CONCESSION AGREEMENT BETWEEN THE CITY OF PALOS VERDES ESTATES AND THE PALOS VERDES TENNIS FOUNDATION

This concession agreement ("Agreement") is entered into as of the <u>28thday of January</u>, 2003, by and between the City of Palos Verdes Estates, a municipal corporation ("City") and the Palos Verdes Tennis Foundation, a California nonprofit mutual benefit corporation ("Foundation"). The City and the Foundation are sometimes referred to herein as the "Party" or "Parties".

RECITALS

- A. The City currently owns certain property in Palos Verdes Estates located at 3303 Via Campesina and depicted on the map attached hereto as Exhibit "A," together with the buildings and improvements thereon (collectively, the "Premises").
- B. The Foundation has been operating the Palos Verdes Tennis Club at the Premises, as well as operating and maintaining the Premises for the benefit of the public, pursuant to a concession agreement between the City and Foundation dated September 25, 1979, which, as modified, will expire on June 30, 2003.
- C. The Parties desire to enter into a new concession agreement for the operation of the Premises, in accord with the terms and conditions set forth herein.

NOW, THEREFORE, in consideration of the mutual covenants, promises and agreements herein contained, the Parties covenant, promise and agree as follows.

- 1. <u>Definitions</u>. For purposes of this Agreement, the following terms shall have the following definitions:
 - a. "Capital Improvements" are defined as:

- (i) items costing more than five hundred dollars (\$500) each and which have a useful life of at least two (2) years (e.g., computers, furniture and fixtures, and new fencing); and/or
- (ii) items which cost more than two thousand dollars (\$2,000) in the aggregate and contribute to the aesthetics or longevity of the Premises (e.g., re-roofing, renovation of plumbing, major landscaping projects).
- b. <u>City</u>. "The City" means the City of Palos Verdes Estates acting by and through its City Council. All references to approval by the "City" shall be construed to mean "approval by the City Council of the City of Palos Verdes Estates" unless otherwise specified herein.
- c. <u>Club Improvement Fund</u>. "Club Improvement Fund" shall mean a specially designated, segregated administrative account maintained by the Foundation which shall contain all member initiation fees for the Palos Verdes Tennis Club and any investment income (including but not limited to interest and/or dividends) derived therefrom.
- d. <u>Foundation</u>. "The Foundation" means the Palos Verdes Tennis Foundation, a nonprofit mutual benefit corporation organized under the laws of the State of California.
- e. <u>Gross Receipts</u>. "Gross Receipts" shall mean all member's dues, court fees, and food and beverage sales money received by the Foundation from its operation of the Premises.
- f. Non-Resident/Non-Owners. "Non-Resident/Non-Owners" are those persons who are neither bona fide residents of the City nor owners of real property in the City.
- g. <u>Premises</u>. "Premises" shall mean the land described on Exhibit A of this agreement, together with all buildings, structures, equipment, furniture, fixtures, and property of any kind or nature located thereon.

- h. <u>Resident/Owners</u>. "Resident/Owners" are those persons who are either bona fide residents of the City or owners of real property located in the City, or who both reside in the City and own real property in the City.
- 2. <u>Concession Grant</u>. The City grants a concession to the Foundation for the limited purpose of maintaining and operating the Premises, subject to any encumbrances, restrictions, reservations, easements, rights or rights-of-way of record, and the terms and conditions contained herein. The Foundation does hereby declare it has inspected the Premises, and, relying solely upon such inspection and not upon any statements or representations of the City or of its officers, agents or representatives, accepts the Premises in the condition they now exist.
- 3. Term of Agreement. This Agreement shall become effective on July 1, 2003, and shall expire on June 30, 2013, unless the Foundation shall, at some earlier date, default in its obligations under this Agreement. The Foundation shall be in default if it fails to remedy any breach or default of its obligations under this Agreement for which City has given Foundation written notice delineating the breach or default, within sixty days (60) after the mailing by the City of such notice.
- 4. Option to Extend Agreement. The Foundation shall have the option to extend the term of this Agreement once for a ten (10) year period. To exercise said option, the Foundation shall give written notice thereof to the City of its intent to exercise such option at least six (6) months but not more than eight (8) months prior to the initial expiration of this Agreement. Upon receipt of such notice, the City shall investigate the performance of Foundation under this Agreement, and if the City in its sole discretion determines that the Foundation has kept and performed the promises, covenants, conditions and agreements on its part pursuant to this Agreement, the expiration date of this Agreement shall be extended to June 30, 2023.

- 5. Property and Inventory. Any property of any nature purchased or placed in or upon the Premises by the Foundation and used in any way in connection with the operation of the Premises pursuant to this Agreement shall immediately become the property of the City, and may not be removed by the Foundation without the prior written consent of the City, except for the purpose of repair or replacement of said property. The provisions of this section shall not apply to any inventory brought onto the Premises for the express purpose of resale.
- 6. Food and Beverages. It is the Parties' intent that the Foundation will not compete with the Palos Verdes Golf Club in the sale of food or beverages, and therefore the Foundation shall not sell food or beverages on the Premises, except as expressly authorized by the City. By means of this Agreement, the City hereby authorizes: (i) the sale of food which requires no kitchen facilities to prepare, such as packaged sandwiches and snacks, and beverage items; and (ii) the provision of catered meals prepared by a third party for service to members of the Palos Verdes Tennis Club and their guests as part of an organized function. The sale of any other food or beverage shall be considered and approved by the City on a case-by-case basis.

7. Budget; City Approval of Fees, Dues and Charges

- a. By November 15th of each year, the Foundation shall prepare and deliver to the City for review a comprehensive budget for the Foundation's next fiscal year. Said budget shall indicate estimated income by source, expenditures by major category of expense, and any and all requests for Capital Improvements to be funded from the Club Improvement Fund. The format of said document and the method of presentation shall be subject to approval by the City.
- b. No fee or charge of any kind including, without limitation, initiation fees and members dues, may be collected or imposed by the Foundation unless and until the City has approved said fee or charge either within the approved annual budget or as a separate item. The

provisions of this Subsection b. shall not apply to charges for food and/or merchandise authorized by this Agreement to be sold by the Foundation.

- c. No Capital Improvements shall be made by the Foundation unless said Improvements are approved by the City, either within the approved annual budget or as a separate item.
- 8. <u>Concession Fee</u>. By the fifteenth (15th) day of each month, the Foundation shall pay to the City ten percent (10%) of the Foundation's Gross Receipts received in the immediately preceding month.
- 9. Books and Records. The Foundation shall keep full, complete and accurate books of account and records in accordance with generally accepted accounting principles which will reflect all business and monetary transactions of the Foundation. The Foundation shall report to the City by April 15, July 15, October 15 and January 31 of each year as to the current balance sheet and interim operating statement for the quarter ending prior to each reporting date. Such books and records shall at all reasonable times be open to inspection by the City.
- 10. Audit. On an annual basis, the Foundation shall submit to the City a full and complete audit report prepared by the City's current auditor. The cost of the audit shall be split evenly between the City and the Foundation. The Foundation shall maintain, preserve and protect any and all records requested by its auditor or by the City in the form requested and in the manner dictated.
- 11. Operations. The Foundation shall operate and maintain the Premises, and every part thereof, in compliance with the conditions, restrictions and reservations by which the City holds title to the Premises, and in compliance with the rules and regulations, and any amendments thereto, promulgated by the City. To this end, the City Council shall appoint from its members a Tennis

Liaison Committee which will meet periodically with a liaison committee to be designated by the Foundation from members of its Board of Directors.

- Maintenance. The Foundation shall at all times maintain the Premises, including but not limited to all landscaping, in a condition satisfactory to the City. The Foundation shall keep the Premises free and clear from any mechanics' liens.
- 13. <u>Capital Improvements</u>. Unless otherwise agreed in advance by the City, the Foundation shall be solely responsible for all costs of installation and construction of any Capital Improvement(s). The Foundation shall pay the City the cost for inspection of construction of Capital Improvements, but the City agrees to waive any fees otherwise due from the Foundation for any application for any conditional use permit, variance, or other discretionary approval processed through the City. The City shall not be responsible for oversight or construction of Capital Improvements.
- 14. <u>Club Improvement Fund</u>. The entire initiation fee paid to the Foundation by new members shall be held and maintained by the Foundation in the Club Improvement Fund. Monies in the Club Improvement Fund may be utilized by the Foundation only for Capital Improvements approved by the City pursuant to the provisions of this Agreement. No expenditures shall be made from the Club Improvement Fund unless such expenditures are approved in advance and in writing by the City.
- 15. <u>Membership Classifications</u>. The City authorizes the Foundation to maintain the following categories of members in the Palos Verdes Tennis Club.
- a. <u>Active Membership</u>. Active Members include both "Resident/Owner" members, and "Non-Resident/Non-Owner" members. The maximum number of Active Members allowed at any given time is four hundred eighty (480).

- (1) The Foundation shall be responsible to determine if an individual is a "Resident/Owner" or a "Non-Resident/Non-Owner," provided, however, that the City may require the Foundation to implement specific criteria and/or procedures for such determination.
- (2) Resident/Owners shall have absolute priority for membership. Non-Resident/Non-Owner applicants shall not be admitted if a Resident/Owner applicant is waiting for Active Membership.
- (3) The maximum number of Non-Resident/Non-Owners who may be Active Members at any given time is one hundred twenty (120).
- (4) Whenever there are fewer than four hundred (400) Active Members, the Foundation must first admit to Active Membership qualified Resident/Owner applicants, and then must admit to Active Membership Non-Resident/Non-Owner applicants, provided, however, that in no event shall the number of Non-Resident/Non-Owners exceed one hundred twenty (120).
- (5) Whenever there are four hundred (400) or more Active Members, the Foundation must admit to Active Membership qualified Resident/Owner applicants only, and may not admit any new Non-Resident/Non-Owners.
- (6) Active Members who remain in good standing may maintain their Active Membership upon cessation of both residency and property ownership in the City, provided, however, that if the total number of Non-Resident/Non-Owner Active Members is one hundred twenty (120) at the time that a Resident/Owner Active Member ceases to qualify as such (*i.e.*, because such person no longer resides or owns property in the City), then said Resident/Owner's Active Membership shall be terminated at that time.
- (7) A Resident/Owner waiting list shall be established wherever there are four hundred eighty (480) Active Members. A Non-Resident/Non-Owner waiting list shall be

established whenever there are four hundred (400) or more Active Members, and/or one hundred twenty (120) Non-Resident/Non-Owner Active Members.

- (8) The City has previously required different monthly membership dues for resident and non-resident members, and may, in its sole discretion, continue such differentiation. At any time that dues for Resident/Owners and Non-Resident/Non-Owners differ, payment of dues by an Active Member shall be made as follows:
- (a) A Non-Resident/Non-Owner Active Member who becomes qualified as a Resident/Owner Active Member (*i.e.*, becomes a resident and/or property owner in the City) shall be charged monthly dues as a Resident/Owner Active Member starting the first day of the month following the month in which he or she so qualifies.
- (b) A Resident/Owner Active Member who ceases to qualify as such but is permitted to remain an Active Member pursuant to paragraph (6) of this Subsection a. shall be charged monthly dues as a Non-Resident/Non-Owner starting the first day of the month following the cessation of such Active Member's qualification as a Resident/Owner.
- (c) Notwithstanding any provision of this Agreement to the contrary, those Non-Resident/Non-Owner Active Members listed on Exhibit "B" hereto are exempted from the requirement to pay Non-Resident/Non-Owner monthly dues, and shall instead pay Resident/Owner monthly dues.
- b. <u>Inactive Membership</u>. The Foundation will grant the written application of an Active Member in good standing at the time of such application to become an Inactive Member. An Inactive Member shall pay no monthly dues, have no voting privileges and have no use of the Premises (except as a paying guest), and may not serve as an officer or director of the Foundation. Upon written application to the Foundation made no more than three (3) years from the date of being

granted Inactive Membership status by the Foundation, accompanied by payment of all monthly dues not paid during the period of inactive status or the sum of one full year's monthly dues at the thencurrent rate, whichever is the lesser amount, the Inactive Member shall be reinstated as an Active Member, subject to the following restrictions: (i) if the Inactive Member is a Resident/Owner and the total number of Active Members at such time is four hundred eighty (480), the Inactive Member shall be placed at the head of the Resident/Owner waiting list and reinstated with the first vacancy; and (ii) if the Inactive Member is a Non-Resident/Non-Owner and either the total number of Active Members at such time is four hundred (400) or more or the total number of Non-Residents/Non-Owners is one hundred twenty (120), the Inactive Member shall be placed at the head of the Non-Resident/Non-Owner waiting list, and reinstated with the first Non-Resident/Non-Owner vacancy permitted under the terms of this Agreement. If an Inactive Member fails to make application for reinstatement, accompanied by the required such dues, within three (3) years from the date of being granted Inactive Membership, the Inactive Membership shall expire and be of no further force or effect. Any application for membership submitted thereafter by the former Member shall be treated as a new member application.

- c. <u>Honorary Membership</u>. Honorary memberships are limited to the members who are named on Exhibit "C" hereto. No further honorary memberships will be awarded. No initiation fees, no monthly dues, no court fees, and no voting privileges accompany this class of membership. Honorary members may not serve as officers or directors of the Foundation. Otherwise, this class of membership enjoys full use of Palos Verdes Tennis Club facilities and participation in its activities.
- d. <u>Special Junior Membership</u>. The Foundation may grant Special Junior Membership to outstanding or promising juniors, eighteen (18) years of age and under. The total

number of special junior members shall not exceed five (5) at any given time. No initiation fees, no monthly dues, no court fees, and no voting privileges accompany this class of membership. Special junior members may not serve as officers or directors of the Foundation. Otherwise, this class of membership enjoys full use of Palos Verdes Tennis Club facilities and participation in its activities.

- e. <u>Celebrity Membership</u>. The Foundation may award Celebrity Memberships to those persons who have made or will potentially make a substantial contribution to the realization of the goals of the Palos Verdes Tennis Club, or provide outstanding entertainment contributions to the Club, or perform outstanding athletic accomplishments for the community. Examples of this type of membership include outstanding amateur or professional tennis players, outstanding civic or political leaders or outstanding leaders in the fields of entertainment or the arts. The total number of Celebrity Memberships shall not exceed three (3) at any one time, and shall be for a term of one year only, subject to renewal by the Foundation's Board of Directors. A Celebrity Membership may be issued or renewed upon the majority vote of the Board of Directors. No initiation fees, no monthly dues, no court fees, and no voting privileges accompany this class of membership. Celebrity members may not serve as officers or directors of the Foundation. Otherwise, this class of membership enjoys full use of Palos Verdes Tennis Club facilities and participation in its activities.
- 16. <u>Membership List</u>. The Foundation shall submit to the City by April 15, July 15, October 15 and January 31 of each year a list of its entire membership by category (Resident/Owner Active Members, Non-Resident/Non-Owner Active Members, Inactive Members, Honorary Members, Special Junior Members, Celebrity Members), and its waiting lists (Resident/Owner and Non-Resident/Non-Owner). The lists shall include the residence addresses of all persons thereon.

- 17. <u>Usage of Premises</u>. The Premises are City property both dedicated to park and recreational purposes, and subject to deed restrictions relating to their use by City residents and persons who own real property within the City. The Premises may not be conducted as a private club or solely for the benefit of members of the Foundation.
- 18. <u>Approval of By-Laws</u>. The Foundation will not amend or modify its By-Laws without the City's prior approval, which will not be unreasonably withheld.
- 19. <u>Payment of Utility Charges</u>. The Foundation will pay when due all charges for water, gas, electricity, telephone, or other utility charges furnished to the Foundation or used upon the Premises.

20. <u>Insurance</u>

- a. The Foundation shall maintain insurance in an amount and of characteristics as follows:
- Office "Commercial General Liability" policy for CG 00 01 07 98. Defense costs must be paid in addition to limits. There shall be no cross-liability exclusion for claims or suits by one insured against another. Limits are to be determined by the City, but in no event shall be less than One Million Dollars (\$1,000,000) per occurrence and Three Million Dollars (\$3,000,000) aggregate. The City and its officers, agents and employees shall be included as additional insureds in such policies, using standard ISO endorsement No. CG 2010 with an edition prior to 1992.
- (2) Workers' Compensation using standard ISO endorsement No. CG 2011 January 1995 edition, providing statutory benefits as required by law with employer's liability limits no less than One Million Dollars (\$1,000,000) per accident or disease.

- (3) Business Auto Coverage on ISO Business Auto Coverage form CA 00 01 including symbol 1 (Any Auto) or the exact equivalent. Limits are to be determined by the City, but in no event shall be less than One Million Dollars (\$1,000,000) per accident. If the Foundation owns no vehicles, this requirement may be satisfied by a non-owned auto endorsement to the general liability policy described in paragraph (1) above. If the Foundation's employees will use personal automobiles in any way in connection with this Agreement, the Foundation shall provide evidence of personal auto liability coverage for each such person in the amounts set forth in this paragraph.
- (4) Excess or Umbrella Liability Insurance (Over Primary) if used to meet limit requirements, shall provide coverage at least as broad as specified for the underlying coverage. Any such coverage provided under an umbrella liability policy shall include a drop down provision providing primary coverage above a maximum \$25,000 self-insured retention for liability not covered by primary but covered by the umbrella. Coverage shall be provided on a "pay on behalf" basis, with defense costs payable in addition to policy limits. There shall be no cross liability exclusion precluding coverage for claims or suits by one insured against another. Coverage shall be applicable to the City for injury to employees of the Foundation.
- b. Proof of compliance with the insurance requirements set forth in this section, consisting of certificates of insurance evidencing all of the coverage required and an additional insured endorsement to the Foundation's general liability policy, shall be provided by the Foundation to the City, on an annual basis. The Foundation shall provide certified copies of insurance policies to the City at the inception of this Agreement and at any time there is a change in insurer or a substantial change in the terms of coverage.

c. The provisions of this Section 20 establish minimum insurance requirements to satisfy the needs of the City and are not intended to foreclose the Foundation from acquiring such additional amounts or types of insurance as it deems advisable. Should the Foundation maintain additional insurance, the Foundation agrees to place into the Club Improvement Fund any and all monies received from its insurance carrier which represent repayments for furniture, fixtures, or real property damaged due to fire, earthquake, or any other insured event. Such monies may thereafter be spent in accordance with the provisions of Section 29 of this Agreement, provided, however, that the City may reimburse itself from such monies for any monies expended by the City for its direct costs in defending itself or the Foundation or for costs associated with obtaining reimbursements from the Foundation's insurance carrier.

21. <u>Indemnification</u>

a. Except as otherwise set forth in Subsection b., below, the Foundation agrees to indemnify, defend and hold harmless the City and its officers, agents and employees ("Indemnified Parties") from and against any liabilities, damages, expenses (including reasonable attorneys' fees and expenses), liens and claims of any nature whatsoever ("Liabilities") which may be asserted against the Indemnified Parties or any of them by reason of this Agreement or the activities of the Foundation, or any of its officers, agents, or employees, in carrying out this Agreement, or by reason of any activity of the Foundation, of any of its officers, agents, employees, or guests, or of any other persons, in or upon the Premises or any part thereof, including, without limitation, any loss, damage or injury arising from or as a result of the death of any person, or any accident, injury, loss, or damage whatsoever caused to any person or to any personal property belonging to the City, the Foundation, or any other person.

- b. The Foundation shall not be responsible for, and such indemnity shall not apply to any Liability which results from the sole negligence or willful misconduct of the City or its officers, agents or employees.
- c. The provision by the Foundation of insurance pursuant to Section 20 of this Agreement shall not relieve the Foundation of the indemnification obligations set forth herein.
- d. Notwithstanding any provision of this Agreement to the contrary, the indemnity obligations in this Section 21 shall survive the termination of this Agreement.
- 22. <u>Mutual Waiver of Rights</u>. The City and the Foundation each waive any and all rights of recovery against the other, or against the officers, employees, agents and representatives of the other, for loss or damage to such waiving party or its property or the property of others under its control, to the extent that such loss or damage is insured against under any insurance policy in force at the time of such loss or damage.
- 23. Non-Assignability. The Foundation shall not assign or hypothecate this Agreement or any interest created hereby, nor any rights or privileges herein, nor shall it enter into any agreement allowing the operation by another person of the concession granted herein on the Premises nor any portion thereof without the prior written consent of the City, and any attempt so to do shall be void and confer no rights on any third party and shall be cause for termination of this Agreement by the City at its option. This provision against assignment and hypothecation shall be deemed to be a continuing covenant and apply not only to the Foundation, but to any and all assignees and mortgagees of the Premises and to any who may in any manner acquire any interest therein.
- 24. <u>Waiver not Continuing</u>. No waiver of any breach, default or term hereof shall constitute a waiver of any other breach, default or term hereof, whether of the same of any other covenant or condition.

25. Relationship Between the Parties. The relationship between the Parties hereto is solely that of owner and concessionaire. Nothing in this Agreement shall be construed as effecting or constituting a partnership, joint venture or other association between the Parties, nor as creating a leasehold interest of any kind in the Premises. The Parties declare that it is not their intention in any respect to form a partnership, joint venture or other association between themselves. The Foundation shall have no right to obligate the City in any manner or way whatsoever, nor shall the Foundation be deemed a tenant of City's for any purpose.

26. Surrender of Premises.

- a. The Foundations acknowledges that its right to occupy the Premises is for the sole purpose of carrying out its obligations and rights as a concessionaire under this Agreement. Upon the expiration or termination of this Agreement, the Foundation shall immediately and peaceably surrender and deliver up to the City or its designated agent the Premises, together with any property or inventory thereon, in good condition.
- b. If the Foundation fails to perform any of the covenants, conditions, provisions or agreements herein contained, or if the Foundation for any reason be dissolved, or if a voluntary or involuntary petition for bankruptcy or insolvency is filed by or against the Foundation, then in that event the City may recover and resume possession of the Premises, by force or otherwise, without being liable therefor.
- c. In the event the Foundation holds the Premises, or any part thereof, for any one day after the happening of any of the events described above in this Section, it shall be deemed an unlawful detainer of said Premises, and the Foundation shall be subject to eviction and removal with or without process of law.

- 27. <u>Attorneys Fees</u>. If either Party brings any action or proceeding to enforce, protect, or establish any right or remedy under this Agreement, the prevailing Party shall be entitled to recover reasonable attorney's fees.
- 28. <u>Continuing Covenants</u>. Each and every term, condition, covenant and obligation hereof shall inure to the benefit of and bind the heirs, personal representatives, successors and assigns of the Parties and all persons holding under or through them or any of them. All the Foundation's covenants hereunder, including those against assignment and subletting, are continuing and binding without exception on all who take or acquire any interest hereunder. Without limiting or qualifying any of the foregoing provisions, every person taking any interest hereunder, by, through or under the Foundation shall by virtue of taking or acceptance of such interest and without further act be deemed to have become bound hereunder not only by privity of estate, but of contract, and to have assumed and agreed to perform all of the covenants and obligations of the Foundation hereunder to the same extent as though such assignee had personally executed this Agreement.
- Destruction by Fire, Earthquake, or Act of God. In the event that the structures on the Premises are destroyed to the extent that, in the opinion of the City, rebuilding and/or repair is not practical, then the City may within sixty (60) days of such event terminate this Agreement by providing notice thereof to the Foundation. In the event of such termination, all furniture, fixtures, deposits, inventory, accumulated funds in the Club Improvement Fund, and any and all other money, equipment and property of the Foundation, including, without limitation, proceeds received from any insurance policies held by the Foundation, shall immediately become the property of the City. Any necessary or appropriate payments shall thenceforth be made by, and at the sole option of, the City. If the City does not terminate this Agreement within the time specified, it shall assign to the

Foundation the proceeds of any insurance which the City holds on the Premises, and the Foundation shall rebuild and reconstruct the Premises and resume operations therein as expeditiously as possible.

Notice. Notice shall be given by personal delivery or by depositing the notice in the 30. U.S. Mail, postage prepaid, addressed as follows:

If to the Foundation:

Palos Verdes Tennis Foundation Attention: Manager 3303 Via Campesina Palos Verdes Estates, California 90274

If to the City:

The City of Palos Verdes Estates Attention: City Manager 340 Palos Verdes Drive West Palos Verdes Estates, California 90274

Notice shall be deemed given on the day of receipt, if personally served, or on the fifth (5th) day following deposit in the mail, if served by mail.

This Agreement is executed at Palos Verdes Estates, California, on the dates hereafter set forth.

> CITY OF PALOS VERDES ESTATES, a Municipal Corporation

Date: January 28, 2003

mith, City Clerk

APPROVED AS TO FORM:

Rosemary Hu

ATTEST:

Stephanie R. Scher, City Attorney

[Signatures continued on next page.]

PALOS VERDES TENNIS FOUNDATION, a California Nonprofit Mutual Benefit Corporation

Date: 1/28/03

Date: 1/28/03

Director

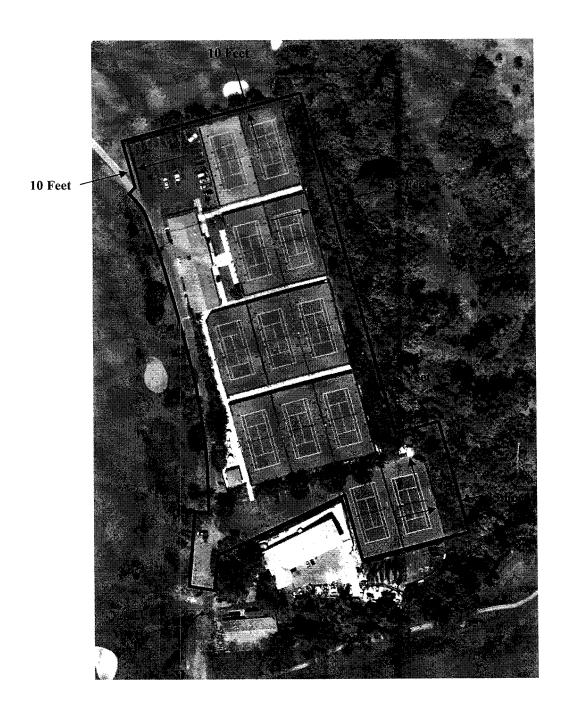


Exhibit A Premises

EXHIBIT B: Non-Residents Paying Resident Dues

Name

Address

1. Agid, Herb and Lucy	(
2. Avery, Melinda	2
3. Bartlett, Charlie and Carmel	4
4. Black, Donovan and Nancy	;

5. Borodkin, Robert

6. Bowen, Harold and Beulah

7. Carten, Vera

8. Crowley, Bill and Midge9. David, Paul and Laurie

10. Ellis, Bill

11. Guelff, Michelle

12. Hendershot, Al and Lynn

13. Howell, Chuck and Peggy

14. Kreag, Moe and Debbie15. Lachman, Ralph and Rose

16. Lehrmann, Chuck

17. Letts, Spencer and Ginger

18. Low, Warren

19. Martin, Herb and Meredith

20. Masterson, Michael and Barbara

21. Miloe, Chris and Barbara

22. Moses, Ken and Ellen

23. Olson, Lloyd and Beth

24. Palmer, William and Jean

25. Popovich, Gregory and Aimee

26. Smith, William and Claudia

27. Stark, Suzie

28. Tong, Teddy and Anli

29. Trakas, Dick and Barbara

30. Warner, Rich and Sue

31. Williams, Tony and Jennifer

60 Portuguese Bend Rd., Rolling Hills

29328 Stadia Hill Ln., Rolling Hills Estates

4917 Browndeer Lane, Rancho Palos Verdes

39 Chuck Wagon Rd., Rolling Hills

24 Pony Lane, Rolling Hills Estates

6 Thyme Place, Portuguese Bend

14 Pear Tree Lane, Rolling Hills Estates

9 Buggy Whip Drive, Rolling Hills

92 Cresta Verde, Rolling Hills Estates

2 Chestnut Lane, Rolling Hills

548 S. Helberta, Redondo Beach

7 Ringbit Rd., Rolling Hills

2209 W. 25th St. #1, San Pedro

2715 Palos Verdes Dr. North, Rolling Hills Estates

943 14th St. #1, Santa Monica

23920 Anza #233, Torrance

12 Caballeros Road, Rolling Hills

91 Cypress Way, Rolling Hills Estates

960 15th Place, Hermosa Beach

7422 Via Lorado, Rancho Palos Verdes

76 Aspen Way, Rolling Hills Estates

35 Hillcrest Meadows, Rolling Hills Estates

16 Roadrunner Road, Rolling Hills Estates

7 Clipper Road #A, Rancho Palos Verdes

5219 Middlecrest Rd., Rancho Palos Verdes

3 Via La Cima, Rancho Palos Verdes

29123 Ocean Ridge Dr., Rancho Palos Verdes

11 Sail View Ave., Rancho Palos Verdes

32653 Seagate Drive #106, Rancho Palos Verdes

27405 Elmbridge Dr., Rancho Palos Verdes

6 Shady Vista Rd., Rolling Hills Estates

EXHIBIT C: Honorary Members

Name

- 1. Ames, L.S. and Joy
- 2. Hughes, Verne and Millie
- 3. Johnson, Howard and Joan
- 4. O'Brien, Irene
- 5. Weber, Jack and Esther

Address

2109 Rosita, Palos Verdes Estates 25062 Buckskin Dr., Laguna Hills 201 Mill St., Excelsior 4409 Lucera Circle, Palos Verdes Estates 525 S. Catalina, Redondo Beach