

#24-0277

TO:

Honorable Mayor & Members of the

Fort Lauderdale City Commission

FROM:

Greg Chavarria, City Manager

DATE:

March 5, 2024

TITLE:

Motion Approving a Consent, Recognition, Non-Disturbance, and

Attornment Agreement with Cameron Mitchell Restaurants, LLC. and Las

Olas SMI, LLC. - (Commission District 2)

Recommendation

Staff recommends the City Commission approve a Consent, Recognition, Non-Disturbance, and Attornment Agreement with Cameron Mitchell Restaurants, LLC. and Las Olas SMI, LLC.

Background

On July 11, 2017 the City entered into a 50-year ground lease with Las Olas SMI, LLC. ("Ground Tenant") for the development of the Las Olas marina located at 201 South Birch Road and 240 E. Las Olas Circle. As part of that agreement, Las Olas SMI, LLC. has the ability to sublease portions of the development with the approval of the City. The City Commission provided authority to the City Manager to approve sublease agreements.

Las Olas SMI, LLC. provided the City with a potential sublease with Cameron Mitchell Restaurants, LLC. to operate a restaurant within the demised premise of the marina. As part of that sublease, Cameron Mitchell Restaurants, LLC. requested a Consent, Recognition, Non-Disturbance, and Attornment Agreement be established among the three parties. The purpose of this type of agreement is to assure that tenants' rights to their premises under the sublease will be preserved subject to certain exclusions, even if the Ground Tenant defaults under the Ground Lease.

Resource Impact

There is no fiscal impact associated with this action.

Strategic Connections

This item is a FY 2024 Commission Priority, advancing the Public Places initiative

This item supports the *Press Play Fort Lauderdale 2029* Strategic Plan, specifically advancing:

- The Public Places Focus Area
- Goal 5: Build a beautiful and welcoming community.

This item advances the Fast Forward Fort Lauderdale 2035 Vision Plan: We Are United.

This item supports the Advance Fort Lauderdale 2040 Comprehensive Plan

- The Public Safety Focus Area
- The Coastal Management, Community Health and Safety Element
- Goal 2: Manage coastal areas to ensure public safety and to protect city investments and economic drivers.

Attachment

Exhibit 1 – Agreement

Prepared by: Ben Rogers, Director, Transportation and Mobility

Department Director: Ben Rogers, Transportation and Mobility

Yea: 5 - Commissioner Sturman, Commissioner Herbst, Commissioner

			Glassman, Vice Mayor Beasley-Pittman and Mayor Trantalis
LS	CM-2	24-0198	Motion Approving a Third Amendment to the Comprehensive Agreement with Las Olas Parking Solutions, LLC for the Development, Operation, and Maintenance of a Multi-Use Structure with Public Parking, a Fire-Rescue/EMS Substation, and Retail, at the Southeast Corner of SE 2nd Court and SE 8th Avenue - (Commission District 4)
			APPROVED
			Yea: 5 - Commissioner Sturman, Commissioner Herbst, Commissioner Glassman, Vice Mayor Beasley-Pittman and Mayor Trantalis
PSJ	CM-3	24-0205	Motion Approving a License and an Agreement for the Sale, Service, and Consumption of Food and Alcoholic Beverages on the Public Beach for the FTLFS Hotel Property LP d/b/a Four Seasons Hotel and Residences Fort Lauderdale - (Commission District 2) APPROVED
			Yea: 5 - Commissioner Sturman, Commissioner Herbst, Commissioner Glassman, Vice Mayor Beasley-Pittman and Mayor Trantalis
DMS	CM-4	24-0258	Approval of Mural Donation by The Veterans Trust at Fire Station #49 - (Commission District 4)
			APPROVED
			Yea: 5 - Commissioner Sturman, Commissioner Herbst, Commissioner Glassman, Vice Mayor Beasley-Pittman and Mayor Trantalis
RBD	CM-5	24-0261	Motion Authorizing Execution of a Dock Use Agreement with Water Taxi of Fort Lauderdale, LLC from March 1, 2024, to February 28, 2025, and Authorize the City Manager to Execute on Behalf of the City - (Commission District 2)
			APPROVED
			Yea: 5 - Commissioner Sturman, Commissioner Herbst, Commissioner Glassman, Vice Mayor Beasley-Pittman and Mayor Trantalis
LS	CM-6	24-0277	Motion Approving a Consent, Recognition, Non-Disturbance, and Attornment Agreement with Cameron Mitchell Restaurants, LLC. and Las Olas SMI, LLC - (Commission District 2)
			APPROVED

Commissioner Sturman, Commissioner Herbst, Commissioner Glassman, Vice Mayor Beasley-Pittman and Mayor Trantalis

Non-Disturbance Agreement as to a Sublease

This Instrument Prepared By (and Return to):

David R. Brittain, Esq. Trenam, Kemker, Scharf, Barkin, Frye, O'Neill & Mullis, P.A. 101 E. Kennedy Blvd., Suite 2700 Tampa, Florida 33602

SPACE ABOVE THIS LINE FOR PROCESSING DATA

CONSENT, RECOGNITION, NON-DISTURBANCE & ATTORNMENT AGREEMENT

THIS RECOGNITION, NON-DISTURBANCE AND ATTORNMENT AGREEMENT ("Agreement"), made and entered into as of this _____ day of April 2024 ("Effective Date"), by and among CAMERON MITCHELL RESTAURANTS, LLC, an Ohio limited liability company ("Sublessee"), THE CITY OF FORT LAUDERDALE, a Florida municipal corporation ("Lessor"), and LAS OLAS SMI, LLC, a Delaware limited liability company ("Sublessor").

- A. Lessor, as Lessor, has entered into that certain Ground Lease Agreement with Sublessor, as Lessee, as amended by that certain First Amendment to Ground Lease Agreement, dated April 2, 2019, as further amended by that certain Second Amendment to Ground Lease Agreement, dated August 2, 2019, as further amended by that certain Third Amendment to Ground Lease Agreement, dated December 23, 2019, as further amended by that certain Fourth Amendment to Ground Lease Agreement, dated July 7, 2021, as further amended by that certain Fifth Amendment to Ground Lease Agreement, dated October 1, 2021, including that Letter Agreement attached as "Exhibit A" thereto, and as may be subsequently amended (collectively, the "Lease") for all of the land described therein (the "Premises"):
- B. Sublessee has entered into that certain Lease Agreement, dated April ______, 2024, with Sublessor, leasing and demising a portion of the Premises described therein (the "Sublease");
- C. Provided the Sublease has been approved by the City Manager of Lessor, Lessor is agreeable to consenting to the execution and delivery of the Sublease, and recognizing and not disturbing Sublessee's tenancy and possession of the portion of the Premises covered by the Sublease (the "Subleasehold Premises" or "Demised Premises"), provided that Sublessee is not in default beyond all cure periods under the Sublease and Sublessee complies with the provisions of this Agreement and provided the term of the Sublease does not exceed the term of the Lease.

NOW THEREFORE, the parties hereby agree as follows:

- 1. <u>Recitals</u>. The above Recitals are true and correct, and made a part of the agreement and understanding of Lessor, Sublessor, and Sublessee.
- 2. <u>Consent.</u> Lessor hereby consents to the execution, delivery, and effectiveness of the Sublease between Sublessor and Sublessee, pursuant to Section 14.2(a) of the Lease.
- 3. <u>Notice of Default</u>. At such time as Lessor sends any notice of default to Sublessor in respect of the Lease, Lessor shall simultaneously, in the manner provided for herein for giving of notices,

send a copy of such notice to Sublessee. Sublessee shall have the right (but not the obligation) to remedy or cause to be remedied any default which is the basis of a notice to Sublessor under the Lease so long as such remedy is completed within any notice, grace, or cure period provided under the Lease, and Lessor shall accept performance by Sublessee as performance by Sublessor.

- 4. <u>Sublessee Not to Be Disturbed.</u> So long as Sublessee is not in default under the Sublease (beyond any notice, grace, or cure period given to Sublessee by the terms of the Sublease applicable to such default), Lessor shall not, whether in the exercise of any of its rights under the Lease or otherwise, disturb, diminish, or interfere with Sublessee's tenancy, possession, rights of use of the Subleasehold Premises or deprive Sublessee of any right or privilege granted to or inuring to the benefit of Sublessee under the Sublease, provided the rental payments under the Sublease are paid to Lessor. For the avoidance of doubt, it is expressly stated that in connection with any effort made by Lessor to terminate the Lease, Sublessee shall not be made a party in any removal or eviction proceeding or evicted or removed from the Subleasehold Premises and to this end, the Sublease and Sublessee' rights under the Sublease shall continue in full force and effect and Lessor shall recognize the validity of the Sublease.
- 5. Sublessee to Attorn to Lessor. Notwithstanding anything to the contrary contained in the Lease, in the event of (a) a termination or cancellation of the Lease for any reason, (b) the surrender of the Lease, whether voluntary, involuntary or by operation of law, or (c) the rejection of the Lease in any bankruptcy proceeding, Lessor shall recognize and keep in effect the Sublease, and the Sublease shall continue in full force and effect as a direct lease between Sublessee and Lessor, without the necessity of executing a new lease. In such event, Lessor shall succeed to the interest of Sublessor under the Sublease and Sublessee shall attorn to Lessor, and Lessor shall recognize Sublessee as its tenant under the Sublease and shall succeed to the rights and duties of Lessee under the Sublease (subject to the terms of this Agreement), in each case to be effective and self-operative without the execution of any further instruments. Notwithstanding the foregoing, upon the request of either Lessor or Sublessee, the other party shall promptly execute and deliver a commercially reasonable instrument in recordable form (an "Attornment and Recognition Agreement") that (i) evidences the foregoing attornment by Sublessee to Lessor, and (ii) evidences the recognition of the Sublease as a direct lease between Lessor and Sublessee or at the option of the Lessor (which may be exercised at any time thereafter), the Lessor may enter into a new lease for the Subleased Premises on the same terms as the Lease as a primary lease between the Lessor and a new third party sublessor ("Third Party Sublessor") and the Lessor will assign its interest in the Sublease to the Third Party Sublessor, whereupon the Sublease shall again be deemed to be a Sublease between Sublessee and the Third Party Sublessor (who will be the tenant of the primary lease between Lessor and such Third Party Sublessor) and the new Non-Disturbance Agreements shall be executed by Lessor, Third Party Sublessor and Sublessee on the same terms and conditions set forth in this Agreement. Notwithstanding any termination of the Lease, the terms of the Lease shall remain applicable to the extent they are incorporated into the terms of the Sublease.
- 6. Attornment/Remedies. If Lessor, or its successors and assigns, shall succeed to the interest of Sublessor under the Sublease, Lessor, or its successors and assigns, shall be bound to Sublessee under all of the terms, covenants and conditions of the Sublease, and Sublessee shall, from and after such succession by Lessor to the interest of Sublessor under the Sublease, have the same remedies against Lessor, or its successors and assigns, for the breach of any agreement, obligation, covenant, or duty contained in the Sublease that Sublessee might have had under the Sublease against Sublessor, as if Lessor had been the original sublessor under the Sublease provided however, notwithstanding anything in the Sublease or in this Agreement to the contrary, Lessor, its successors and assigns, shall not be:
- (a) bound by any rent which Sublessee might have paid for more than the current month or any security deposit paid to the Sublessor or any rent abatement or waiver of payment of rent by Sublessor; or

- (b) bound by any obligation on the part of the Sublessor to complete capital improvements or landlord improvements including matters described in the work letter or to provide funds for tenant allowance for improvements; or
- (c) bound by any provisions that allows for attachment of the interest of the Lessor in the Premises, it being understood that property owned by a municipality cannot be attached or a lien placed thereon; or
- (d) without limiting the foregoing paragraphs 4(a) through (c) above, be liable for any indemnity made by Sublessor including without limitation any hazardous and toxic substances and materials; or
- (e) liable for any indemnities of the Sublessor under the Sublease which indemnities occurred prior to the date Lessor succeeded to the interest of Sublessor under the Sublease; provided, however, that except as otherwise expressly provided in this Agreement, Lessor shall be obligated for all indemnity obligations of the Sublessor under the Sublease to be performed from and after the date the Lease was terminated and Lessor succeeded to the interest of Sublessor under the Sublease or
- (f) bound by any waiver of its sovereign immunity, it being agreed by Sublessee that Lessor retains or is covered by said immunity to the full extent provided by applicable law; or,
- (g) liable for any act or omission of Sublessor (or its members, officers, managers, employees, contractors, or agents) that occurred prior to the date of default under the Lease (and additionally, Sublessee agrees that any such act or omission is not a defense or excuse to Sublessee's continued performance under the Sublease); provided, however, that except as otherwise expressly provided in this Agreement, Lessor shall be obligated for all obligations of the Sublessor under the Sublease to be performed from and after the date the Lease was terminated and Lessor succeeded to the interest of Sublessor under the Sublease; or,
- (h) liable for Sublessor's breach of any agreement or covenant or duty contained in the Sublease which occurred prior to the date of default under the Lease and the Lessor succeeded to the interest of the Sublessor (and additionally, Sublessee agrees that no such breach is a defense or excuse to its continued performance under the Sublease); provided, however, that except as otherwise expressly provided in this Agreement Lessor shall be obligated for all obligations of the Sublessor under the Sublease to be performed from and after the date the Lease was terminated and Lessor succeeded to the interest of Sublessor under the Sublease. Further, Lessor shall not be liable to either party, including any investors or REITS for violation of any state, federal or local tax laws.

Should Lessor, or its successor or assigns, succeed to the interest of Sublessor under the Sublease, the Lessor, or its successors or assigns, agrees to give Sublessee written notice that it has succeeded to the interest of Sublessor under the Sublease; however, until Sublessee receives such written notice, Sublessee may continue to pay rent, additional rent or other sums under the Sublease, and shall comply with the other terms, covenants or conditions of the Sublease.

- 7. <u>Modification</u>. Sublessor and Sublessee, without the prior written consent of the Lessor as set forth in the Lease, shall not amend or modify the Sublease in any material manner which would be binding upon the Lessor if such Sublease became a direct lease with Lessor.
- 8. <u>Successors and Assigns</u>. This Agreement shall inure to the benefit of and be binding upon the parties hereto and their successors and assigns, and without limiting such, it is expressly understood that all references herein to Lessor shall be deemed to include also any subsequent Lessor.

- 9. <u>Representation and Warranty.</u> Sublessor and Sublessee represent and warrant that Sublessee is not an Affiliate (as defined in the Lease) of the Sublessor as of the Effective Date.
- 10. Notices. All notices, and other communications pursuant to the provisions of this Agreement shall be given in writing and shall be sent by registered or certified mail by depositing the same in the United States Mail in the continental United States, postage prepaid, or by hand delivery or by overnight courier. Any such notice mailed as provided hereunder shall be deemed effective and served as of the date of the mailing. Any notice given by hand delivery or overnight courier shall be deemed to have been given upon receipt. Either party shall have the right, by giving written notice to the other, to change the address as which its notices are to be received. Until any such change is made, notices shall be delivered as follows:

As to Lessor:

City of Fort Lauderdale, Florida 100 North Andrews Avenue_ Fort Lauderdale, FL 33301 Attn: City Manager

With a copy to:

City of Fort Lauderdale, Florida 1 East Broward Blvd, Suite 1605 Fort Lauderdale, FL 33301 Attn: City Attorney

As to Sublessor:

Las Olas SMI, LLC 17330 Preston Road Suite 100C Dallas, TX 75252 Attention: President

With a copy to:

Las Olas SMI, LLC 17330 Preston Road Suite 100C Dallas, TX 75252 Attention: General Counsel

As to Sublessee:

Cameron Mitchell Restaurants, LLC 390 W. Nationwide Blvd., Suite 300, Columbus, Ohio 43215 Attention: Kerry Boyle, Vice President & General Counsel

11. Public Records Requests. Sublessor and Sublessee acknowledge and understand that Lessor is a public entity and subject to "government in the sunshine" laws and unless exempt, the Sublease and this Agreement are subject to disclosure. Nothing herein shall be binding on Lessor in the exercise of its regulatory and police powers. Sublessee claims that all or a portion of the Sublease is exempt from public records disclosure under Florida's "government in the sunshine" laws. If a request for disclosure of the Sublease is made to the Lessor, Lessor shall make best efforts to give Sublessee written notice of such request within seven (7) days after City's receipt of such request. If the exemption claimed by Sublessee is challenged or protested by any party, then Sublessee shall forever fully indemnify the Lessor and agrees to protect, defend, indemnify, and hold harmless the City of Fort Lauderdale and its officers, public officials, employees and agents from and against any and all losses, fines, penalties, damages, settlements, claims, costs, charges or other expenses, or liabilities of every and any kind including attorney's fees and expenses through the appellate level and during bankruptcy, and any and all such other claims, suits, or other actions relating to an actual or alleged violation of any applicable statute, state constitution, city charter, ordinance, administrative order, rule or regulation, or decree of any court relating to this claim of exemption from public records disclosure. This indemnity shall not supersede or replace any indemnities in the Sublease. The Sublessee further agrees to investigate, handle, respond to, provide defense for, and defend any such claims, challenges or protest, at its sole expense and agrees to bear all other costs and expenses related thereto, even if the claim, challenge or protest is groundless, false or fraudulent. However, the Lessor reserves the right to select counsel of its own choosing.

[Signatures follow immediately on next page]

IN WITNESS WHEREOF, this Agreement h of, 2024.	as been duly executed by the parties hereto as of the day
WITNESSES (Name/Address Required):	SUBLESSOR:
z)	LAS OLAS SMI, LLC, a Delaware limited liability company
Cla M	27
Print Name: Chris Pethy	By: Suin Redmond
Print Address: 60x6 Dr. DOING SACINGO	de Title: President
Trisax PSV34	Date: <u>April 10, 2024</u>
Print Name: <u>Richard</u> (arthur Print Address: 17330 Preston Ri Dallas, X 7525	tl_), suile (coc_
STATE OF TEXAS)	
COUNTY OF <u>Collin</u>)	
The foregoing instrument was ackrepresence or online notarization this 10 as President of LAS OLAS SMI, LI company. He/She is [select one]:	nowledged before me by means of <i>[select one]</i> physical day of <i>Apri</i> , 2024, by <i>Bryan Redmond</i> , LC, a Delaware limited liability company, on behalf of the
personally known to me;	
□ produced a valid driver's lic	ense as identification.
To the second se	2mQ.Myers
(AFFIX NOTARY SEAL) Print Name	blic - (8ignature) (Myc/s e: 10M/T: Myc/s hission Expires: 10/24/2024
PAM A MYERS Notary ID #130872402 My Commission Expires October 24, 2024	

LESSOR:

	CITY OF FORT LAUDERDALE
Print Name: Kryctal 1621900 Print Address: 1E browerd Bivd, fort lavaurale FL, 33301	Name DEAN S. TRANTAUS Mayor Date: 4/19/24
Print Name: Scot Wyman	-1 -
Print Address: 15 Broward Blud, Sq : 444	CM-
for Lauderdale, FL 3850/	By:
Print Name: Amber Calvera	By: Name: GREG CHONARRIA
Print Address: 10 (NE 3/0 A/Q Suf 200	City Manager
· FOH Landerde F133301	Date: 9/1/2024
Print Name: Doma Variation	
Print Address: 101 WE 3Nd Que State 24	90
Fortlow relevated F 333	$\mathcal{D}($
-	Approved as to form: THOMAS J. ANSDED, CITY ATTOM
	A SHE LAND
	Juroun 53
D.	Name: PANID SOLOMANIA
tov	City Clerk Date: 4/19/2024
	SEAL SEAL
	COUNTAIN
	Name:
Q sst	City Attorney, Cypn Solomus
	Data: 415/2001/

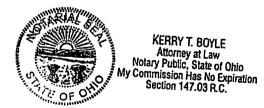
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presence or □ online notarization as Mayor of CITY OF FORT L. He/She is [select one]: personally known or) SS:) twas acknowledged before me by means of [select one] I physical this 1 day of 1 man must AUDERDALE, a municipal corporation, on behalf of the corporation. to me; driver's license as identification.
Notary Public State of Florida Sharon K Coryell My Commission HH 484708 Expires 4/16/2028 (AFFIXNOTARY SEAL)	Notary Public - (Signature) Print Name: SHARON & CORYEU My Commission Expires: 4/16/2028
presence or □ online notarization	
or	Notary Public - (Signature) Print Name: My Commission Expires:
REBECCA MCCLAM Notary Public - State of Florida Commission # HH 306617 My Comm. Expires Aug 29, 2026 Bonded through National Notary Assn.	

SUBLESSEE:

CAMERON MITCHELL RESTAURANTS, LLC, an Ohio limited liability company By: Name: Print Name: Title: Date: Print Name: STATE OF Oho) SS: COUNTY OF FRANKLIN The foregoing instrument was acknowledged before me by means of [select one] physical presence or online notarization this 9 day of April . 2024, by DAVID MITCHELL RESTAURANTS, LLC, an Ohio limited liability company, on behalf of the company. He/She is [select one]: personally known to me; produced a valid driver's license as identification. Notary Public - (Signature) (AFFIX NOTARY SEAL) Print Name: My Commission Expires:





DOCUMENT ROUTING FORM

Rev: 3 | Revision Date: 9/1/2022

TODAY'S DATE: 415 2024
DOCUMENT TITLE: SNDA – Cameron Mitchell Restaurants, LLC & Las Olas SMI LLC - Consent, Recognition, Non-
disturbance\and Attornment Agreement.
COMM. MTG. DATE: 3/5/23 CAM #: 24-0277 ITEM #: CM-6 CAM attached: YES NO
Routing Origin: COA Router Name/Ext: Sonia S x5598 Action Summary attached: X YES NO
Capital Investment / Community Improvement Projects defined as having a life of at least 10 years and a cost of at least \$50,000 and shall mean improvements to real property (land, buildings, or fixtures) that add value and/or extend useful life, including major repairs such as roof replacement, etc. Term "Real Property" include land, real estate, realty, or real.
2) City Attorney's Office: Documents to be signed/routed? YES NO # of originals attached:
Is attached Granicus document Final? YES NO Approved as to Form: YES NO
Date to CCO: 415 24 Attorney's Name: Lynn Solomon Initials
3) City Clerk's Office: # of originals: Routed to: Ext: Date: 04/16/24
4) City Manager's Office: CMO LOG #: PR 19 Document received from: CCO 4 17 24
Assigned to: GREG CHAVARRIA ANTHONY FAJARDO SUSAN GRANT
GREG CHAVARRIA as CRA Executive Director
APPROVED FOR G. CHAVARRIA'S SIGNATURE N/A G. CHAVARRIA TO SIGN
PER ACM: A. FAJARDO (Initial) S. GRANT(Initial)
PENDING APPROVAL (See comments below) Comments/Questiops:
comments) questions.
Forward originals to Mayor CCO Date:
5) Mayor/CRA Chairman: Please sign as indicated.
Forwardoriginals to CCO for attestation/City seal (as applicable) Date:
INSTRUCTIONS TO CITY CLERK'S OFFICE SSIETTE CAO EXT 5598
City Clerk: Retains original and forwards originals to: Gina Rizzuti-Smith/TAM/ Ext 3764
Please email a scan of completely executed documents to ssierra@fortlauderdale.gov Attach certified Reso # YES NO Original Route form to CAO

