



COUNTY OF SONOMA

575 ADMINISTRATION
DRIVE, ROOM 102A
SANTA ROSA, CA 95403

SUMMARY REPORT

Agenda Date: 12/14/2021

To: Sonoma County Board of Supervisors

Department or Agency Name(s): General Services, Auditor-Controller-Treasurer-Tax Collector

Staff Name and Phone Number: Caroline Judy, 707-565-8058 / Erick Roeser, 707-565-2281

Vote Requirement: Majority

Supervisorial District(s): 4th

Title:

Lease extension for the Auditor-Controller-Treasurer-Tax Collector Enterprise Financial System lease at 433 Aviation Boulevard, Suite 110, Santa Rosa

Recommended Action:

Authorize the Board Clerk to publish a notice declaring the Board of Supervisors' intent to enter into a lease amendment with the Sonoma County Employee's Retirement Association (SCERA), for the Auditor-Controller-Treasurer-Tax Collector, located at 433 Aviation Boulevard, Suite 110, Santa Rosa, to extend the term through December 2025 and provide for two 6-month options, for a total term through December 2026; and to specify rent for the extended lease term.

Executive Summary:

In February 2013, the Auditor-Controller-Treasurer-Tax Collector ("ACTTC") entered into a lease ("Lease") with the Sonoma County Employee's Retirement Association ("SCERA"), to provide office and training facilities for the implementation of the Enterprise Financial System ("EFS"). EFS office premises are comprised of 5,104 sq. ft., located at 433 Aviation Boulevard, Suite 110, in north Santa Rosa. The current lease expires on December 31, 2021, and the proposed amendment would extend the term of the lease through December 31, 2025, provide options to further extend the lease through December 30, 2026, and specifies rent for the lease extension period.

Discussion:

In September 2012, the County began replacement of the then existing, mainframe based, finance and budget systems with a new, non-mainframe based, integrated financial system to serve all entities governed by the Board of Supervisors. In March 2013, the County executed a lease with the SCERA to provide space for EFS Project implementation team consisting of ACTTC and Information Systems staff, and project management consultants. Post implementation fewer workstations were required for ongoing support of EFS. In an effort to better coordinate the County's Enterprise Resource Planning systems ("ERP"), the Human Resources Information System ("HRIS") team was relocated to the Aviation Blvd location and began sharing the expense.

Funding. Funding is provided through the ERP annual rates charged to users of the EFS and HRIS systems.

Proposed Amendment. Staff has negotiated terms for an amendment to the Lease ("Amendment"), as follows:

Premises: No change. See attached floor plan.

Term: The term is extended for 4 years, through December 31, 2025. County will have two options to extend the Term, each for a six-month period, for a total extended period through December 31, 2026.

Rent: \$9,697.60 per month (\$1.90 per sq. ft.), and is adjusted by \$0.05 per sq. ft. ("psf") each year. The \$1.90 psf rental rate is at market rate, which is between \$1.60 to \$2.50 psf for comparable office space for lease, in Santa Rosa.

Procedural Authority. Government Code Section 25350 requires two (2) Board actions, which includes publication of a notice of intent, for the County to lease real property as tenant, and where the lease is valued at more than \$50,000. If your Board takes the requested action, this matter will return to the Board on or after January 25, 2022, for consideration and consummation of the proposed lease amendment in accordance with the Government Code.

Strategic Plan:

Not applicable

Prior Board Actions:

03-29-16-Authorized General Service Director to execute 1st amendment

03-01-16-Declared intent to enter into 1st amendment

02-05-13-Authorized the General Services Director, or his Deputy, to execute the Lease

01-15-13-Declared intent to enter into the Lease.

FISCAL SUMMARY

Expenditures	FY 21-22 Adopted	FY22-23 Projected	FY 23-24 Projected
Budgeted Expenses	\$114,840	\$117,902	\$120,965
Additional Appropriation Requested			
Total Expenditures	\$114,840	\$117,902	\$120,965
Funding Sources			
General Fund/WA GF			
State/Federal			
Fees/Other	\$114,840	\$117,902	\$120,965
Use of Fund Balance			
Contingencies			
Total Sources	\$114,840	\$117,902	\$120,965

Narrative Explanation of Fiscal Impacts:

Agenda Date: 12/14/2021

The FY 21-22 Adopted budgets for both EFS and HRIS include appropriations for a full year of lease payments. Rent projections for FY 22-23 and FY 23-24 reflect the total lease rent due.

Staffing Impacts:			
Position Title (Payroll Classification)	Monthly Salary Range (A-I Step)	Additions (Number)	Deletions (Number)

Narrative Explanation of Staffing Impacts (If Required):

None.

Attachments:

Attach 1 - Floor Plan

Attach 2 - Notice of Intent

Attach 3 - Copy of proposed 2nd Amendment

Related Items "On File" with the Clerk of the Board:

None.