**TEMPLATE FAIR AND JUST CALIFORNIA COMMERCIAL LEASE AGREEMENT**

**Updated 02-27-2019**

**Instructions**:

* The template lease agreement below is intended for use **in the State of California only**.
* The template **does not contain terms that may be required by the local laws** in effect where the business premises are located. For example, if the premises are in San Francisco, the lease would need to contain terms about ADA compliance in accordance with local San Francisco laws.
  + For samples of lease terms required by local laws, you may wish to consult your local non-profit legal services provider or a local real estate attorney. For assistance in locating one, please contact Lawyers’ Committee for Civil Rights at [lse@lccrsf.org](mailto:lse@lccrsf.org) or (415) 543-9444 x217 or your [local county bar association](https://members.calbar.ca.gov/search/ba_browse.aspx) attorney referral service.
* Please fill in as much information as possible in the blank fields and check boxes. If any text in this template lease does not apply, please **delete** it (in the Word version) **or cross it out** (if filling out the template on paper). **Also, do NOT leave any fields blank.** 
  + **If any blank fields do not apply, cross out the blank field and the text before it.** ***If text or a blank field is not deleted or crossed out, the reader will assume that you want to include the text in your agreement*.**
  + *For this reason, we recommend completing this template on a computer in Microsoft Word.*
* The template lease agreement below was published by the [Legal Services for Entrepreneurs Program](https://www.lccr.com/get-help/economic-justice-legal-services-for-entrepreneurs-lse/) of the Lawyers’ Committee for Civil Rights of the San Francisco Bay Area on June 26, 2018, for non-profit educational purposes only. **It is only meant to provide general guidance and is not intended as a substitute for legal advice from a licensed attorney about specific individuals, businesses or situations.** If you have questions about the meaning of any of the terms or how they apply to your situation, we recommend you consult with an attorney licensed in California. If you need help locating an attorney, please contact us at [lse@lccrsf.org](mailto:lse@lccrsf.org) or (415) 543-9444 x217 or your [local county bar association](https://members.calbar.ca.gov/search/ba_browse.aspx) attorney referral service.
* Please also send any feedback or questions about this template lease to [lse@lccrsf.org](mailto:lse@lccrsf.org).

**Acknowledgments:**

* We wish to give our heartfelt thanks to the following individuals for their invaluable hard work in drafting and editing this document:
  + Kimberly Ramsarup, LCCR Law Clerk
  + Jenny Chhea, LCCR Law Clerk

Date (For reference only): \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ ("Landlord") and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_("Tenant") agree as follows:

1. **PROPERTY**: Landlord rents to Tenant and Tenant rents from Landlord, the real property and improvements described as (full address): \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (“Premises”), which comprise approximately \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ % of the total square footage of rentable space in the entire property (“Tenant’s Pro-Rata Share”). (The entire property is hereinafter referred to as the “Building.”) See Exhibit \_\_\_\_\_\_\_\_\_\_\_ for a further description of the Premises.

**2.** **TERM**: The Term of this Lease begins on (exact date - mm/dd/yyyy) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (“Commencement Date”),

**(Check A or B):**

**A. Defined lease term (“term of years”)**: and shall terminate on (exact date - mm/dd/yyyy) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ at (time) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  AM  PM (“Expiration Date”). Any holding over after the term of this agreement expires, with Landlord's consent, shall create a month-to-month tenancy (“Holdover Tenancy”) that either party may terminate as specified in Section 2.B. Rent shall be at a rate equal to the monthly rent for the last month immediately preceding the Expiration Date, payable in advance. All other terms and conditions of this agreement shall remain in full force and effect.

 **B. Month-to-month**: and continues as a month-to-month tenancy. Either party may terminate the tenancy by giving written notice to the other at least 30 days prior to the intended termination date, subject to any applicable laws. Such notice may be given on any date.

 **C. RENEWAL OR EXTENSION TERMS**: Provided the Lease is in full force and effect and Tenant is not in default under any of the other terms and conditions of the Lease at the time of notification or commencement, Tenant shall have \_\_\_\_\_ (number) option(s) to extend the Lease (each, an “Extension Option” and, if more than one, collectively, the “Extension Options”). The Extension Option (or each Extension Option, if more than one) shall be for a term of\_\_\_\_\_ (number) years (each, an “Extension Term”), for the portion of the Premises being leased by Tenant as of the date the applicable Extension Term is to commence, on the same terms and conditions set forth in the Lease, except as modified by the terms, covenants and conditions as set forth below:

1. Monthly rental rate for Extension Term: [**NOTE**: The rental rate for each year of the Extension Term MUST be specified in this agreement – otherwise, the Tenant’s Extension Option is not legally enforceable. The rental rate cannot be described vaguely – e.g., “TBD,” “to be determined,” “to be negotiated by the parties.” If the rental rate is set at “fair market value,” the lease must include a description of how “fair market value” will be determined when Tenant exercises the Extension Option.]
   * Year 1: \_\_\_\_\_\_\_\_\_\_\_\_
   * Year 2: \_\_\_\_\_\_\_\_\_\_\_\_
   * Year 3: \_\_\_\_\_\_\_\_\_\_\_\_
   * Year 4: \_\_\_\_\_\_\_\_\_\_\_\_
   * Year 5:\_\_\_\_\_\_\_\_\_\_\_\_
   * \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   * \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   * \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   * \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
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   * \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   * \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. If rent for any of the above years in an Extension Term is set at “FMV” or “Fair Market Value,” the monthly fair market value rental rate shall be determined by a real estate broker (“Broker”) who is acceptable to both Landlord and Tenant. The monthly fair market value rental rate shall be the monthly rental rate, at the time Tenant exercises the (or an) Extension Option, for commercial premises in the same city / town / neighborhood (**circle one**) that are of a similar size and condition to the leased Premises and that are put to the same or a similar use as Tenant’s use. Broker **shall not** estimate the monthly fair market value rental rate as the rate that Landlord could obtain for a use of the Premises that is different than Tenant’s use at the time Tenant exercises the Extension Option. Any disputes about the determination of fair market monthly rental rate as described above shall be submitted to mediation, and if mediation is unsuccessful, to binding arbitration.
3. Required notice by Tenant: If Tenant elects to exercise an Extension Option, then Tenant shall provide Landlord with written notice no earlier than the date which is one hundred eighty (180) days prior to the expiration of the then current Term of the Lease but no later than the date which is ninety (90) days prior to the expiration of the then current Term of the Lease. If Tenant fails to provide such notice, Tenant shall have no further or additional right to extend or renew the Term of the Lease.

**3.** **RENT**:

**A.** Definition: "Rent" shall mean all monetary obligations of Tenant to Landlord under the terms of this agreement, except Security Deposit.

**B**.Payment: Rent shall be paid to (Name) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_at (Address) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ , or at any other location specified by Landlord in writing to Tenant.

**C.** Timing: Base rent shall be paid as specified in Section 3. All other Rent shall be paid within 30 days after Tenant is billed by Landlord.

**4.** **BASE RENT:**

**A.** Tenant agrees to pay Base Rent at the rate of (**CHECK ONE ONLY:**)

******(1)** $ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ per month, for the term of the agreement as specified in Section 2A or 2B.

**(2**) $ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ per month, for the first 12 months of the agreement. Commencing with the 13th month, rent shall be increased by \_\_\_ %, and shall be increased by the same percentage at the end of each 12 month period thereafter.

 **(3)** $                      per month for the period commencing                      and ending                      and

$                      per month for the period commencing                      and ending                      and

$                      per month for the period commencing                      and ending                      .

 **(4)** In accordance with the attached rent schedule.

 **(5)** Other:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  
\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

**B.** Base Rent is payable in advance on the 1st (or  \_\_\_\_\_\_\_\_) day of each calendar month, and is delinquent on the next day.

**C.** If the Commencement Date falls on any day other than the first day of the month, Base Rent for the first calendar month shall be prorated based on a 30-day period. For example, if the Commencement Date is June 15, and if Base Rent is $2,000/month, Base Rent for June 15 through June 30 (16 days) would be: ($2,000 / 30) \* 16 = $1066.67.

**5.** **EARLY POSSESSION**: Landlord shall permit Tenant to have possession of the Premises prior to the Commencement Date (“Early Possession Period”), commencing the day after this lease is fully executed, for the purposes of installing fixtures and furniture, computer equipment, telephone equipment, personal property or other similar work in preparation for the opening of Tenant’s business on the Premises. Such early access and possession shall be subject to and upon all of the terms and conditions of this lease. If Tenant is in possession prior to the Commencement Date,

Tenant is obligated to pay Base Rent on a prorated basis

Tenant is not obligated to pay Base Rent.

Tenant is obligated to pay Operating Expenses specified in Sections 13 and 14.

Tenant is not obligated to pay Operating Expenses specified in Sections 13 and 14.

Whether or not Tenant is obligated to pay Base Rent or Operating Expenses prior to Commencement Date, Tenant is obligated to comply with all other terms of this Agreement.

**6.** **SECURITY DEPOSIT**:

**A**. Tenant agrees to pay Landlord $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ as a security deposit (“Security Deposit”).

**B**. Landlord may use all or any portion of the Security Deposit, as reasonably necessary, to: (i) cure Tenant’s default in payment of Rent, late charges, non-sufficient funds (“NSF”) fees, or other sums due under this Lease Agreement; (ii) repair damage, including ordinary wear and tear, caused by Tenant or by a guest or licensee of Tenant during the Lease Term, Holdover Tenancy, or any Extension Terms; (iii) cover any other unfulfilled obligation of Tenant**. THE SECURITY DEPOSIT SHALL NOT BE USED BY TENANT IN LIEU OF PAYMENT OF LAST MONTH’S RENT.** If all or any portion of the Security Deposit is used during the tenancy, Tenant agrees to reinstate the total security deposit within 30 days after written notice is delivered to Tenant.

**C**. Within 30 days after Landlord receives possession of the Premises from Tenant, Landlord shall: (i) furnish Tenant with an itemized statement indicating the amount of any Security Deposit received and any deductions taken therefrom, along with a description of each deduction’s purpose, and (ii) return any remaining portion of Security Deposit to Tenant. However, if Landlord’s only claim to the Security Deposit is for unpaid Rent, then the remaining portion of the Security Deposit, after deduction of unpaid Rent, shall be returned to Tenant within 14 days after the Landlord receives possession, along with an itemized statement as described in this Section 6.C.

**D**. No interest will be paid on Security Deposit, unless required by local ordinance.

**7. PAYMENTS:**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | TOTAL DUE | PAYMENT RECEIVED | BALANCE DUE | DUE DATE |
| Rent: From \_\_\_\_\_\_\_\_\_ To \_\_\_\_\_\_\_\_\_\_  (date) (date) | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_ |
| Security Deposit . . . . . . . . . . . . . . . . . . . | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_ |
| Other: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_ |
| Other: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_ |
| Total: . . . . . . . . . . . . . . . . . . . . . . . . . . . | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ | $\_\_\_\_\_\_\_\_\_ |  |

**8. PARKING:** Tenant, Tenant’s employees, and Tenant’s customers shall have the non-exclusive right to use in common with Landlord, other tenants of the Building, and/or their guests and invitees, of the non-reserved common automobile parking areas, driveways, and footways located at \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, subject to rules and regulations for the use thereof as prescribed from time to time by Landlord. Landlord shall provide Tenant with written notice of any changes to such rules and regulations 30 calendar days prior to the changes taking effect. Vehicles leaking oil, gas, or other motor vehicle fluids shall not be parked in parking spaces or on the Premises.

**9. ADDITIONAL STORAGE:** Storage is permitted as follows: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_. The right to additional storage space  is  is not included in the Base Rent charged pursuant to Section 3. If not included in Base Rent, storage space shall be an additional $\_\_\_\_\_\_\_\_\_\_\_\_ per month. Tenant shall store only personal property that Tenant owns, and shall not store property that is claimed by another, or in which another has any right, title, or interest. Tenant shall not store any improperly packaged food or perishable goods, flammable materials, explosives, or other dangerous or hazardous material. Tenant shall pay for, and be responsible for, the clean-up of any contamination caused by Tenant’s use of the storage area.

**10. LATE CHARGE/NSF CHECKS:** Tenant acknowledges that either late payment of Rent or issuance of a NSF (insufficient funds) check may cause Landlord to incur costs and expenses, the exact amount of which are extremely difficult and impractical to determine. These costs may include, but are not limited to, processing, enforcement and accounting expenses, and late charges imposed on Landlord.

1. Late Charge: If any installment of Base Rent due from Tenant is not received by Landlord within 10 calendar days after due date, Tenant shall pay to Landlord $\_\_\_\_\_\_\_\_\_\_\_ as a Late Charge.
2. Returned Checks (NSF – insufficient funds): Tenant will pay a returned check fee of $25.00 for each check Tenant tenders to Landlord which is returned by the institution on which it is drawn for any reason plus any Late Charge due above until Landlord receives payment.

Landlord and Tenant agree that these charges represent a fair and reasonable estimate of the costs Landlord may incur by reason of Tenant’s late or NSF payment. Any Late Charge or NSF fee due shall be paid with the current installment of Rent. Landlord’s acceptance of any Late Charge or NSF fee shall not constitute a waiver as to any default of Tenant. Landlord’s right to collect a Late Charge or NSF fee shall not be deemed an extension of the date Rent is due under Section 4, or prevent Landlord from exercising any other rights and remedies under this Agreement, and as provided by law.

**11. CONDITION OF PREMISES:**

**A.** Landlord represents and warrants that, as of the Lease Commencement Date, all systems in the Building (including, but not limited to, heating, ventilation, air conditioning, water and sewage systems) are in good working order, that the Premises are vacant, and that the Building is in compliance with all laws (local, state and federal).

**B.** Landlord further represents and warrants that, as of the Lease Commencement Date, the Premises are compliant with all laws (local, state and federal) for Tenant’s intended use of the Premises as described in Section 15.

**OR**  (If checked) Section 11.B. does not apply.

**C.** Tenant has examined the Premises and acknowledges that the Premises are broom-clean and damage-free, with the following exceptions: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

Items listed as exceptions shall be dealt with in the following manner before the Lease Commencement Date (or if another deadline is noted below, by that deadline): \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

**12. ZONING AND LAND USE:** Tenant accepts the Premises subject to all local, state, and federal laws, regulations and ordinances concerning Tenant’s use of the Premises (“Laws”). Landlord makes no representation or warranty that Premises are now or in the future will be suitable for Tenant’s use as specified in Section 15. Tenant has made its own investigation regarding Laws applicable to its particular use specified in Section 15.

**13. TENANT OPERATING EXPENSES:** Tenant agrees to pay for the following utilities and services directly billed to tenant \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ .

**14. PROPERTY OPERATING EXPENSES:**

**A.** Tenant agrees to pay Tenant’s Pro-Rata Share (as defined in Section 1) of Landlord’s estimated monthly property operating expenses for the Building, including (check all that apply):

* Common area maintenance
* Consolidated utility and service bills
* Insurance
* Real estate taxes assessed against the Building
* Other:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Landlord shall provide Tenant with paid bill statements for the above items and the calculations that Landlord used to determine Tenant’s Pro-Rata Share of the above items. Landlord shall bill Tenant for the above items on a monthly / quarterly / semi-annual / annual basis (choose one).

**OR** **B**.  (If checked) Section 14 does not apply.

**15. USE:** The Premises are for the sole use as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ .

No other use is permitted without Landlord’s prior written consent, which shall not be unreasonably withheld, conditioned or delayed. Tenant will comply with all Laws affecting its use of the Premises.

**16. PROHIBITED USE:** Tenant shall ensure that guests and licensees of Tenant do not disturb or endanger other adjacent tenants or tenants renting in the Building. Tenant shall not use the Premises for any unlawful purposes, including, but not limited to: using, manufacturing, selling, storing, or transporting illicit drugs or other contraband; violating any law or ordinance; or committing a waste or nuisance on or about the Premises.

**17. MAINTENANCE:**

**A. Tenant** **OR**  **(if checked, Landlord)** shall professionally maintain the Premises including heating, air conditioning, electrical, plumbing and water systems, if any, and keep glass, windows and doors in clean, operable and safe condition. If the parties have agreed in this Lease that Tenant is responsible for the maintenance tasks mentioned in this Section 17A (i.e., the box next to “Landlord” above is not checked), and Tenant fails to maintain the Premises as required in this Section 17A, Landlord must give Tenant written notice of such failure in accordance with Section 25C of this Lease, and then, if the required notice period has passed and Tenant has not performed the required maintenance, Landlord may contract for or perform such maintenance, and charge Tenant for Landlord’s reasonable cost of performing such maintenance.

**B.** Landlord shall maintain the Building’s roof, foundation, exterior walls, structural components, common areas and\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

Landlord shall use reasonable efforts to cause any necessary repairs to be made promptly. If Landlord fails to maintain the Building as required under this Section 17B, Tenant must give Landlord written notice of such failure in accordance with Section 26 of this Lease, and then, if the required notice period has passed and Landlord has not performed the required maintenance, Tenant may contract for or perform such maintenance, and send Landlord a written invoice for Tenant’s reasonable cost of performing such maintenance, payable within 30 days of issuance. As an alternative to requesting payment for such cost from Landlord, Tenant may send Landlord a written statement of Tenant’s reasonable cost of performing such maintenance and deduct such cost from the monthly Rent Tenant owes to Landlord.

**18. TENANT ALTERATIONS:**

Tenant shall not make any structural or external changes, modifications, alterations, additions or improvements to the Premises or Building, or remove, install or materially modify the structure or systems of the Building where the Premises is located, including without limitation, panel boxes, light fixtures, utility lines or connections, bathroom fixtures, safety and security systems, or install any additional heat or cold generating equipment, other equipment, machinery or devices in the Premises or any other part of the Building (collectively, “Material Alterations”), without the prior written consent of Landlord, which shall not be unreasonably withheld, conditioned or delayed. Tenant may make non-structural, internal changes, modifications, alterations, additions or improvements to the Premises (collectively, “Tenant Alterations”) which are cosmetic in nature, do not exceed $75,000 in the aggregate on an annual basis, and otherwise do not materially and adversely affect the Premises, the Building Structure or any of the Building Systems.

**19. GOVERNMENT IMPOSED ALTERATIONS:**

**A.** Tenant shall be responsible for the cost and performance of any alterations to the Premises required by local, state or federal laws that regulate the specific type of business that Tenant conducts in the Premises (e.g., if Tenant runs a food establishment in the Premises, Tenant is responsible for installing any equipment required to comply with the local health code).

**B.** Landlord shall be responsible for the cost and performance of all other alterations to the Premises required by local, state or federal law, as well as all alterations to the Building required by such laws, including any alterations required by local, state or federal law to bring the Premises and the Building into compliance with the requirements of the Americans with Disabilities Act.

**C.** In the case that Landlord’s alterations to the Premises or Building interfere with Tenant's reasonable use of the Premises to conduct Tenant’s business, the monthly Base Rent shall be reduced based on the extent to which the alterations interfere with Tenant's reasonable use of the Premises. If, because of such alterations, Tenant cannot reasonably conduct its business in the Premises, then Tenant shall not owe rent for any day during which it cannot conduct its business in the Premises. If Tenant does not pay rent due to its inability to reasonably conduct its business in the Premises during this time due to the interference, Tenant shall not be in default.

**20. LANDLORD RIGHT OF ENTRY**: After receiving 48 hours’ written notice from Landlord, Tenant shall make Premises available to Landlord or representative, during normal business hours and for the purpose of entering to make necessary or agreed repairs, decorations, alterations, or improvements, or to supply necessary or agreed services, or to show Premises to prospective or actual purchasers, tenants, mortgagees, lenders, appraisers, or contractors. In an emergency, Landlord or Landlord’s representative may enter the Premises at any time without prior notice.

**21. SIGNS:**

**A.** Tenant is authorized to continue using all signs that have been placed in or attached to the interior or exterior of the Premises on or before the Commencement date of this Lease. All other signs in or on the interior or exterior of the Premises require Landlord’s prior approval in writing, which shall not be unreasonably withheld, conditioned or delayed.

**B.** Tenant authorizes Landlord to place a FOR SALE sign on the Premises at any time. If the parties have entered into a lease for a defined lease term (or “term of years” – Section 2.A. above), Tenant authorizes Landlord to place a FOR LEASE sign on the Premises within the 75 calendar-days immediately preceding the expiration of the term of this Lease Agreement or the expiration of any Extension Term. If the parties have entered into a month-to-month lease (Section 2.B. above), or if Tenant is in a holdover period (“Holdover tenancy” – see Section 2.A. above), Landlord may place a FOR LEASE sign on the Premises after either party has given the other the written 30-day termination notice required under Section 2.B.

**22. SUBLETTING/ASSIGNMENT:** Tenant shall not sublet or encumber all or any part of the Premises, or assign or transfer this Lease Agreement or any interest in it, without prior written consent of Landlord, which shall not be unreasonably withheld, conditioned, or delayed. Unless such consent is obtained, any subletting, assignment, transfer, or encumbrance of the Premises, agreement or tenancy, by voluntary act of Tenant, operation of law, or otherwise, shall be null and void.

**23. POSSESSION:**

**A.** If Landlord is unable to deliver possession of the Premises on the Commencement Date in the condition described in Sections 11.A. and 11.B., such date shall be automatically extended to the date on which possession is made available to Tenant in such condition. The Expiration Date of this Lease Agreement shall be automatically extended by the number of calendar days after the original Commencement Date that Landlord delayed delivering possession of the Premises in such condition.

**B.** If Landlord does not deliver possession of the Premises to Tenant in the condition agreed to in Sections 11.A. and 11.B. within 30 calendar days after the Commencement Date, and provided that Tenant is not responsible for such delay, Tenant may choose to terminate this Lease Agreement effective immediately by giving written notice to Landlord within 15 calendar days after the 30 calendar day period ends.  If Tenant gives such notice, the Lease shall be terminated, each party shall return all things of value received from the other (including any Security Deposit received by Landlord), and neither Landlord nor Tenant shall have any further obligations under this Lease Agreement, except that Landlord shall reimburse Tenant for any broker’s fees or commissions that Tenant paid in connection with finding an alternative commercial space within the one year after Tenant chose to terminate this Lease Agreement.  If Tenant does not give such notice, the Commencement Date shall be the date on which Landlord delivers possession of the Premises to Tenant in the condition described in Sections 11.A. and 11.B.

**24. TENANT’S OBLIGATIONS UPON VACATING PREMISES:** Upon termination of this

Lease Agreement, Tenant shall: (i) give Landlord all originals and copies of all keys or opening devices to the Premises, including keys or opening devices for any common areas; (ii) vacate the Premises and surrender it to Landlord empty of all persons and personal property; (iii) vacate all parking and storage spaces; (iv) deliver Premises to landlord in the same condition as referenced in Sections 11.A. and 11.B., ordinary wear and tear excepted; (v) give written notice to Landlord of Tenant’s forwarding address; and (vi) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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**25**. **TENANT** **DEFAULT:**

The occurrence of any one or more of the following events shall constitute a material default of this Lease by Tenant:

**A.** The failure by Tenant to make any payment of Rent or any other payment required to be made by Tenant under this Lease Agreement as and when due, where such failure shall continue for a period of ten (10) calendar days after written notice thereof by Landlord to Tenant.

**B.** Vacating and/or abandonment of the Premises;

**C.** Tenant's failure to perform any covenant, condition or obligation under this Lease within ten (10) calendar days after written notice and demand by Landlord, unless the failure is of such a character as to require more than ten (10) calendar days to cure, in which case Tenant shall not be in default if Tenant commences performance within such 10 (ten) day period and thereafter diligently completes curing of the default.

**D.** The dissolution of Tenant, or if Tenant is an individual, the dissolution of Tenant’s business.

If any of the above material defaults by Tenant occur, Landlord may at any time thereafter, upon written notice to Tenant and without limiting Landlord in the exercise of any right or remedy which Landlord may have by reason of such default, terminate Tenant’s right to possession of the Premises by any lawful means, in which case this Lease and the Term hereof shall terminate and Tenant shall immediately surrender possession of the Premises to Landlord, and in which case Landlord shall be entitled to recover from Tenant all damages incurred by Landlord by reason of Tenant’s default including, but not limited to the cost of recovering possession of the Premises; expenses of reletting, including necessary renovation and alteration of the Premises, reasonable attorney’s fees, and any real estate commission actually paid; the worth at the time of award of the amount by which the unpaid rent for the balance of the Term after the time of such award exceeds the amount of such rental loss for the same period that Tenant proves could be reasonably avoided; and of any leasing commission paid by Landlord applicable to the unexpired Term of this lease.

**26. LANDLORD DEFAULT**: Landlord shall not be in default unless Landlord fails to perform obligations required of Landlord under this Lease Agreement within a reasonable time, but in no event later than ten (10) calendar days after Tenant gives written notice to Landlord, specifying how Landlord has failed to perform such obligation; provided, however, that if the nature of Landlord's obligation is such that more than ten (10) calendar days are required for performance, then Landlord shall not be in default if Landlord commences performance within such 10 (ten) day period and thereafter diligently completes curing of the default.

**27**. **DAMAGE TO PREMISES:**

**A.** If, by no fault of Tenant, Premises are totally or partially damaged or destroyed by fire, earthquake, accident or other casualty, Landlord shall have the right to restore the Premises by repair or rebuilding. If Landlord elects to repair or rebuild at Landlord’s own cost, and is able to complete such restoration within 90 days from the date of damage, subject to the terms of this Section, this Lease Agreement shall remain in full force and effect. If Landlord is unable to restore the Premises within this time, then either Landlord or Tenant may terminate this Lease Agreement effective immediately by giving the other written notice.

**B.** If this Agreement is not terminated by Landlord or Tenant, and the damage is not repaired, then Rent shall be reduced based on the extent to which the damage interferes with Tenant's reasonable use of the Premises to conduct Tenant’s business. If, because of such destruction or damage, Tenant cannot reasonably conduct its business in the Premises, then Tenant shall not owe rent for any day during which it cannot conduct its business in the Premises.

**C.** Notwithstanding the foregoing:

1. If total or partial destruction or damage occurs as a result of an act of Tenant or Tenant's agents or guests, (a) only Landlord shall have the right to terminate this Lease, at Landlord's sole discretion, within 30 days after such total or partial destruction or damage; and (b) Landlord shall have the right to recover money damages from Tenant.
2. If total or partial destruction or damage occurs as a result of an act of Landlord or Landlord’s agents, (a) only Tenant shall have the right to terminate this Lease, at Tenant's sole discretion, within 30 days after such total or partial destruction or damage; and (ii) Tenant shall have the right to recover money damages from Landlord.

**28**. **HAZARDOUS MATERIALS:** Tenant shall not use, store, generate, release or dispose of any hazardous material on the Premises or the property of which the Premises are a part. However, Tenant is permitted to make use of such materials that are required to be used in the normal course of Tenant’s business, provided that Tenant complies with all applicable Laws related to the hazardous materials. Tenant is responsible for the cost of removal and remediation or any clean-up of any contamination caused by Tenant.

**29**. **CONDEMNATION:** If all or part of the Premises is condemned for public use, either party may terminate this agreement as of the date possession is given to the condemner (e.g., a state or city government). All condemnation proceeds belong to Landlord, except for those proceeds that the condemner allocates to Tenant.

**30**. **INSURANCE**:

**A.** Tenant's personal property, fixtures, equipment, inventory and vehicles are not insured by Landlord against loss or damage due to fire, theft, vandalism, rain, water, criminal or negligent acts of others, or any other cause. Tenant is to carry Tenant's own property insurance to protect Tenant from any such loss.

**B.** In addition, Tenant shall carry liability insurance in an amount of not less than $\_\_\_\_\_\_\_\_\_\_\_\_\_\_. Tenant’s liability insurance shall name Landlord and Landlord’s agent as additional insured. Upon Landlord’s request, Tenant shall provide Landlord with a certificate of insurance establishing Tenant’s compliance.

**C.** Landlord shall maintain liability insurance insuring Landlord, but not Tenant, in an amount of at least $\_\_\_\_\_\_\_\_\_\_\_\_\_\_, plus property insurance in an amount sufficient to cover the replacement cost of the Building.

**D.** Both Landlord and Tenant agree to release, indemnify, and hold each other harmless from claims against the other for loss or damage covered by each other’s insurance policies required under this Section 30, and waive their respective rights to subrogation against each other for such claims.

**31**. **TENANCY STATEMENT (ESTOPPEL CERTIFICATE)**: Tenant shall execute and return a tenancy statement (also called an “estoppel certificate”), that Landlord or Landlord’s agent delivers to Tenant, within 10 days after Tenant receives the statement. The tenancy statement shall acknowledge that this agreement is unmodified and in full force, or in full force as modified and state the modifications. Tenant’s failure to deliver such statement within such time shall constitute an admission by Tenant that all statements contained therein are true and correct, and may be relied upon by prospective lenders or purchasers.

**32**. **LANDLORD’S TRANSFER**: Tenant agrees that the transferee of Landlord’s interest shall be substituted as Landlord under this agreement. Landlord will be released of any further obligation to Tenant regarding the security deposit, only if the security deposit is returned to Tenant upon such transfer, or if the security deposit is actually transferred to the transferee. For all other obligations under this agreement, Landlord is released from further liability from Tenant upon transfer of Landlord’s interest to transferee.

**33**. **SUBORDINATION**: This agreement shall be subordinate to all existing liens, and at Landlord’s option, the lien of any first deed of trust or first mortgage subsequently placed upon the real property of which the Premises are a part, and to any advances made on the security of the Premises, and to all renewals, modifications, consolidations, replacements, and extensions. However, as to the lien of any deed of trust or mortgage entered into after execution of this agreement, Tenant’s right to quiet possession of the Premises shall not be disturbed if Tenant is not in default and so long as Tenant pays the Rent and observes and performs all of the provisions of this agreement, unless this agreement is otherwise terminated pursuant to its terms. If any mortgagee, trustee, or ground lessor elects to have this agreement placed in a security position prior to the lien of a mortgage, deed of trust, or ground lease, and gives written notice to Tenant, this agreement shall be deemed prior to that mortgage, deed of trust, or ground lease, or the date of recording.

**34**. **TENANT REPRESENTATIONS; CREDIT:** Tenant warrants that all statements in Tenant’s financial documents and rental application submitted to Landlord are accurate. Tenant authorizes Landlord and Broker(s) to obtain Tenant’s credit report at the time of application. Landlord may cancel this agreement before occupancy begins, upon disapproval of the credit report.

**35**. **JOINT AND INDIVIDUAL OBLIGATIONS:** If there is more than one Tenant, each one shall be individually and completely responsible for the performance of all obligations of Tenant under this agreement, jointly with every other Tenant, and individually, whether or not in possession.

**36**. **NOTICE:** Notices shall be served by: (**check all that apply**) certified mail, fax, e-mail, courier (e.g., FedEx, UPS) at the following address, location, fax number or e-mail address, or at any other location that either Landlord or Tenant designates in writing after they sign this Agreement:

Landlord:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Tenant: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Notice is deemed effective upon the earliest of the following: (i) personal receipt by either party or their agent; (ii) written acknowledgement of receipt; or (iii) 3 days after mailing notice to such location by certified mail, postage pre-paid.

**37**. **WAIVER:** The waiver of any breach by either Landlord or Tenant shall not be construed as a continuing waiver of the same breach or a waiver of any subsequent breach.

**38**. **INDEMNIFICATION:** Tenant shall indemnify, defend and hold Landlord harmless from all claims, liabilities, and damages that arise out of Tenant’s operation of a business in the Premises.

**39.** **ACCESSIBILITY REQUIREMENTS:**

The following requirements are included herein to comply with California Civil Code § 1938: (check all that apply)

Empty Checkbox​ The Premises have not undergone inspection by a Certified Access Specialist (CASp).

Empty Checkbox​ The Premises have undergone inspection by a Certified Access Specialist (CASp).

Empty Checkbox​ Attached hereto is a copy of the current disability access inspection certificate.

Empty Checkbox​ Tenant acknowledges that, at least 48 hours prior to the execution of this Lease, it has received a copy of the report prepared by the Certified Access Specialist (CASp) dated \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ [fill in date of report]*,* a copy of which is attached hereto as Exhibit \_\_\_\_\_\_\_\_\_\_\_ (the “CASp Report”). **Tenants’ initials** \_\_\_\_\_\_\_\_\_\_\_\_\_\_.

Empty Checkbox​ [ Landlord / Tenant ] (circle one) shall bear the cost of any work called for under the CASp Report.

Empty Checkbox​ Tenant hereby agrees to keep and maintain the confidentiality of the CASp Report and will not disclose the contents thereof to any third party without first obtaining the written consent of Landlord, which consent Landlord may not withhold unreasonably. Notwithstanding the foregoing, Tenant shall be allowed to disclose the CASp Report contents without Landlord’s consent as necessary for Tenant to complete repairs and corrections of violations of construction-related accessibility standards that Tenant agrees to make.

Empty Checkbox​ Tenant acknowledges and agrees that a Certified Access Specialist (CASp) can inspect the subject premises and determine whether the subject premises comply with all of the applicable construction-related accessibility standards under state law. Although state law does not require a CASp inspection of the subject premises, the commercial property owner or lessor may not prohibit the lessee or tenant from obtaining a CASp inspection of the subject premises for the occupancy or potential occupancy of the lessee or tenant, if requested by the lessee or tenant. The parties shall mutually agree on the arrangements for the time and manner of the CASp inspection, the payment of the fee for the CASp inspection, and the cost of making any repairs necessary to correct violations of construction-related accessibility standards within the premises.

**40**. **OTHER TERMS AND CONDITIONS/ SUPPLEMENTS:**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

The following ATTACHED supplements/exhibits are incorporated in this agreement:  (check if any supplements/exhibits are attached and describe each in the space provided) \_\_\_\_\_\_\_\_\_\_\_\_

**41**. **ATTORNEY’S FEES:**  In any action or proceeding between Landlord and Tenant arising out of this agreement, the prevailing party shall be entitled to reasonable attorney’s fees and costs from the non-prevailing party.

**42**. **ENTIRE CONTRACT:**  This Lease Agreement contains the entire agreement of the parties hereto, and no prior representations, inducements, promises, or agreements, oral or otherwise, between the parties, not embodied herein, shall be of any force or effect.

**43**. **BROKERAGE:** Landlord and Tenant shall each pay to the broker(s) listed below under Section 43 (Agency Confirmation) the fee agreed to, if any, in a separate written agreement. Neither Tenant nor Landlord has used the services of, or for any other reason owes compensation to, a licensed real estate broker (individual or corporate), agent, finder, or other entity, other than as named in Section 43 of this agreement, in connection with any act relating to the Premises, including, but not limited to, inquiries, introductions, consultations, and negotiations leading to this agreement. Tenant and Landlord each agree to indemnify, defend and hold harmless the other, and the brokers specified herein, and their agents, from and against any costs, expenses, or liability for compensation claimed that is inconsistent with the warranty and representation in this Section 42.

**44**. **AGENCY CONFIRMATION:** The following agency (broker) relationships are hereby confirmed for this transaction:

**Listing Firm:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (Print Firm Name) is the agent of (check one):

the Landlord exclusively; or  both the Tenant and Landlord

Agent’s Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ DRE Lic. # \_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_\_\_\_

Address \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ City \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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Telephone \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Fax\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

E-mail \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Leasing Firm:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (Print Firm Name) is the agent of (check one):

the Tenant exclusively; or  the Landlord exclusively; or  both the Tenant and Landlord.

Agent’s Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ DRE Lic. # \_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_\_\_\_

Address \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ City \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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Telephone \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Fax\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

E-mail \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Real estate agents are not parties to this Lease Agreement between Tenant and Landlord.

**45. TIME IS OF THE ESSENCE:** Time shall be of the essence in the performance of all obligations under this Lease.

**46. GOVERNING LAW:** This Lease shall be governed by and construed in accordance with California law.

**Landlord and Tenant acknowledge and agree that broker(s) listed above in Section 43: (i) do not guarantee the condition of the Premises; (ii) cannot verify representations made by others; (iii) will not verify zoning and land use restrictions; (iv) cannot provide legal or tax advice; (v) will not provide other advice or information that exceeds the knowledge, education or experience required to obtain a real estate license. Furthermore, if broker(s) listed in Section 43 is/are not also acting as Landlord in this agreement, they: (vi) do not decide what rental rate a Tenant should pay or Landlord should accept; and (vii) do not decide upon the length or other terms of tenancy. Landlord and Tenant agree that they will seek legal, tax, insurance, and other desired assistance from appropriate professionals.**

**Tenant**  \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

­­­­­­ (Signature)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (**If Tenant is an individual**: Print full name of signer. **If Tenant is a business entity**: Print full name of business entity **AND** full name and title of authorized person signing on entity’s behalf.)

Address \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ City \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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**Co-Tenant** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

(Signature)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (**If Co-Tenant is an individual**: Print full name of signer. **If Co-Tenant is a business entity**: Print full name of business entity **AND** full name and title of authorized person signing on entity’s behalf.)

Address \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ City \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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**Landlord (owner)** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_\_\_\_

(Signature)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

(**If Landlord is an individual**: Print full name of signer. **If Landlord is a business entity**: Print full name of business entity **AND** full name and title of authorized person signing on entity’s behalf.)

Address \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ City \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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**Co-owner** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_\_\_\_

(Signature)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

(**If Co-Owner is an individual**: Print full name of signer. **If Co-Owner is a business entity**: Print full name of business entity **AND** full name and title of authorized person signing on entity’s behalf.)

Address \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ City \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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