

LICENSE AGREEMENT BETWEEN
CARSON SUCCESSOR AGENCY AND WIN CHEVROLET, INC.

THIS LICENSE AGREEMENT (“**Agreement**”) dated July 1, 2018 (“**Effective Date**”), is made by and between the CARSON SUCCESSOR AGENCY, a public agency (“**Successor Agency**” or “**Licenser**”), and WIN CHEVROLET, INC., a California Corporation (“**Licensee**”).

RECITALS

- A. Successor Agency is the owner of that certain undeveloped real property located at 2254 E. 223rd Street, City of Carson, County of Los Angeles (Assessor’s Parcel No. 7315-007-903) as more particularly described in Exhibit “A” (“**Property**”).
- B. The Property is located within the former Consolidated Redevelopment Project Area.
- C. Successor Agency is in the process of disposing of the Property in a manner that furthers the original redevelopment goals of the Carson Redevelopment Agency, and in accordance with the Long-Range Property Management Plan approved California Department of Finance.
- D. On January 21, 2014, Successor Agency entered a Purchase and Sale Agreement for the Property with Panattoni Development, Inc. for the purpose of facilitating the redevelopment and revitalization of the Carson Consolidated Project Area and developing two (2) industrial buildings on the Property (“**PSA**”), and Managing Agent Co, Inc., a Delaware corporation became successor to Panattoni Development Company, Inc. pursuant to the Assignment and Assumption of Real Estate Purchase Agreement effective as of July 15, 2016 (collectively, “**Buyer**”).
- E. Buyer processed a development application through the City of Carson and the Los Angeles County Department of Public Works which the City Council approved in February, 2017.
- F. Buyer, Successor Agency and City of Carson (“**City**”) were served notice by the adjacent property owner of its intent to file litigation over the approval, and challenging the legality and adequacy of the existing easement over Andeavor Campus Drive for the project (Tesoro v. Carson, et al, Los Angeles Superior Court Case No. BS 168340).
- G. Such litigation and settlement discussions have delayed Buyer’s project by more than a year, and as of the date of this Agreement, are not fully resolved.
- H. The escrow at Ticor Title Company between Agency and Buyer for the PSA remains open.
- I. Licensee wishes to use an area of approximately 43,560 square feet within the Property (“**License Area**”).
- J. Licensee currently operates a Chevrolet automobile dealership on 223rd Street, Carson (“**Auto Dealership**”) and is interested in expanding the amount of inventory available to the Auto Dealership. Licensee desires to store additional automobile inventory on the Property (“**License Activities**”).

K. Agency is willing to permit Licensee to access the Property and engage in the License Activities upon the terms and conditions stated in this Agreement.

NOW, THEREFORE, the Licensors and Licensee agree as follows:

1. **LICENSE.**

A. **Grant of License.** Subject to Licensees' compliance with all the terms and provisions of this Agreement (including but not limited to the payment of the Monthly License Fee (as defined in Section 5), Licensors grant to Licensee a non-exclusive temporary license to the Property for the sole purpose of the License Activities during the Term (defined in Section 3).

B. **Cooperation Obligation.** Licensee shall cooperate with Licensors, Buyer and any other licensee or other party of whom Licensee receives written notice from Licensors ("Other User") using or occupying the Property, to establish and enforce rules and procedures governing those portions of the Property being used in common by Licensee and any Other User.

2. **EXECUTION.** Prior to the Effective Date, Licensee shall execute and acknowledge two (2) copies of this Agreement and deliver same to Successor Agency together with the Monthly License Fee for the month of July and the insurance certificate as provided in Section 12. Upon Successor Agency's approval of this Agreement, Successor Agency shall execute and acknowledge two (2) copies of this Agreement and deliver an original copy to Licensee.

3. **TERM.**

A. **Term.** This Agreement shall commence on the Effective Date and terminate automatically one-hundred twenty (120) days thereafter ("**Term**") unless extended or terminated as provided below.

B. **Right to Terminate.** Notwithstanding the foregoing, either party may terminate this Agreement at any time upon thirty (30) days written notice to the other party.

C. **Extensions.** Any extension of the Term must be in writing executed by both parties. Extensions up to a maximum of additional (90) days may be executed by the Successor Agency's Executive Director on behalf of the Successor Agency.

4. **USE.** During the Term, Licensee may only use the Property for the License Activities and no other purposes. Licensee shall not permit any waste or damage to be done to the Property. Licensee is responsible for obtaining all permits, licenses, and any other governmental authorizations required for the License Activities. Licensee may not make any modifications or improvements to the Property without the prior written consent of Licensors.

5. **LICENSE FEE.** During the Term, Licensee shall pay a monthly fee of Four Thousand Two Hundred One Dollars (\$4,201.00) ("**Monthly License Fee**") to be paid in advance. The first Monthly License Fee must be paid by concurrently with Licensee's execution and delivery of this Agreement to Successor Agency. All subsequent Monthly License Fee payments shall be paid by Licensee to Licensors on the first date of each month during the Term. Payments shall be mailed to:

Carson Successor Agency
Attn: Saied Naaseh, Director of Community Development
701 E. Carson Street
Carson, CA 90745

If this Agreement is terminated pursuant to Section 3.B, Licensee shall be entitled to be paid the prorated portion of the Monthly Licensee Fee for the days in the month after termination is effective. However, if this Agreement is terminated due to breach by Licensee, Licensee shall not be entitled to any proration portion for the balance of the applicable month.

6. **UTILITIES.** Licensee shall pay all charges for electricity and all other utility services, if any, used by the Licensee in or about the Property during the Term.

7. **INDEMNIFICATION.** To the full extent permitted by law, Licensee agrees to indemnify, defend, protect and hold harmless Licensor and the City, their respective officers, directors, agents, representatives, Agency Board, City Council members and employees (collectively, “**Licensor and City**”) from and against all liens and encumbrances of any nature whatsoever which may arise in the exercise of, or failure to exercise, Licensee’s rights hereunder, and from any and all claims, causes of action, liabilities, costs, penalties, obligations, errors, omissions, expenses (including reasonable attorneys’ fees), losses and/or damages arising from, or in connection with, Licensee’s (or Licensee’s agents, employees, or invitees’) use of the Property during the Term, or any breach of this Agreement by Licensee (or by Licensee’s agents, employees, or invitees), except those arising out of the sole negligence or intentional misconduct of the Licensor or City. The indemnification obligations contained in this Section 7 shall survive the termination of this Agreement and shall be binding on the successors and assigns of Licensee. City is a third party beneficiary of this provision.

8. **DAMAGE OR LOSS.** As a material part of the consideration to Licensor, Licensee assumes all risk of damage to its property or injury to persons in or upon the Property during the Term. Licensee hereby releases and relieves Licensor and City, and waives its entire right of recovery against Licensor and City, for any loss or damage arising out of or incident to the Licensee’s activity on the Property, whether due to the negligence of the Licensor and City or Licensee or its agents, employees and/or contractors, but except for any loss or damage arising out of the sole negligence or intentional misconduct of the Licensor or City. The release contained in this Section shall survive the termination of this Agreement and shall be binding on the successors and assigns of Licensee. City is a third party beneficiary of this provision.

9. **ENVIRONMENTAL IMPAIRMENT.**

A. Licensee shall not use, generate, manufacture, store, transport or dispose of, on or over the Property any flammable liquids, radioactive materials, hazardous materials, hazardous wastes, hazardous or toxic substances (collectively referred to as “**Hazardous Materials**”) as those terms are defined by federal and state laws. The foregoing sentence shall not be deemed to include in any way any Hazardous Materials in existence or present in, on, beneath or under the Property prior to the time of Licensee’s access to the Property pursuant to this Agreement or Hazardous Materials customarily used in the License Activities but only to the extent such use is in compliance with all applicable laws. Should any discharge, leakage, spillage, emission, or

pollution of any type occur upon or from the Property as a result of Licensee's use and occupancy thereof, Licensee shall provide notice as required by law, and Licensee, at its sole cost and expense, promptly shall undertake all appropriate remediation on all the property affected thereby, whether owned or controlled by Licensor, to the extent required by applicable law and by any governmental body having jurisdiction thereof.

B. Should any discharge, leakage, spillage, emission, or pollution of any type occur upon or from the Property (collectively referred to as "**Discharge**") as a result of Licensee's use, Licensee shall indemnify, hold harmless and defend Licensor and City against all liability arising from any injuries to any person and damage to property, including without limitation, employees and property of Licensee and City, and all related expenses, investigators' fees, and litigation expenses, resulting in whole or in part from any such Discharge, regardless of whether such liability, cost or expense arises during or after the License term. The remediation and indemnification obligations contained in this Section 9 shall survive the Termination of this Agreement.

10. RESTRICTIONS. Licensee acknowledges and agrees to the following:

i. As of the Effective Date, Licensee accepts the Property subject to all conditions, covenants and restrictions of record, and all applicable zoning, municipal, county and state laws, ordinances, regulations and any changes thereto, governing the use and occupancy of the Property. Licensee shall not obtain or cause to be issued any permit, zone change or other entitlement that will be binding upon Licensor or the Property.

ii. Licensee shall keep the Property clean and safe condition and shall remove all weeds and other debris during the Term.

iii. Licensee shall keep the Property free from all liens, taxes and assessments resulting from or caused by Licensee's use of the Property, and Licensee shall reimburse Licensor as necessary to protect its title against any such lien, tax or assessment. Licensee recognizes and understands that this Agreement may create a possessory interest subject to taxes levied upon such interest.

iv. Licensee shall keep the Property clear of all litter and debris caused by Licensee or Licensee's use of the Property.

v. Upon termination of this Agreement for any reason, Licensee shall promptly remove all its personal property from the Property.

vi. Licensee shall not disturb the neighboring businesses, residences or other neighboring land uses. Licensee shall ensure that License Activities do not impede neighboring businesses from conducting business as usual.

11. SURRENDER. Upon the termination of this Agreement, all right, title, and interest of Licensee in and to this Agreement shall be surrendered peaceably to the Licensor. Licensee shall promptly remove any personal property from the Property.

12. INSURANCE. Licensee shall maintain in full force and effect during the Term , at Licensee's sole cost and expense, a policy of comprehensive general liability insurance in terms and amounts satisfactory to Licensors, but in any event no less than Two Million Dollars (\$2,000,000.00) combined single limit per occurrence combined single limit bodily injury, personal injury, death and property damage, subject to such increases in amount as Licensors may reasonably require from time to time, covering any accident or incident arising in connection with the presence of Licensee or its agents, employees, subcontractors, construction workers, guests, or invitees on the Property. Such coverage shall also contain endorsements: (a) deleting any employee exclusion on personal injury coverage; (b) deleting any liquor liability exclusion; and (c) providing for coverage of employer's automobile non-ownership liability. Coverage shall include, but not be limited to, personal injury liability, property and operation, blanket contractual, cross liability, severability of interest, broad form property damage, and independent contractors. Licensors and the City shall be named as additional insureds under such insurance policy. Such insurance shall be primary and noncontributing, and shall not be cancelable or subject to reduction of coverage or other modification without thirty (30) days prior written notice to Licensors. Licensee shall concurrently with the execution of this Agreement deliver to Licensors a copy of such insurance policy, or a certificate of insurance evidencing such coverage. In the event Licensee's insurance policy is renewed, replaced or modified, Licensee shall promptly furnish Licensors with a copy of such policy, or a certificate of insurance, as renewed, replaced or modified.

13. DEFAULT. In the event of a breach by Licensee of any of the terms of this Agreement that continues beyond five (5) days after written notice from Licensors of such breach, all rights of Licensee shall cease and terminate, and in addition to all other rights Licensors may have at law or in equity, Licensors may re-enter the Property and take possession thereof without further notice, and remove any and all persons and personal property from the Property. Licensee's obligations under this Agreement for (i) indemnity, and (ii) payment of the Monthly Licensee Fee which accrued prior to the termination, shall remain in effect. Licensee shall not be entitled to any proration of the Monthly Licensee Fee for early termination due to a breach by Licensee.

14. RULES AND REGULATIONS. Upon not less than two (2) business days prior written notice to Licensee, Licensors shall have the right to:

- a. Establish and enforce reasonable rules and regulations concerning the management, use, and operation of the Property;
- b. Close any portion of the Property to whatever extent required in the reasonable opinion of the Licensors's counsel to prevent a dedication of any of the Property or the accrual of any prescriptive rights of any person or of the public to the Property, provided that such closures do not materially and adversely affect Licensee's use of the Property;
- c. Close temporarily any portion of the Property for maintenance purposes, provided that such closures do not materially and adversely affect Licensee's use of the Property; and
- d. Disapprove a person or entity retained by Licensee to maintain the Property.

15. **SECURITY MEASURES.** Licensor is not obligated to provide security of any kind to the Property, and Licensor shall not be liable for any defects or negligence in the implementation of any security measures that Licensor may, in its sole discretion, elect to provide. Licensee assumes all responsibility for the protection of its personal property or that of its agents, employees, or invitees from the acts of third parties.

16. **WAIVER.** The waiver by Licensor of any breach of Licensee hereunder, or the failure on the part of Licensor to enforce any right it may have hereunder, shall not constitute a waiver of any other or subsequent, similar, or different breaches, or a waiver of Licensor's power to enforce such rights.

17. **ASSIGNMENT.** This Agreement and the rights granted hereunder are personal to Licensee. Licensee may not assign, sell, transfer (including, but not limited to, any sublease or sub-license), encumber, pledge, or otherwise hypothecate ("**Transfer**") any part of this Agreement or any rights hereunder without the prior written consent of Licensor, which may be withheld in Licensor's sole and absolute discretion. Any Transfer by Licensee shall be void *ab initio* and a basis for immediate termination of this Agreement. In the event that Licensor does consent to a Transfer in writing, such consent shall not relieve Licensee of liability under this Agreement.

18. **ATTORNEY'S FEES.** If either party brings an action to enforce the terms hereof or to declare its rights hereunder, the prevailing party in any such action, on trial and appeal, shall be entitled to recover its costs and reasonable attorneys' fees including those of in-house counsel.

19. **NOTICE.** All notices, consents, requests, demands, approvals, waivers, and other communications desired or required to be given hereunder (referred to collectively as "**notices**") shall be in writing and signed by the party so giving the notice, and shall be effectively given or served: (i) on the date of personal service upon the person to whom it is directed; or (ii) on the date the notice is received or rejected provided it is sent U.S. first class registered or certified mail, postage prepaid, return receipt requested; or (iii) on the date the notice is delivered by a nationally recognized courier service to the address of the person to whom it is directed provided it is sent postage prepaid to the address of the person to whom it is directed (whichever occurs first in time). Notice shall be provided to each party as follows:

To Licensor:	CARSON SUCCESSOR AGENCY 701 E. Carson Street Carson, California 90745 Attn: Executive Director
With a copy to:	Aleshire & Wynder, LLP 18881 Von Karman Avenue, Suite 400 Irvine, CA 92612 Attn: City Attorney Sunny K. Soltani, Esq.
To Licensee:	WIN CHEVROLET, INC. 2301 East 223 rd Street Carson, CA 90745 Attn: Hani Naasif, President

Either party may, from time to time, change its address by giving written notice thereof in the manner outlined above.

20. GOVERNING LAW. This Agreement shall be interpreted, enforced and governed by the laws of the State of California. Legal actions concerning any dispute, claim or matter arising out of or in relation to this Agreement shall be instituted in the Superior Court of the County of Los Angeles, State of California. In the event of litigation in a U.S. District Court, venue shall lie exclusively in the Central District of California, in the County of Los Angeles, State of California.

21. AMENDMENTS. This Agreement may only be amended or modified in writing executed by both parties.

22. SEVERABILITY. In the event that any one or more of the provisions contained in this Agreement shall for any reason be held by a court of competent jurisdiction to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality or unenforceability shall not affect any other provision hereof, and the remainder of the provisions of this Agreement shall continue in full force and effect without impairment.

23. SOLE AGREEMENT. This Agreement constitutes the sole agreement between Licensor and Licensee with respect to Licensee's use of the Property.

24. NO RECORDATION. Neither this Agreement nor a memorandum of it shall be recorded in the Official Records of Los Angeles County.

25. CONSENTS OF PARTIES. Any requirements under this Agreement that Licensee obtain consents or approvals of Licensor are in addition to and not in lieu of any requirements of law that Licensee obtains approvals or permits.

26. COUNTERPARTS. This Agreement may be executed in counterparts, each of which shall be deemed to be an original, and such counterparts shall constitute one and the same instrument.

27. INTERPRETATION. The terms of this Agreement shall be construed in accordance with the meaning of the language used and shall not be construed for or against either party by reason of the authorship of this Agreement or any other rule of construction which might otherwise apply.

28. AUTHORITY. Each individual executing this Agreement on behalf of Licensee represents, warrants and covenants to the Licensor that (a) such person is duly authorized to execute and deliver this Agreement on behalf of such entity in accordance with authority granted under the organizational documents of such entity, and (b) such entity is bound under the terms of this Agreement.

29. INTEREST. If Licensee fails to pay any amounts due under this Agreement when due, the amounts shall bear interest at the rate of ten percent (10%) per annum from the due date until paid in full.

30. EXHIBIT. Exhibit A is attached hereto and incorporated herein by reference.

IN WITNESS WHEREOF, each of the parties has caused its authorized representative to execute duplicate original counterparts of this Agreement.

LICENSOR/SUCCESSOR AGENCY:

CARSON SUCCESSOR AGENCY,
a public agency

By: _____
Albert Robles, Chair

June __, 2018

ATTEST

By: _____
Donesia Guase-Aldana, MMC
Agency Secretary

APPROVED AS TO FORM

ALESHIRE & WYNDER, LLP

By: _____
Sunny Soltani (AL)
Agency Counsel

LICENSEE :

WIN CHEVROLET, INC.,
a California corporation

By: _____
Hani Naasif
President

By: _____
Jerry Heyer
Secretary & CFO

EXHIBIT A
LEGAL DESCRIPTION OF PROPERTY

That certain real property located in the City of Carson, County of Los Angeles, State of California legally described as follows:

Parcel 2 of Parcel Map 61063 in the City of Carson, County of Los Angeles, State of California recorded April 14, 2008 recorded in Book 355 pages 81 to 83 inclusive of Parcel Maps in the Office of the County Recorder of said County.

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy or validity of that document.

STATE OF CALIFORNIA

COUNTY OF LOS ANGELES

On _____, 2018 before me, _____, personally appeared _____, proved to me on the basis of satisfactory evidence to be the person(s) whose names(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature: _____

OPTIONAL

Though the data below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent reattachment of this form.

CAPACITY CLAIMED BY SIGNER		DESCRIPTION OF ATTACHED DOCUMENT
<input type="checkbox"/> INDIVIDUAL		_____
<input type="checkbox"/> CORPORATE OFFICER		TITLE OR TYPE OF DOCUMENT

TITLE(S)		
<input type="checkbox"/> PARTNER(S)	<input type="checkbox"/> LIMITED	_____
	<input type="checkbox"/> GENERAL	NUMBER OF PAGES
<input type="checkbox"/> ATTORNEY-IN-FACT		_____
<input type="checkbox"/> TRUSTEE(S)		DATE OF DOCUMENT
<input type="checkbox"/> GUARDIAN/CONSERVATOR		
<input type="checkbox"/> OTHER _____		

SIGNER IS REPRESENTING:

(NAME OF PERSON(S) OR ENTITY(IES))

SIGNER(S) OTHER THAN NAMED ABOVE

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy or validity of that document.

STATE OF CALIFORNIA

COUNTY OF LOS ANGELES

On _____, 2018 before me, _____, personally appeared _____, proved to me on the basis of satisfactory evidence to be the person(s) whose names(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature: _____

OPTIONAL

Though the data below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent reattachment of this form.

CAPACITY CLAIMED BY SIGNER

☐

INDIVIDUAL

☐

CORPORATE OFFICER

TITLE(S)

☐

PARTNER(S)

☐

LIMITED

☐

GENERAL

☐

ATTORNEY-IN-FACT

☐

TRUSTEE(S)

☐

GUARDIAN/CONSERVATOR

☐

OTHER _____

DESCRIPTION OF ATTACHED DOCUMENT

TITLE OR TYPE OF DOCUMENT

NUMBER OF PAGES

DATE OF DOCUMENT

SIGNER IS REPRESENTING:

(NAME OF PERSON(S) OR ENTITY(IES))

SIGNER(S) OTHER THAN NAMED ABOVE