

**AMENDMENT #2**

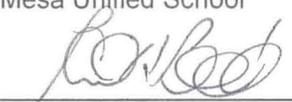
**LEASE AGREEMENT BETWEEN THE  
NEWPORT-MESA UNIFIED SCHOOL DISTRICT  
AND THE CITY OF COSTA MESA AT BALEARIC SITE**

This LEASE, made and entered into between the NEWPORT-MESA UNIFIED SCHOOL DISTRICT, (the "District") and THE CITY OF COSTA MESA AT BALEARIC SITE (the "Tenant") on the 14<sup>th</sup> Day of June, 2011.

- 1. Building Lease.
  - a. District owns the school site formerly known as the Balearic Elementary School located at 1975 Balearic Drive in the City of Costa Mesa, County of Orange. The City of Costa Mesa has leased the facility since January 11, 1977 for their Community Service Program.
  - b. Compensation. For the purpose of strengthening the District's partnership with the City of Costa Mesa and thereby ensuring uninterrupted service to the District's students, the District has agreed to waive the rent for one year and extend the lease for one year. The rent waiver is applicable to 2011-12 and is valued at approximately \$67,145.00. The \$67,145.00 will be adjusted by the March CPIU and due July 30, 2012. The term adjustment extends the lease through June 30, 2015.

All other terms of the agreement remain unchanged.

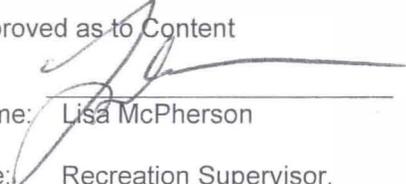
IN WITNESS WHEREOF, the parties hereto have executed this Lease as of the date first written above.

**District:**  
Newport-Mesa Unified School District  
BY:   
Name: Paul H. Reed  
Title: Acting Superintendent,  
Chief Business Official

**City:**  
City of Costa Mesa  
A municipal corporation  
By: \_\_\_\_\_  
Name: Gary Monahan  
Title: Mayor of the City of  
Costa Mesa

Board Approval Date:  
June 14, 2011

Approved as to Form:  
By: \_\_\_\_\_  
Name: Tom Duarte  
Title: City Attorney

Approved as to Content  
By:   
Name: Lisa McPherson  
Title: Recreation Supervisor,  
City of Costa Mesa

Attest:  
By: \_\_\_\_\_  
Name: Julie Folcik  
Title: City Clerk and ex-officio Clerk  
Of the City of Costa Mesa