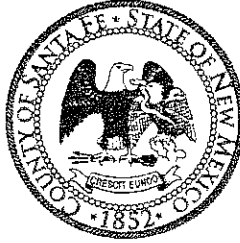


Henry P. Roybal
Commissioner, District 1

Anna Hansen
Commissioner, District 2

Robert A. Anaya
Commissioner, District 3



Anna T. Hamilton
Commissioner, District 4

Ed Moreno
Commissioner, District 5

Katherine Miller
County Manager

To: Santa Fe County Board of County Commissioners

Through: Katherine Miller, County Manager
Patricia Boies, Health Services Division Director, Community Services Department

From: Kyra Ochoa, Program Manager, Health Care Assistance Program

Date: June 13, 2017

Re: Approval of County Health Care Assistance Claims in the Amount of \$40,098.23
(Community Services Department/Kyra Ochoa)

ISSUE:

Approval of County Health Care Assistance claims in the amount of \$40,098.23.

BACKGROUND:

The BCC has approved funding for the County Health Care Assistance Program, to fund community-based providers. The Health Care Assistance Program has processed claims this month in the amount of \$40,098.23, as indicated on the Amount Paid to Vendors document.

RECOMMENDATION:

We recommend the approval of County Health Care Assistance claims in the amount of \$40,098.23.

Amount Paid to Vendors
Indigent Healthcare Solutions
Batch Dates 06/27/17-06/27/17

| Vendor # | Name | # Invoices | Payable |
|--------------|---|------------|-----------|
| 13355 | Christus St. Vincent | 3 | 4,164.93 |
| 722 | La Familia Medical Center | 3 | 380.52 |
| 11961 | Pecos Valley Medical Center | 8 | 2,941.12 |
| 4597 | Santa Fe Mountain Center | 3 | 9,000.00 |
| 1742 | Santa Fe Public Schools- Adelante Program | 29 | 13,181.66 |
| 142 | Santa Fe Recovery Center | 2 | 10,430.00 |
| Grand Total: | | 48 | 40,098.23 |

Santa Fe County Health Care Assistance Fund Community-Based Providers
Fiscal Year 2017

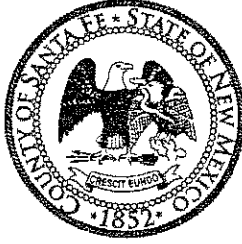
27-Jun-17

| Provider Name | FY 17 Allocated Funding | Claims Approved Through May 30, 2017 | Claims Presented June 27, 2017 | Remaining Balance | % Remaining |
|---|-------------------------------|---|-----------------------------------|-------------------|-------------|
| Primary Care | | | | | |
| La Familia Medical Center | 438,559.00 | 438,178.44 | 380.52 | 0.04 | 0% |
| SW Care/Women's Health Services | 23,612.00 | 23,611.07 | | 0.93 | 0% |
| EI Centro of Northern of NM | 927.00 | 927.00 | | - | 0% |
| Pecos Valley Medical Center | 17,000.00 | 14,058.76 | 2,941.12 | 0.12 | 0% |
| Presbyterian Healthcare Services | 631.00 | 630.80 | | 0.20 | 0% |
| Total Primary Care | 480,729.00 | 477,406.07 | 3,321.64 | 1.29 | 0% |
| Substance Abuse | | | | | |
| Santa Fe Recovery Center | 308,360.00 | 297,930.00 | 10,430.00 | - | 0% |
| Interfaith Leap/Sangre de Cristo House | 25,000.00 | 25,000.00 | | - | 0% |
| Christus St. Vincent-HUGS | 50,000.00 | 45,835.06 | 4,164.93 | 0.01 | 0% |
| Hoy Recovery Center | 450.00 | 450.00 | | - | 0% |
| Total Substance Abuse | 383,810.00 | 369,215.06 | 14,594.93 | 0.01 | 0% |
| Mental Health | | | | | |
| Casa Milagro | 25,000.00 | 25,000.00 | | - | 0% |
| Santa Fe Mountain Center | 52,750.00 | 43,749.99 | 9,000.00 | 0.01 | 0% |
| Santa Fe Schools Adelante | 20,000.00 | 6,818.10 | 13,181.66 | 0.24 | 0% |
| Total Mental Health | 97,750.00 | 75,568.09 | 22,181.66 | 0.25 | 0% |
| Ambulance | | | | | |
| City of Santa Fe Ambulance Services-MIHO | 25,000.00 | 25,000.00 | | - | 0% |
| City of Santa Fe Ambulance Services (transport) | 1,087.00 | 1,086.80 | | 0.20 | 0% |
| Total Ambulance | 26,087.00 | 26,086.80 | - | 0.20 | 0% |
| Total Health Care Assistance | | | | | |
| | 988,376.00 | 948,276.02 | 40,098.23 | 1.75 | 0% |
| Cremations (Under Separate Cover) | | | | | |
| | 30,000.00 | 30,000.00 | | - | 0% |
| Grand Total | 1,018,376.00 | 978,276.02 | 40,098.23 | 1.75 | 0% |

Henry P. Roybal
Commissioner, District 1

Anna Hansen
Commissioner, District 2

Robert A. Anaya
Commissioner, District 3



Anna T. Hamilton
Commissioner, District 4

Ed Moreno
Commissioner, District 5

Katherine Miller
County Manager

DATE: June 12, 2017

TO: Board of County Commissioners

VIA: Katherine Miller, County Manager

FROM: Michael K. Kelley, Public Works Department Director MK 6/14/17

ITEM AND ISSUE: BCC Meeting June 27, 2017

Approval Of Revised Amendment No. 3 To Lease Agreement No. 2013-0254-PW/MS Between Santa Fe County And Southwest CARE Center, Inc. (Public Works/Terry Lease)

SUMMARY:

Southwest CARE Center, Inc. ("SW CARE") currently operates a health service facility in a building owned by the County located at 901 W. Alameda Street, Suite 25, in Santa Fe, NM ("Premises"). SW CARE has informed the County that they are undergoing a consolidation of its facilities which may result in SW CARE vacating the Premises in the near future. On May 14, 2017 the County and SW CARE executed Amendment No. 3 to Lease Agreement No. 2013-0254-PW/MS ("Lease"). An amendment to the Lease is not effective until approved by the NM Board of Finance (Board of Finance). Amendment No. 3 was submitted to the Board of Finance and the Board of Finance has requested additional changes or amendments be made to the Lease by Amendment No. 3, therefore this revised Amendment No. 3 incorporates the requested revisions or amendments to the Lease as requested by the Board of Finance.

BACKGROUND:

In 2007, County and Women's Health Services, Inc. ("WHS") entered into the Lease for the Premises to allow WHS to provide health services to sick and indigent persons in Santa Fe County. In April of 2013, by Amendment No. 1, the Lease was amended to increase; (i) the square footage of the Premises, (ii) the annual base rent and (iii) the common area maintenance charges. WHS subsequently merged with SW CARE and the Lease was amended a second time in June of 2013, by Amendment No. 2, whereby the County consented to the assignment of the Lease from WHS to SW CARE.

The Lease had an initial five year term subject to five additional five-year option periods with automatic renewals of each option term. SW CARE has requested that the Lease be amended a third time to change the renewal option period from five years to annually which will allow for more flexibility in their consolidation activities. The County requested that the notice period within which SW CARE must provide to the County be increased if it does not wish to renew or extend the term of the Lease.

Pursuant to NMAC 1.5.23.10 Counties are required to submit a lease or lease amendment to the State Board of Finance for approval for any lease or lease amendment of real property that has a term of more than 5 years or the consideration over the lease term is more than \$25,000.

ACTION REQUESTED:

Approval and execution of the revised Amendment No. 3 to Lease Agreement No. 2013-0254-PW/MS.

**AMENDMENT NO. 3
TO LEASE AGREEMENT
BETWEEN SANTA FE COUNTY AND
SOUTHWEST C.A.R.E. CENTER, INC.**

This Amendment No. 3 is made and entered into as of this _____ day of _____, 2017, by and between **Santa Fe County**, a New Mexico political subdivision (hereinafter "**County**"), and **Southwest C.A.R.E. Center, Inc.**, a non-profit corporation (hereinafter "**SW C.A.R.E.**"), whose address is 901 W. Alameda, Suite 25, Santa Fe, NM 87501.

WHEREAS, in 2007, the County and Women's Health Services, Inc., a non-profit corporation (hereinafter "**WHS**") entered into a lease agreement ("**Lease**") for the purpose of WHS' operation of a health service facility in a building owned by the County at 901 W. Alameda Street, Suite 25, in Santa Fe, NM; and

WHEREAS, the Lease had an initial five year term subject to five additional five-year option periods with automatic renewal of each option term until the year 2032; and

WHEREAS, in 2013 by Amendment No. 1 to the Lease, the increased the square footage of the leased premises and a corresponding increase in the annual base rent and common area maintenance charges was approved by the parties; and

WHEREAS, by the Plan of Merger dated April 2, 2013, between WHS and SW C.A.R.E., WHS merged with SW C.A.R.E. whereby WHS ceased its corporate existence and SW C.A.R.E. became the owner of all rights and property held by WHS; and

WHEREAS, in 2013 by Amendment No. 2 to the Lease the County consented to the assignment of the Lease from WHS to SW C.A.R.E.; and

WHEREAS, SW C.A.R.E. has informed the County that SW C.A.R.E. is undergoing a consolidation of its facilities and the consolidation may result in SW C.A.R.E. vacating the leased premises before the year 2032; and

WHEREAS, an Amendment No. 3 to the Lease describing an amendment to the term and notice provisions of the Lease was previously prepared and approved by the Board of County Commissioners of Santa Fe County on May 14, 2017; and

WHEREAS, an amendment to the Lease is not effective until approved by the NM Board of Finance (Board of Finance). Amendment No. 3 dated May 14, 2017, was submitted to the Board of Finance and the Board of Finance has requested additional changes or amendments be made to the Lease by Amendment No. 3, therefore this Amendment No. 3 incorporates the requested revisions or amendments to the Lease as requested by the Board of Finance; and

WHEREAS, this Amendment No. 3 will supersede and replace the Amendment No. 3 to Lease No. 2013-0254-PW/MS approved by the County on May 14, 2017.

NOW, THEREFORE, in consideration of the mutual covenants and conditions contained herein, the parties agree as follows:

1. Paragraph 2 of the Lease is deleted in its entirety and replaced with the following:

2. **Term and Option:**

- A. The initial term of this Lease is five years commencing March 26, 2007, and the term will expire March 26, 2012.
- B. After the initial five-year term, SW C.A.R.E. Center shall have the option to extend the term for one five-year period. The Option Term shall be automatically exercised unless SW C.A.R.E. provides notice that it does not exercise the option, or unless the County provides notice that either condition set forth in Paragraph D. below has not been satisfied. Such notice shall be provided 30 days prior to the expiration of the term or any Option Term.
- C. Effective March 26, 2017, SW C.A.R.E. Center shall have the option to extend the term in one-year increments until March 26, 2032. Each such Option Term shall be automatically exercised unless SW C.A.R.E. Center provides notice that it does not exercise the option, or unless the County provides notice that either condition set forth in Paragraph D below has not been satisfied. Such notice shall be provided 90 days prior to the expiration of the term or any Option Term.
- D. Each such Option Term shall be automatically exercised provided that (i) SW C.A.R.E. Center continues to provide services to sick and indigent persons in Santa Fe County and (ii) SW C.A.R.E. Center is not then in default under this Lease.

2. A new Paragraph 17 is inserted to read:

17. **Non-Appropriations and Authority.** This Lease is contingent upon sufficient appropriations and authorizations being made for performance of this Agreement by the Board of County Commissioners of Santa Fe County and/or, if state funds are involved, the Legislature of the State of New Mexico. If sufficient appropriations and authorizations are not made in this or future fiscal years, this Lease shall terminate upon written notice by the County to SW C.A.R.E. Center.

Such termination shall be without penalty to the County. The County is expressly not committed to expenditure of any funds until such time as they are programmed, budgeted, encumbered and approved for expenditure by the County. The County's decision as to whether sufficient appropriations and authorizations have been made for the fulfillment of this Agreement shall be final and not subject to challenge by SW C.A.R.E. Center or in any way or forum, including a lawsuit

3. Paragraphs 17. (Waiver Remedies), 18. (Entire Agreement), 19. (Partial Invalidity), 20. (Miscellaneous), and 21. (State Approval) are renumbered as 18, 19, 20, 21 and 22, respectively.
4. All other provisions and terms and conditions of the Lease not specifically amended or modified by this Amendment No. 3 shall remain in full force and effect.
5. This Amendment No. 3 is not effective until approved by the New Mexico State Board of Finance.

IN WITNESS WHEREOF, the parties have executed this Amendment No. 3

**BOARD OF COUNTY COMMISSIONERS
OF SANTA FE COUNTY**

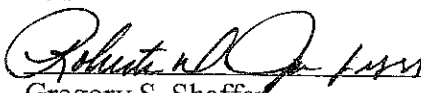
By: _____
Henry P. Roybal, Chair
Board of County Commissioners of Santa Fe County

ATTESTATION:

Geraldine Salazar
Santa Fe County Clerk

Date: _____

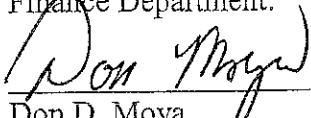
Approved as to form:



Gregory S. Shaffer
County Attorney

Date: 6-9-17

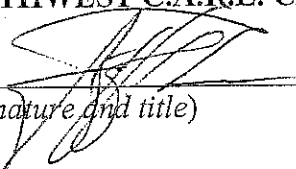
Finance Department:



Don D. Moya
Finance Director

Date: 6-12-17

SOUTHWEST C.A.R.E. CENTER, INC.



(Signature and title)

Date: 6/13/17

STATE BOARD OF FINANCE

(Signature and title)

Date: _____

**AMENDMENT NO. 2
TO LEASE AGREEMENT BETWEEN
SANTA FE COUNTY, WOMEN'S HEALTH SERVICES
AND SOUTHWEST C.A.R.E. SERVICES, INC.**

THIS AMENDMENT is made and entered into as of this 18th day of June, 2013, by and between **Santa Fe County**, a political subdivision of the State of New Mexico (hereinafter referred to as "the County"), and **Women's Health Services, Inc.**

WHEREAS, in 2007 Santa Fe County and Women's Health Services, a non-profit corporation, entered into a five (5) year lease agreement for the lessee's operation of a health service facility in a building owned by Santa Fe County at 901 W Alameda Street, Suite 25, in Santa Fe, NM;

WHEREAS, according to Paragraph 2 (Term and Option) of the Lease Agreement, the initial 5-year term is subject to automatic renewal for another five (5) years and as of the date of this Amendment, the term of the Lease Agreement is into the first year of the 5-year Option Term;

WHEREAS, pursuant to Paragraph 3 of the Lease Agreement, the parties agreed to seek approval of Amendment No. 1 to the Lease Agreement from the New Mexico State Board of Finance. By the Amendment No. 1 the County proposes, subject to State Board of Finance approval, to allow an increase in the square footage of space leased to the lessee Women's Health Services, Inc.;

WHEREAS, by the Plan of Merger dated April 2, 2013 between Women's Health Services, Inc. and Southwest C.A.R.E. Center, a non-profit corporation, Women's Health Services, Inc. merged with and into Southwest C.A.R.E. Center whereby Women's Health Services ceased its corporate existence and Southwest C.A.R.E. Center became the owner of all rights and property held by Women's Health Services, Inc. as provided at NMSA 1978, § 53-8-44(B)(4) and (5) (Effect of merger or consolidation);

WHEREAS, in accordance with Paragraph 12 (Assignment or Subletting) of the Lease Agreement, the County by this Amendment No. 2 consents to the assignment of the Lease Agreement to Southwest C.A.R.E. Services, and a change in the lessee's name from "Women's Health Services, Inc." or "WHS" to "Southwest C.A.R.E. Center."

NOW, THEREFORE, IT IS AGREED AS FOLLOWS:

1. The County hereby consents to the assignment of the 2007 Lease Agreement to Southwest C.A.R.E. Center, a New Mexico nonprofit corporation, as lessee and Southwest C.A.R.E. Center accepts such assignment and assumes all obligations under the Lease Agreement.
2. All references in the Lease Agreement to "Women's Health Services" or "WHS" are replaced with "Southwest C.A.R.E. Services."

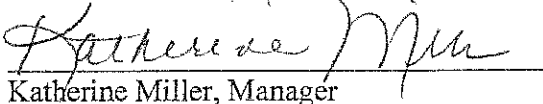
3. In Paragraph 16 (Notices) of the Lease Agreement, subparagraph (2) is deleted and replaced with:

Jeff Thomas, C.E.O.
Southwest C.A.R.E. Services
901 W. Alameda, Suite 25
Santa Fe, New Mexico 87501

4. By its signature on this Amendment No. 2, Southwest C.A.R.E. Services warrants and assures that it fully understands the terms and conditions of the 2007 Lease Agreement as amended, and assumes all rights and liabilities as the lessee in accordance with the Lease Agreement between Santa Fe County and the corporate entity formerly known as Women's Health Services, Inc.
5. All other provisions of the Lease Agreement, as amended by Amendment No. 1 and this Amendment No. 2, shall remain in full force and effect and Southwest C.A.R.E. Services agrees to assume all rights and liabilities as the former corporate entity Women's Health Services, Inc.

IN WITNESS WHEREOF, the parties have executed this Amendment No. 2 as of the date first written above.

SANTA FE COUNTY


Katherine Miller, Manager
Santa Fe County

June 14, 2013
Date

APPROVED AS TO FORM:


Stephen C. Ross
Santa Fe County Attorney

June 7, 2013
Date

WOMEN'S HEALTH SERVICES, INC., a New Mexico nonprofit corporation

By:  PROS
(signature and title)

6/11/13
Date

SOUTHWEST C.A.R.E. CENTER, a New Mexico nonprofit corporation

By: Albert Lame, President

June 11, 2013

(signature and title)

Date June 11, 2013

NEW MEXICO STATE BOARD OF FINANCE

Jim Cu Director
(signature and title)

6/18/13
Date

**AMENDMENT NO. 1
TO LEASE AGREEMENT
BETWEEN SANTA FE COUNTY AND
WOMEN'S HEALTH SERVICES, INC.**

THIS AMENDMENT is made and entered into as of this 9th day of April, 2013, by and between **Santa Fe County**, a political subdivision of the State of New Mexico (hereinafter "Lessor"), and **Women's Health Services, Inc.** (hereinafter "WHS"), whose address is 901 W. Alameda, Suite 25, Santa Fe, NM 87501.

WHEREAS, in May 2007, Lessor entered into a lease with WHS with an initial term of five (5 years) for the purpose of WHS' operation of a health service facility that provides community health services and sex and gender-based family medicine (hereinafter the "Lease");

WHEREAS, the Lease was approved in March 26, 2007 with an initial five (5) year term that expired February 26, 2012 subject to an automatic renewal of a five (5) year Option Term;

WHEREFORE, Paragraph 3 (Lease of Additional Building Space) and Paragraph 4.B (Lease of Additional Space within the Property) permits the Lease to be amended if the square footage of the leased premises is increased; and

WHEREAS, the WHS has requested additional space for its operations and the Lessor agrees to an increase in the square footage of the leased premises and a corresponding increase in the WHS' annual base rent and an increase in the Common Area Maintenance charges ("CAM").

NOW, THEREFORE, IT IS AGREED AS FOLLOWS:

1. On page 1, Paragraph 1 (Recitals), of the Lease, Exhibit "B" is replaced and superseded by the attached diagram (Exhibit B) of the leased premises indicating the additional 2,163 square feet comprising the leased Premises.
2. On page 2, Paragraph 4 (Consideration), of the Lease, subpart "A" is deleted in its entirety and replaced with the following:
 - A. **Initial Term – Premises.** For the initial five (5) year term and into the first Option Term until this Lease was amended by Amendment No. 1, WHS paid an annual rent of \$124,016 inclusive of CAM charges, for the Premises which consisted of 7,751 square feet of usable building area and

shared parking lot, payable as set forth an exhibit attached to this Lease.

A(1) **First Option Term Amendment.** Pursuant to Amendment No. 1 to this Lease, the Premises were increased by 2,163 square feet for a total of 9,914 square feet of usable building area comprising the leased Premises. WHS will pay the County an annual base rent of \$148,710.00 as annual base rent as set forth in Exhibit C attached hereto and incorporated herein. WHS will pay the County a separate CAM charge of \$500.00 per month or \$6,000.00 annually.

3. On Page 3, Paragraph 4.D (Building and Common Area Maintenance Charges), of the Lease, 9th line, the sentence "Currently, the common area maintenance charges are included in the WHS' annual rent." is deleted in its entirety.
4. Page 12, "Exhibit C" of the Lease, 1st sentence is amended by deleting the reference to "Paragraph 4" and replacing it with "Paragraph 4.A(1)."
5. Paragraph "1" of Exhibit C is deleted in its entirety and replaced with the following:
 1. The annual base rent of \$148,710.00, subject to increase in accordance with Paragraph 4.C, due in any year shall be paid with cash or the equivalent in the form of services WHS provides to sick and indigent residents of Santa Fe County that are not otherwise paid for with County money as set forth in paragraph 2, below.
 - a.. The CAM charges of \$500.00 per month or \$6,000.00 per year due in any year and shall be cash payment payable to "Santa Fe County" and shall be a monthly payment separate from the annual base rent.
6. Paragraph "7" shall be added to Exhibit C with the following language:
 7. The credit carried forward can only be used to apply to the lease payment in months where there is a shortfall and shall not be equated with any debt owed by the County to the WHS.

7. All other provisions of the Lease not specifically amended by this Amendment No. 1 remain in full force and effect.

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

SANTA FE COUNTY BOARD OF COUNTY COMMISSIONERS

Kathleen S. Holian
Kathleen S. Holian, Chair

ATTEST:

Geraldine Salazar
Geraldine Salazar, Santa Fe County Clerk

4/9/2013



APPROVED AS TO FORM:

Stephen C. Ross
Stephen C. Ross
Santa Fe County Attorney

2/15/13

Date

FINANCE DEPARTMENT APPROVAL:

Teresa C. Martinez
Teresa C. Martinez
Santa Fe County Finance Director

2/14/13

Date

WOMEN'S HEALTH SERVICES

Leann Rodriguez
(signature and title) Acting Director

3/26/12

Date

NEW MEXICO STATE BOARD OF FINANCE

[Signature]
(signature and title)

6/18/13

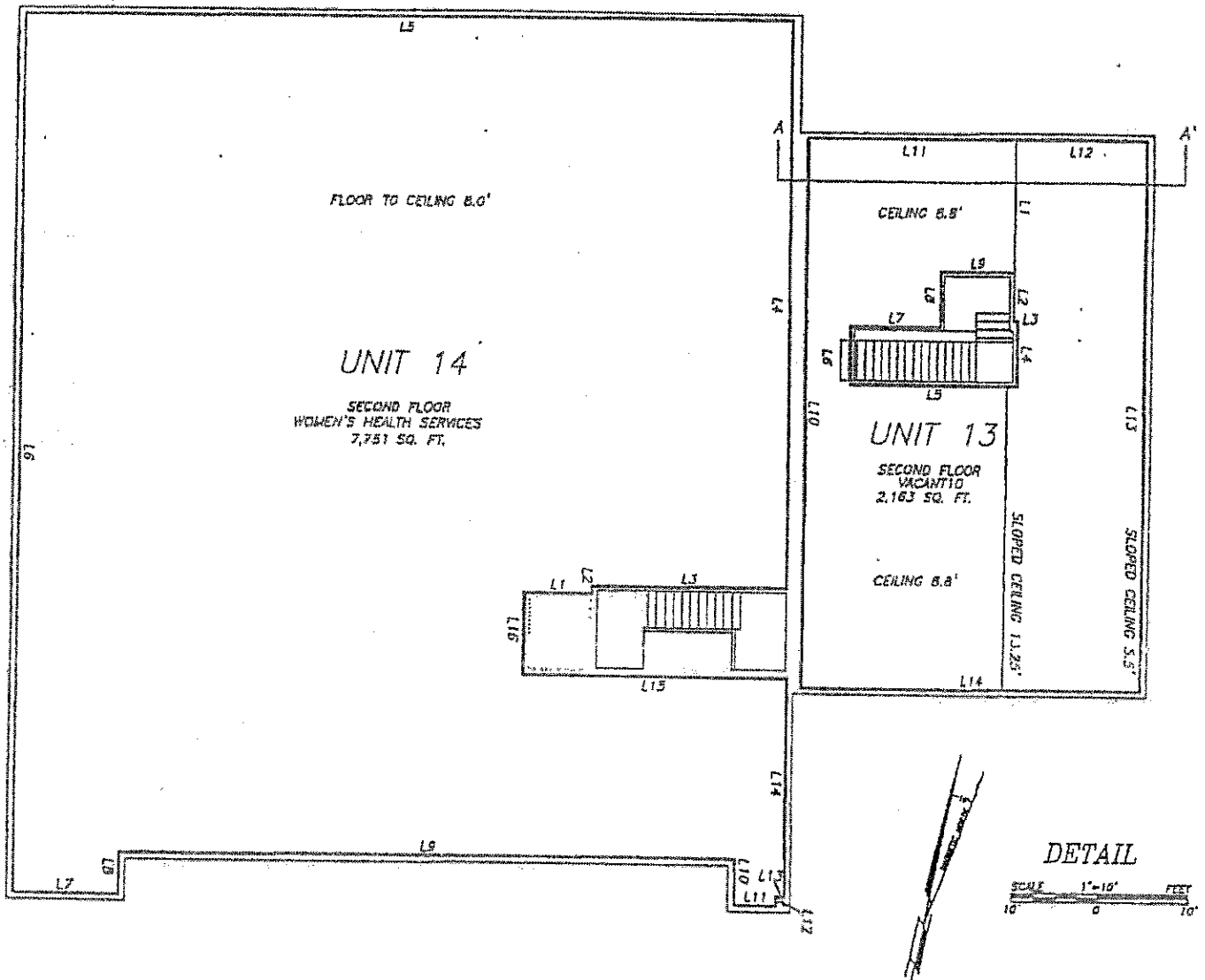
Date

EXHIBIT A

Units 11, 12, 13 and 14, Solano Center, a Commercial Condominium, Tract C-1, projected Section 23, T17N, R9E, NMPM, City of Santa Fe, as shown on survey plat completed by G. Dawson and Associates, NMPLS #7014, dated August 4, 2005.

Appraised Property Building Drawing
Unit 13 and Unit 14 Women's Health Services
901 West Alameda Street Santa Fe, New Mexico

source is Solana Center Commercial Condominium Survey Plat



Pendleton Appraisal, Ltd.

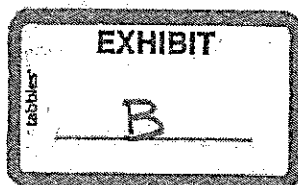


EXHIBIT C

The annual rental and charges set forth in Paragraph 4 shall be paid as follows:

1. The rent and maintenance charges due in any year shall be paid with cash or the equivalent in the form of services WHS provides to sick and indigent residents of Santa Fe County that are not otherwise paid for with County money as set forth in paragraph 2, below.

2. WHS shall provide the County with a quarterly written report that contains each of the following: (i) a written description and valuation of the shortfall to WHS for Medicaid and Medicare services provided to Santa Fe County patients ("Monetary Shortfall") existing after the application of payments for services provided on behalf of those patients for that quarter; and (ii) any and all documentation required by the County in order that the County may verify such Monetary Shortfall. The quarterly reports shall be due on the twenty-fifth (25th) day of the month following each quarter. The monetary shortfall in services shall be equal to at least one-fourth of the annual rent then due. In the event the Monetary Shortfall is greater than one-fourth of the rent then due, the excess shall be carried forward and applied against the next quarter's rent. On the anniversary of the lease, the parties shall determine the amount, if any, of the credit WHS is entitled to for the next year. The County will accept the Monetary Shortfall in services provided by WHS as rental payment so long as:

A. The services are valued at no more than the maximum cost per encounter for each type of service as contained in the most current report issued by the New Mexico Department of Health pursuant to the Rural Primary Healthcare Act. WHS shall provide the most current such report as part of its reporting requirement with its first quarterly report and thereafter as part of its first quarter report of each year;

B. WHS is not paid for the services by the County; and

C. The services are provided to sick and indigent residents of the County. For purposes of this agreement, "sick" includes behavioral, physical or mental conditions which adversely affect the functioning of an individual, and "indigent" means a person who qualifies as an "indigent patient" as described in the "Indigent Hospital and County Health Care Act" ("the Act"), and who would qualify by application of residency and income criteria to receive assistance pursuant to the Act according to policies of the Santa Fe County Indigent Hospital and County Health Care Board.

3. WHS may, at its option, pay all or part of the annual rental and/or charges in cash in lieu of providing services.

LEASE BY AND BETWEEN SANTA FE COUNTY
AND
WOMEN'S HEALTH SERVICES, INC.

The parties to this agreement ("Lease") between Santa Fe County (sometimes "County"), a political subdivision of the State of New Mexico, as Lessor, and Women's Health Services, Inc., ("WHS"), a New Mexico nonprofit corporation as Lessee, agree as follows:

1. Recitals. The County is (or will be by the Lease Commencement date) the owner of certain real property which includes a building located in Santa Fe County, New Mexico, described in Exhibit "A" hereto ("the Property"). The County desires to lease to WHS and WHS, having demonstrated a history of service to sick and indigent persons in Santa Fe County, desires to lease from the County a portion of the Property as described in Exhibit "B" hereto ("the Premises") in-order to provide services to sick and indigent persons in Santa Fe County which services could legally be expected to be provided by a governmental entity.

2. Term and Option. The term of this Lease shall be for a five (5) year period beginning upon the approval by the New Mexico State Board of Finance of this Lease or upon the closing of the Property by the County, whichever occurs later ("Term"). WHS shall have the option to renew the Term for five (5) additional five (5) year option periods on the same terms and conditions contained in this Lease (each as "Option Term") provided that (i) WHS continues to provide services to sick and indigent persons in Santa Fe County and (ii) WHS is not then in default under this Lease. Each such Option Term shall be automatically exercised unless WHS provides notice that it does not exercise the option, or unless Lessor provides notice that either condition set forth above has not been satisfied such notice to be provided thirty (30) days prior to the expiration of the Term or any Option Term.

3. Lease of Additional Building Space. As any space within the Property becomes available for leasing and should the County agree to lease such space to WHS, the parties will execute an amendment to this Lease containing such additional terms and conditions as the parties agree upon.

4. Consideration. The values set forth in this paragraph represent the relative value of the use of the Premises.

A. Initial Term - Premises. WHS will pay the County an annual rent of \$124,016.00 for the Premises which includes 7,751 square feet of usable building area and shared parking area, payable as set forth in Exhibit C attached hereto and incorporated herein.

B. Lease of Additional Space Within the Property. Should WHS obtain additional available space within the Property during the Term or an Option Term, the annual rent will be increased by an amount to be agreed upon by the parties at fair market value rates which shall be payable as set forth in Exhibit C. In the event that such lease of additional space is agreed upon before the anniversary date of the Lease, the additional annual rental shall be pro-rated for the balance of the Lease year in which it is leased. Any additional space so rented shall then be considered part of the Premises for the purposes of this Lease. For purposes of the calculations set forth during the Option Terms, the total annual base rent shall be considered to be the total of the rent set forth in subparagraph A and the rent calculated pursuant to this subparagraph B.

C. Option Terms. At the conclusion of the initial term and at the beginning of any Option Term exercised by WHS, the annual rental payment set forth above shall increase at the beginning of each Option Term. The annual rental payment for each

succeeding year of each five-year term shall increase by five percent (over the immediately preceding annual rental amount) at the beginning of each Option Term.

D. Building and Common Area Maintenance Charges. WHS shall pay to the County in addition to rent, a pro rate share of the cost of maintenance and operation of the Property and Property Common Areas including areas exterior to the building. WHS' share of all costs and Building and Common Area maintenance and operation shall be in proportion to the ratio that the floor area of the Premises bears to the total rentable area of the building. Such Building and Common Area maintenance costs shall include but not be limited to the cost of utilities, garbage removal, janitorial services, repairs to lighting fixtures and equipment and utility systems, snow removal and parking lot maintenance and repair. Currently, the common area maintenance charges are included in WHS' annual rent. If, at any time during the term of this lease, common area maintenance for the Property exceeds three dollars (\$3.00) per square foot, WHS shall be provided with a statement of such charges and shall be responsible for paying the charges. Such charges may be paid as provided for in Exhibit C.

5. Use of Premises. WHS may use the Premises for clinical and administrative uses that include services to sick and indigent persons in Santa Fe County. WHS shall not create a nuisance on the Premises. WHS shall use the Premises at all times in compliance with all applicable federal, state and local laws and regulations and only after all necessary permits or licenses have been obtained.

6. Utilities. WHS agrees to pay all utilities, in cash, including but not limited to water, sewer, refuse, electricity, gas, telephone and security monitoring, whether or not such payments are made to the respective utility companies or to the County. In addition, WHS shall

pay for all of its janitorial services and needs.

7. Insurance. WHS shall procure and maintain in force a policy of general liability insurance, during all terms of this Lease. All insurance documents must include a provision for 30 day written notification to Joseph Gutierrez, Director of Projects and Facilities Management Department, with copies to the County Manager, Santa Fe County at the County of Santa Fe, P. O. Box 276, Santa Fe, NM 87504-0276, if any required policy has been materially changed or cancelled. The County shall be added as an additional insured (Form B - CG20101185 or CG2010398) and will be written on an occurrence form, and shall provide limits as follows:

Commercial General Liability

| | |
|------------------------------------|-------------------------------|
| (1) Bodily Injury/Property Damages | \$1,050,000 Each Occurrence |
| | \$3,000,000 General Aggregate |

WHS shall furnish one copy of the Certificates of Insurance herein required which shall specifically set forth evidence of all coverage required under this Lease. WHS shall furnish to the County copies of any endorsements that are subsequently issued amending coverage or limits.

If, during any term of this Lease, the Legislature of the State of New Mexico increases the maximum limits of liability under the Tort Claims Act, the County may require WHS to increase the limits of such insurance by notice to WHS. Evidence of a policy increasing the limits and complying with all requirements of this paragraph 7 shall be provided to the County within thirty (30) days of such notification.

8. Indemnification. WHS agrees to promptly defend, indemnify and hold harmless the County, its officers and employees, against liability, claims (including, without limitation, medical malpractice claims), damages, losses or expenses arising out of bodily injury to person,

including death, or damage to property caused by or resulting from WHS's and/or its officials', agents' and employees' negligent act(s) or omission(s) involving a third party claim where any claims are made against the County and/or from its officials, employees, and/or agents performance or failure to perform its obligations and duties under the terms and conditions of this Lease. WHS shall not indemnify the County for any negligent or intentional acts or omissions of the County or any of its officials, employees and or agents.

9. Repair and Maintenance. The County will maintain the structure, roof, mechanical and electrical systems, foundation, building exterior and plumbing of the Premises. WHS will maintain the Premises except to the extent the County is obligated to do so pursuant to the preceding sentence and shall at its sole cost and expense provide day-to-day maintenance and shall repair or replace any damages caused by WHS, its employees or invitees to the Premises (even if the damage is to a part of the Premises which the County is required to maintain) promptly upon approval for such repairs from the County. All such repairs and replacements shall be at least equal in quality of materials and workmanship to the original work.

10. Alterations and Improvements. WHS shall not make any alterations, improvements, additions or changes to the Premises, other than those required for the day-to-day maintenance of the Premises, without the prior written consent of the County.

11. Hazardous Materials. WHS will neither cause nor permit any Hazardous Material (defined below) to be brought upon, kept or used in or about the Premises or Property except as is reasonably necessary and required for WHS customary operations. Any Hazardous Materials permitted on the Premises or Property will be used, stored and disposed of in strict accordance with applicable federal, state and local laws.

In the event of WHS's breach of the foregoing covenants, WHS accepts and affirms full liability and responsibility for all costs and expenses related to, and indemnifies the County from and against any liability or damages related to, (i) any investigation of the Premises or Property for the presence of Hazardous Materials alleged to have been brought, used or disposed of on the Premises or Property by WHS and (ii) the Hazardous Material clean-up, removal or restoration of the Premises or Property required by a federal, state or local governmental agency. WHS's responsibilities and indemnity under this Lease will survive the expiration or termination of this Lease.

As used herein, the term "Hazardous Material" means a substance the release of which on the Premises or Property would necessitate an environmental response action under any federal, state, county or municipal law, whether now in effect or enacted in the future, and includes without limitation asbestos in any form, transformers or other equipment which contain fluid containing polychlorinated biphenyls, any petroleum product in non-regulated bulk storage containers, radon, or any other chemical, material or substance which is defined or classified as hazardous or toxic or the exposure to which is prohibited, limited or regulated by any federal, state, county, regional or local authority having jurisdiction. It is acknowledged that WHS uses formaldehyde and other chemical substances necessary in a medical practice but WHS shall dispose of and handle such materials pursuant to all applicable laws and regulations.

12. Assignment or Subletting. WHS shall not assign this Lease or sublet the whole or any part of the Premises without the prior written consent of the County and only upon such terms as the County may require.

13. Lessor's Access to Property. Lessor will have free access to the Property (which includes the Premises) at all reasonable times for the purpose of examining the Property, to

exhibit the Property to Lessor's prospective purchasers or mortgagors of the Property, to determine if WHS is performing this Lease, and to post such reasonable notices as Lessor may desire to protect the rights of the County. However, the County's access will be consistent with WHS's privacy obligations to its clients, in connection with applicable federal, state and county laws and WHS's operations.

14. WHS's Default. If WHS fails to perform the duties of WHS under this Lease when the duties are to be performed, WHS will be in default under this Lease. If the default is not cured within thirty (30) days after written notice of the default is given to WHS, then Lessor may terminate this Lease upon written notice to WHS.

15. Surrender Upon Termination. At the expiration of any term of this Lease or upon termination, WHS shall surrender the Premises to the County in as good a condition as it was in at the beginning of the term, reasonable use and wear excepted.

16. Notices. All notices and other communications given as provided in this Lease will be in writing, and, unless otherwise specifically provided in this Lease, will be deemed to have been given if delivered in person, or sent by a nationally recognized overnight courier service, or mailed by certified or registered mail, postage prepaid, and addressed to Lessor or WHS at the following addresses, unless either Lessor or WHS changes the address of Lessor or WHS by giving written notice of the change to the other. The addresses for notice are:

(1) Notice to the County:

County Manager
Santa Fe County
102 Grant Avenue
P. O. Box 276
Santa Fe, NM 87504-0276

With a copy to:

Santa Fe County Attorney
102 Grant Avenue
P. O. Box 276
Santa Fe, NM 87504-0276

(2) Notice to WHS:

Justina A. Trott, M.D.
Women's Health Services, Inc.
The Solana Center
901 W. Alameda
Suite 25
Santa Fe, NM 87501

17. Waiver Remedies. No waiver of any default as provided in this Agreement or delay or omission in exercising any right or power of the County or WHS will be considered a waiver of any other default as provided in this Lease. The exercise of or failure to exercise any one of the rights and remedies of the County or WHS as provided in this Lease will not be deemed to be instead of, or a waiver of, any other right or remedy as provided in this Lease

18. Entire Agreement. This Lease constitutes the entire agreement of the County and WHS relating to the subject matter hereof and supersedes all previous agreements, written or oral, between the County and WHS on such subject.

19. Partial Invalidity. If any term of this Lease, or the application of the term to any person or circumstance is, to any extent, invalid or unenforceable, the remainder of this Lease, or the application of the term to persons or circumstances other than those as to which the term is held invalid or unenforceable, will not be affected by the application and each term of the Lease will be valid and be enforced to the fullest extent permitted by law.

20. Miscellaneous. This Lease is governed by and will be construed according to the laws of the State of New Mexico and binds the successors, transferees and assigns of the parties.

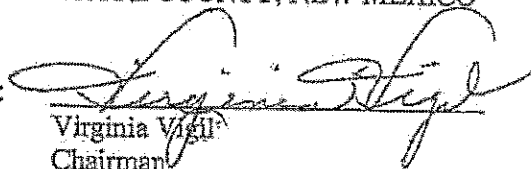
This Lease, between the County and WHS may be amended only in writing signed by both parties.

21. State Approval. This Lease shall be subject to State Board of Finance approval.

Any and all future agreements by and between the parties regarding the premises shall also be subject to State Board of Finance approval.

LESSOR:

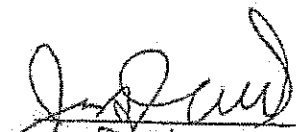
BOARD OF COUNTY COMMISSIONERS
OF SANTA FE COUNTY, NEW MEXICO

By: 
Virginia Vigil
Chairman


Date: 3-13-07

LESSEE:

WOMEN'S HEALTH SERVICES, INC.

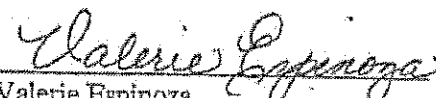
By: 
Name: Justina A. Pratt
Its: Director
Date: 3/15/07

Approved as to Form:

By: 
Stephen C. Ross
County Attorney

Date: 3-13-07

Attest:

By: 
Valerie Espinoza
County Clerk

Date: 3-13-07

EXHIBIT A

Units 11, 12, 13 and 14, Solano Center, a Commercial Condominium, Tract C-1, projected Section 23, T17N, R9E, NMPM, City of Santa Fe, as shown on survey plat completed by G. Dawson and Associates, NMPLS #7014, dated August 4, 2005.

EXHIBIT B

Unit 14, Solano Center a Commercial Condominium, Tract C-1, projected Section 23, T17N, R9E, NMPM, City of Santa Fe, as shown on survey plat completed by G. Dawson and Associates, NMPLS #7014, dated August 4, 2005, being 7,751 square feet.

EXHIBIT C

The annual rental and charges set forth in Paragraph 4 shall be paid as follows:

1. The rent and maintenance charges due in any year shall be paid with cash or the equivalent in the form of services WHS provides to sick and indigent residents of Santa Fe County that are not otherwise paid for with County money as set forth in paragraph 2, below.

2. WHS shall provide the County with a quarterly written report that contains each of the following: (i) a written description and valuation of the shortfall to WHS for Medicaid and Medicare services provided to Santa Fe County patients ("Monetary Shortfall") existing after the application of payments for services provided on behalf of those patients for that quarter; and (ii) any and all documentation required by the County in order that the County may verify such Monetary Shortfall. The quarterly reports shall be due on the twenty-fifth (25th) day of the month following each quarter. The monetary shortfall in services shall be equal to at least one-fourth of the annual rent then due. In the event the Monetary Shortfall is greater than one-fourth of the rent then due, the excess shall be carried forward and applied against the next quarter's rent. On the anniversary of the lease, the parties shall determine the amount, if any, of the credit WHS is entitled to for the next year. The County will accept the Monetary Shortfall in services provided by WHS as rental payment so long as:

A. The services are valued at no more than the maximum cost per encounter for each type of service as contained in the most current report issued by the New Mexico Department of Health pursuant to the Rural Primary Healthcare Act. WHS shall provide the most current such report as part of its reporting requirement with its first quarterly report and thereafter as part of its first quarter report of each year;

B. WHS is not paid for the services by the County; and

C. The services are provided to sick and indigent residents of the County. For purposes of this agreement, "sick" includes behavioral, physical or mental conditions which adversely affect the functioning of an individual, and "indigent" means a person who qualifies as an "indigent patient" as described in the "Indigent Hospital and County Health Care Act" ("the Act"), and who would qualify by application of residency and income criteria to receive assistance pursuant to the Act according to policies of the Santa Fe County Indigent Hospital and County Health Care Board.

3. WHS may, at its option, pay all or part of the annual rental and/or changes in cash in lieu of providing services.

4. The quarterly reports and supporting documentation to be provided by WHS shall be submitted to:

Director of Health and Human Services
Santa Fe County
102 Grant Avenue
P. O. Box. 276
Santa Fe, NM 87504-276

5. Should the County reject any or all of the Monetary Shortfall analysis, WHS shall, within thirty (30) days of notice from the County, pay the rent due for the preceding year, in cash.

6. Nothing in this Exhibit C shall require WHS to disclose information that would violate the privacy rights of clients pursuant to HIPAA or other applicable state or federal law.

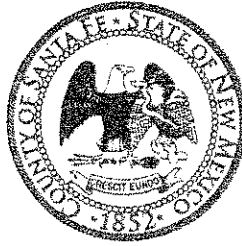
| | Square Feet | Commencement Date | Expiration Date | Rental Amount | Extension Option | Security Deposit | |
|---|-------------|-------------------|-----------------|---------------|--|------------------|--------------|
| Communication Workers | 3,000 | 5/1/2005 | 4/30/2008 | \$2,000.00 | 1 - 3 yr | \$2,000.00 | upstairs 8 中 |
| Legal Aid | 2,500 | 5/1/2005 | 4/30/2015 | \$2,427.00 | Current Market 90 days prior negotiate new lease | \$1,000.00 | 11 6 中 |
| Vacant Space <i>downstairs</i> | 5,380 | | | | | | |
| Dance Station | 3,946 | <u>4/1/2005</u> | 3/31/2011 | \$2,550.00 | 1 - 4 yr \$11.5/ft for first 2 \$12/R for second 2 | \$3,000.00 | 7.75 中 |
| Women's Health Services <i>upstairs</i> | 8,150 | 5/22/1998 | 6/30/2006 | \$10,144.25 | | \$7,191.25 | 15 中 |

11,580 is total downstairs, minus dance station and legal aid

Henry P. Roybal
Commissioner, District 1

Anna Hansen
Commissioner, District 2

Robert A. Anaya
Commissioner, District 3



Anna T. Hamilton
Commissioner, District 4

Ed Moreno
Commissioner, District 5

Katherine Miller
County Manager

DATE: *June 12, 2017*

TO: *Board of County Commissioners*

VIA: *Katherine Miller, County Manager*

FROM: *Michael K. Kelley, Public Works Department Director MK 6/14/17*

ITEM AND ISSUE: *BCC Meeting June 27, 2017*

Approval Of Grant Of Public Sanitary Sewer Easement By Santa Fe County To The City Of Santa Fe (Public Works/Terry Lease)

SUMMARY:

In 2012 the City of Santa Fe ("**City**") installed a public sanitary sewer utility ("**Utility**") across the County's San Ysidro Crossing parking lot and granting a Public Sanitary Sewer Easement ("**Easement**") is required to allow the City to operate and maintain the Utility.

BACKGROUND:

In 2012 the City, in coordination with the County Public Works Department, installed the Utility across the San Ysidro Crossing parking lot making the connection between Agua Fria Road and San Ysidro Crossing. An Easement should have been granted at that time and was not. The Easement includes the right of ingress and egress for the purposes of operating and maintaining the Utility, and the right to trim or remove vegetation or obstructions to the Utility.

ACTION REQUESTED:

Approval and execution of the Easement to the City of Santa Fe.

