup, refurbishing, removal of

R/W File #: 16151-LA R/W MAP #9B-18-8

Lessee's property, or any other expense occasioned by Lessee's default including but not limited to, any repair costs, attorney fees and court costs.

22. TIME

200

201

202

203

204

205

206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

222

223

224

225

226

227

TIME is of the essence of every provision of this lease. Failure of State to object to the violation of any provision of this lease shall not be deemed a waiver by State of a subsequent similar breach nor of State's right to demand strict performance by Lessee of any provision contained therein.

23. LEASE MODIFICATION

Notwithstanding anything herein contained to the contrary, this lease may be amended by mutual consent of the parties hereto, in writing.

24. SUCCESSORS AND ASSIGNS

The provisions of this lease and all obligations and rights thereunder shall extend to and bind the successors and assignees of Lessee and any assignee or legal successor of State.

25. CIVIL RIGHTS (NON-DISCRIMINATION)

Lessee, for itself and assigns, as part of the consideration hereof, does covenant and agree, as a covenant running with the land, that (1) no person, on the grounds of race, color, or national origin, shall be excluded from participation in, be denied the benefits of, or be otherwise subjected to discrimination in the use of premises; (2) that in connection with the construction of any improvements on premises, no discrimination shall be practiced in the selection of employees and contractors, by contractors in the selection and retention of first-tier subcontractors, and first-tier subcontractors in the selection and retention of second-tier subcontractors; and (3) that Lessee shall use premises in compliance with all other requirements imposed pursuant to Title 15, Code of Federal Regulations, Commerce and Foreign Trade, Subtitle A, Office of the Secretary of Commerce, Part 8 (15 C.F.R., Part 8), and as said Regulations may be amended.

26. PRIOR LEASES/AGREEMENTS

lease had never been made or issued.

This lease is intended to supersede and/or replace all previous agreements, written or oral, entered into by the parties hereto for the rental of premises.

In the event of breach of any of the above non-discrimination covenants, State shall have the right to

immediately terminate this lease, to re-enter and repossess premises, and to hold the same as though this

27.	"UNIFORM" ACT
	Should this lease be
	waives any and all ber
	of 1970 as amended,
	herein.
28.	SINGULAR/PLUR
	In construing this leas
	changes shall be mad
29.	NOTICES
	The State (for notice
	The State (for notice
	The State (for notic
	The State (for notice
	The State (for notion
	The State (for notic
	The State (for notion
	The State (for notice
	28.

Should this lease be terminated for any reason, Lessee hereby acknowledges, understands, agrees and
waives any and all benefits under the Uniform Relocation Assistance and Real Property Acquisition Policies Act
of 1970 as amended, or any other benefits under similar acts applicable to Lessee, or the property leased
herein.

JLAR/PLURAL

truing this lease, where the context so requires, the singular includes the plural and all grammatical s shall be made so that this lease shall apply equally to corporations and individuals.

ES

tate (for notice) is: **Technical Leadership Center** Attn: Property Management / Access Research

> **Oregon Department of Transportation** 4040 Fairview Industrial Drive SE, MS#2

Salem, Oregon 97302-1142 Phone: (503) 986-3600 FAX: (503) 986-3625

essee (for notice is): City of Salem

Attn: Real Property Services Manager

350 Commercial Street NE

Salem, OR 97301 (503) 540-2404

Email: cdameron@cityofsalem.net

COMPLETE AGREEMENT 30.

THIS LEASE CONSTITUTES THE ENTIRE CONTRACT BETWEEN THE PARTIES. NO WAIVER. CONSENT, MODIFICATION OR CHANGE, OR TERMS OF THIS LEASE SHALL BIND EITHER PARTY UNLESS IN WRITING AND SIGNED BY BOTH PARTIES. SUCH WAIVER, CONSENT, MODIFICATION OR CHANGE, IF MADE, SHALL BE EFFECTIVE ONLY IN THE SPECIFIC INSTANCE AND FOR THE SPECIFIC PURPOSE GIVEN. THERE ARE NO UNDERSTANDINGS, AGREEMENTS, OR REPRESENTATIONS, ORAL OR WRITTEN, NOT SPECIFIED HEREIN REGARDING THIS LEASE. LESSEE, BY THE SIGNATURE BELOW, HEREBY ACKNOWLEDGES READING THIS LEASE, UNDERSTANDING IT, AND AGREEING TO BE BOUND BY ITS TERMS AND CONDITIONS.

31. APPROVALS

ODOT REGION APPROVAL

05-07-13 Date

STATE OF OREGON, by and through its DEPARTMENT OF TRANSPORTATION

Rick Crager, State Right of Way Manager

CITY OF SALEM, LESSEE

ODOT Federal Tax I.D.: 93-1111585

person duly authorized to do so by order of its board of directors.

End of Lease Document

if a corporation lessee, it has caused its name to be signed and its seal, if any, affixed by an officer or other

lie K Duchers, Staff-Assistant Tity of Salan

In Witness Whereof, the lessee has executed this instrument this $\underline{5}$ day of $\underline{\text{Jum}}$

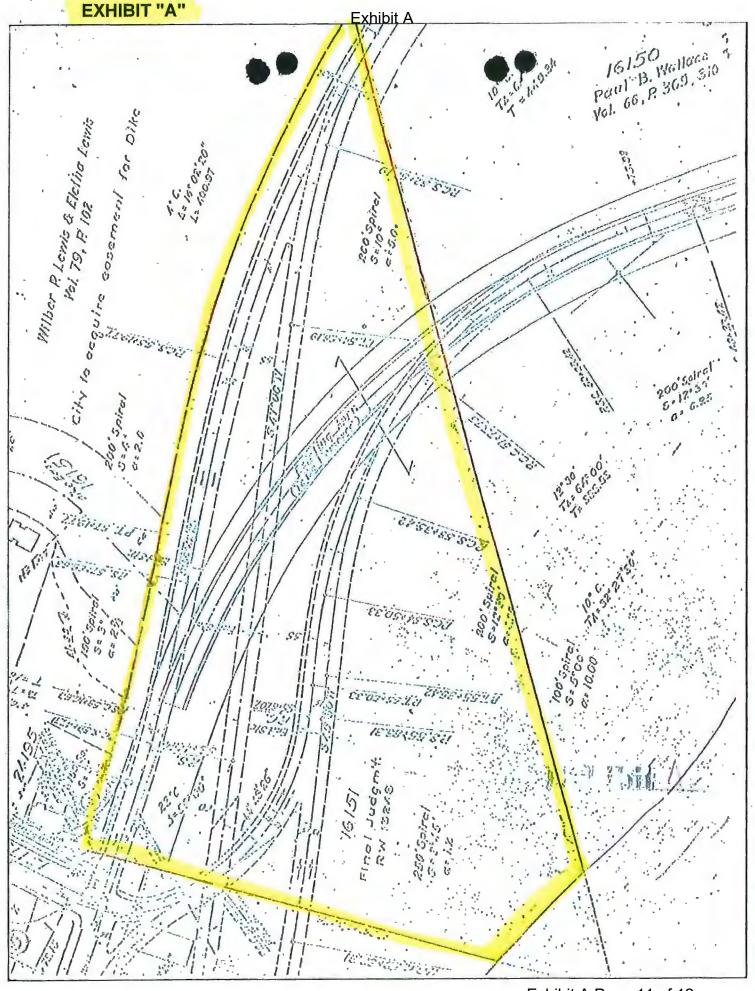


Exhibit A Page 11 of 12

EXHIBIT "B"

File # 16151 ODOT-Lessor City of Salem-Lessee



