

**COUNTY OF SAN DIEGO
BOARD OF SUPERVISORS
TUESDAY, JANUARY 13, 2026**

MINUTE ORDER NO. 3

SUBJECT: GENERAL SERVICES - APPROVE AMENDED AND RESTATED LEASE AGREEMENT WITH PADRES L.P. FOR PARKING IN THE JAMES R. MILLS BUILDING PARKING STRUCTURE AND NOTICE OF EXEMPTION (DISTRICT: 1)

OVERVIEW

The James R. Mills Building and parking structure, located at 1255 Imperial Avenue, San Diego is currently owned by the San Diego Regional Building Authority (SDRBA), a joint powers agency composed of the County of San Diego (County) and the Metropolitan Transit System (MTS). On January 30, 2007 (10), the Board of Supervisors (Board) approved a lease between Padres L.P. (Padres) and the County, together with MTS and SDRBA, for 300 parking spaces and subsequently approved a first amendment to the lease on May 21, 2019 (12) to clarify terms and collect back rent owed by Padres. The period for the Padres to exercise their option to extend the term of the lease has been increased to allow time for an amendment to be negotiated.

County, MTS, and Padres have negotiated a second amendment to the lease that increases the per parking space rental rate and reduces the base number of parking spaces. Today's request is for Board approval of the amended and restated lease agreement.

RECOMMENDATION(S)

CHIEF ADMINISTRATIVE OFFICER

1. Find that the proposed amended and restated lease is exempt from the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines section 15301.
 2. Approve and authorize the Director, Department of General Services, or designee, to execute the proposed amended and restated lease for the premises located at 1255 Imperial Avenue, San Diego.
- (4 VOTES)**

EQUITY IMPACT STATEMENT

It is anticipated that the proposed lease amendment with the Padres will have a positive impact on the community as it supports the Health and Human Services Agency's operations, which ensures access for all through a fully optimized health and social service delivery system.

SUSTAINABILITY IMPACT STATEMENT

Implementing effective sustainability objectives is crucial to ensuring safe and healthy communities and contributing to the overall success of the region. The approval of the amended and restated lease is appropriate as it supports the County's Strategic Initiative of Sustainability as it aligns available resources with services to maintain fiscal stability.

FISCAL IMPACT

If the amended and restated lease is approved, the County share of revenue is expected to decrease by approximately \$69,000 in Fiscal Year 2025-26 and \$139,000 per year thereafter. The lease revenue is included in the James R. Mills Building Operating and Capital Expenditures funds to offset operating

expenses for the portion of the James R. Mills Building occupied by the Health and Human Services Agency. There will be no change in net General Fund cost and no additional staff years.

BUSINESS IMPACT STATEMENT

N/A

ACTION:

ON MOTION of Supervisor Montgomery Steppe, seconded by Supervisor Aguirre, the Board of Supervisors took action as recommended, on Consent.

AYES: Aguirre, Anderson, Lawson-Remer, Montgomery Steppe

ABSENT: Desmond

State of California)
County of San Diego) §

I hereby certify that the foregoing is a full, true and correct copy of the Original entered in the Minutes of the Board of Supervisors.

ANDREW POTTER
Clerk of the Board of Supervisors



Signed
by Andrew Potter

