# PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM SUMMARY

Meeting Date:	July 22, 2014	[ ] Consent [ ] Ordinance	[X] Regular [ ] Public Hearing
Department:	Facilities Developm	ent & Operations	

## I. EXECUTIVE BRIEF

## Motion and Title: Staff recommends motion to:

A) adopt a Resolution authorizing a continuing reduction in the rental rate and finding that the Fifth Amendment (R2002-0829) to Governmental Center Lease Agreement with LJL Food Management, Inc., d/b/a Tina's Café is in the best interest of the County; and

B) approve a Fifth Amendment to Governmental Center Lease Agreement with Tina's Café.

Summary: LJL Food Management, Inc., d/b/a Tina's Café has been the food service provider operating in Suite 110 of the Governmental Center Parking Garage since 2005. In response to the economic downturn and Tina's Café's poor payment history, rent was reduced by 20% in 2009 and by another 50% in 2010 for a period of two years. The Third Amendment, approved by the Board on December 18, 2012 (R2012-1941), documented the reduced rental rate of \$16,601/yr until April 30, 2013, at which time the Board requested a further review of the rent. On June 4, 2013, the Board approved a Fourth Amendment (R2013-0711) which continued the reduced half-rent rate to April 30, 2014. Tina's Café continues to be delinquent with payment of rent and as of June, 2014, five (5) months' rent (February to June) is owed. Staff met with Tina's to discuss the rent delinquencies and suggested a further reduction. Tina's believes they will be able to bring the rent current and proposes to keep the rent at the current reduced rate and pay the back rent in one additional installment per month. This Fifth Amendment provides for the continuance of the same \$16,601/yr reduced half-rent rate retroactively from May 1, 2014, until the Lease expiration on January 31, 2019 without annual increases. (PREM) Countywide (HJF)

**Background & Policy Issues:** Staff views the provision of food service at this location as a benefit to the employees at and visitors to the Governmental Center. The amount of rent derived from this Lease is not significant. Staff's primary concern is with respect to the enforcement of the terms of the Lease. Staff has spent a considerable amount of time in following up on late payments and preparing agenda items.

(continued on page 3)

#### **Attachments:**

- 1. Location Map
- 2. Resolution
- 3. Fifth Amendment
- 4. Rent proposal letter from Tina's Café dated May 30, 2014
- 5. Fiscal Impact Rent Calculation Sheet

Recommended By:	Ket Army War	6/11/14	
•	Department Director	Date	
Approved By:	Mu	7/7/14	
	County Administrator	Date	

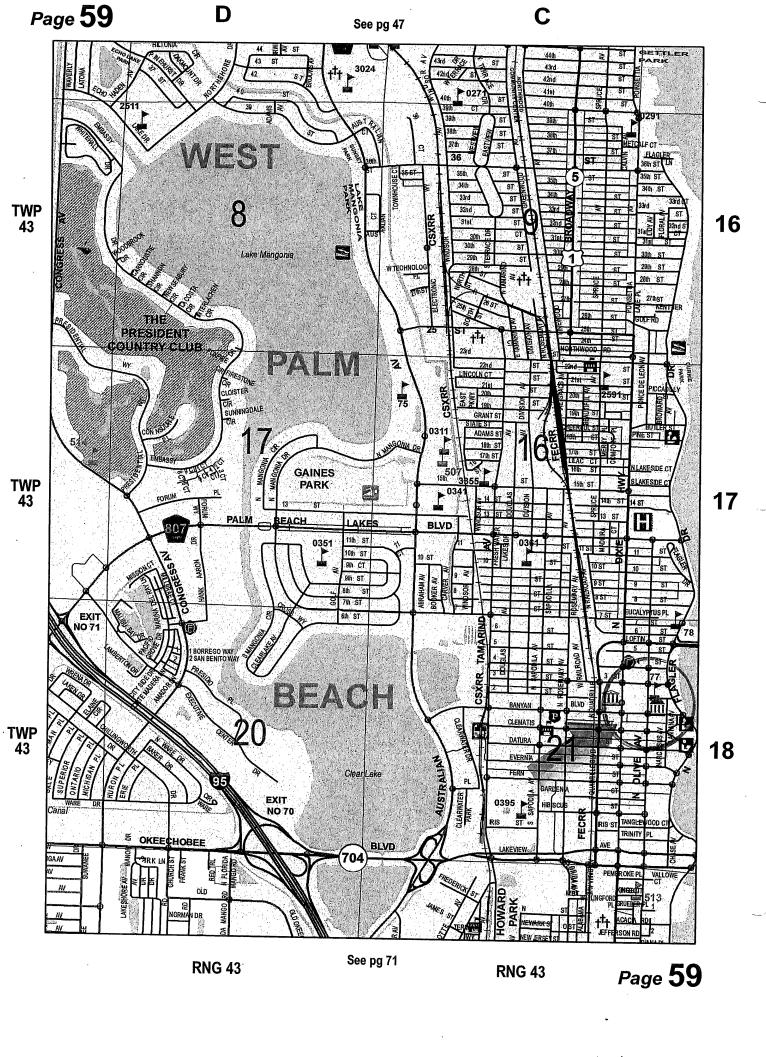
# II. FISCAL IMPACT ANALYSIS

<b>A.</b>	Five Year Summary of Fig	scal Impact:						
Fiscal	l Years	2014	2015	2016	2017	2018		
Opera Exter Progr	ral Expenditures ating Costs rnal Revenues ram Income (County) nd Match (County)	<u>\$7,027.73</u>	\$18,044.22 	<u>\$19,430.02</u> 	\$20,871.21 	\$22,370.08 		
NET	FISCAL IMPACT	<u>\$7,027.73</u>	\$18,044.22	<u>\$19,430.02</u>	<u>\$20,871.21</u>	\$22,370.08		
	DITIONAL FTE TIONS (Cumulative)							
Is Ite	m Included in Current Bud	lget: Yes	N	o				
Budge		0001 Dept	<u>410</u> U –	nit <u>4240</u>	Object 622	<u>5</u>		
В.	Recommended Sources of	Funds/Sumn	nary of Fiscal	Impact:				
The above fiscal impact figures are a comparison of the rental revenues if full rent with four percent (4%) rent adjustments commenced 5/1/14 versus Board approval of this Fifth Amendment. Total loss of revenue until the expiration of the Lease on 1/31/2019 in FY2019 is \$95,674.70. See the Fiscal Impact Rent Calculation Sheet (Attachment #5) for specifics.  C. Departmental Fiscal Review:								
III. REVIEW COMMENTS								
A. OFMB Fiscal and/or Contract Development Comments:  OFMB FINA  OFMB FISCAL and/or Contract Development Comments:  Contract Development and Control  7-1-14 Bishreile								
В.	Legal Sufficiency:  Assistant County Attorney	7/3/14						
C.	Other Department Review	<b>v:</b>						
	Department Director							
	This summary is not to be	used as a bas	sis for payme	nt.				

G:\PREM\AGENDA\2014\07-22\Tina's Cafe Amend 5 ss..docx

Background & Policy Issues (cont'd.): Tina's Café has been leasing space within the Governmental Center Parking Garage since 2005. The Second Amendment dated March 23, 2010 (R2010-0436), reduced the rent in half to December 31, 2011, and suspended the four percent (4%) annual rent adjustment. On April 3, 2012, Staff requested Board direction regarding whether to terminate the Lease and issue a new RFP for a food service lease due to Tina's Café's poor payment history. At that meeting, the Board chose not to terminate the Lease but to continue the same half rent (\$16,601/yr or \$6.50/SF) to April 30, 2013, and suspended the 4% annual rent adjustment. The Third Amendment dated December 18, 2012 (R2012-1941), suspended the rent adjustment and continued the same half rent until April 30, 2013. The Fourth Amendment dated June 4, 2013 (R2013-0711), continued the same half rent until April 30, 2014, and suspended the 4% annual rent adjustment. The Fourth Amendment also provided for Tina's Café to advise Staff by the end of February 2014 whether they could return to full rent or if a continuation of half rent was necessary. As of June, 2014, Tina's Café is five (5) months in arrears (February to June). Staff met with Tina's Café in May to review the rent delinquencies and discuss options for correcting this situation. Tina's Café proposed to continue halfrent with an annual two percent (2%) rent increase. Staff would rather Tina's Café become current with rental payments and remit rent timely than to adjust the rent each year which may result in future delinquencies. Tina's Café also proposed remitting two (2) months' of rent each month until their account is current, but to date has not made any additional payments. Approval of this Fifth Amendment will result in half rent (\$16,601/yr or \$6.50/SF) continuing retroactively from May 1, 2014, until the Lease expires on January 31, 2019, without the annual four percent (4%) adjustment. Attachment #5 details the \$95,674.70 reduction in projected revenue that will result from approval of this Fifth Amendment. This reduction in projected revenue likely overstates the true fiscal impact. If the Board were to terminate the Lease with Tina's and attempt to find a new operator, Staff believes it likely that it would be at a reduced rental rate.

State Statutes do not require a Disclosure of Beneficial Interests be obtained when the County leases property to a tenant. Staff did not request an updated disclosure as a Disclosure was submitted with the Third Amendment on December 18, 2012, and Tina's Café has stated no corporate changes have occurred.



LOCATION MAP



#### RESOLUTION NO. 2014-\_\_\_\_

**COUNTY** RESOLUTION **OF** THE **BOARD** OF COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, AUTHORIZING AN EXTENSION OF THE REDUCTION PERIOD FOR RENT DUE PURSUANT TO COUNTY'S OF **SPACE** TO LJLLEASE MANAGEMENT, INC.; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, LJL Food Management, Inc., a Florida corporation, ("Tenant"), pursuant to a lease dated May 21, 2002 (R2002-0829), as amended, leases space from County for the operation of Tina's Café, a restaurant located on the first floor of the County-owned Governmental Center Parking Garage; and

WHEREAS, Tenant has made application to the Board of County Commissioners of Palm Beach County requesting that Palm Beach County extend the rent relief currently being provided due to continuing adverse economic conditions; and

WHEREAS, Tenant is largely dependent on County-derived business and has seen a continued reduction in its business due to a reduction in the customer base; and

WHEREAS, Tina's Café provides a service to government employees and visitors to the surrounding government buildings by offering them convenient food service at a reasonable price and County wishes to retain Tenant's operations in the Governmental Center Parking Garage space; and

WHEREAS, Tenant has requested rent relief due to the current adverse economic conditions, and County has agreed to extend the rental reduction period through January 31, 2019; and

WHEREAS, the Board of County Commissioners of Palm Beach County hereby finds that Tenant provides a service to employees and visitors of the Governmental Center and Courthouse that County does not wish to lose, and extension of the rent reduction period is in the best interest of the County.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, that:

## Section 1. Recitals

The foregoing recitals are true and correct and incorporated herein by reference.

## Section 2. <u>Authorization to Adjust Rent</u>

The Board of County Commissioners of Palm Beach County shall amend its lease agreement dated May 21, 2002 (R2002-0829) with LJL Food Management, Inc., a Florida corporation, by entering into the Fifth Amendment to Governmental Center Lease Agreement attached hereto and incorporated herein by reference, in order to continue to lease the building space identified in the Lease, as amended, for the use identified above, at a reduced annual rent rate of Sixteen Thousand Six Hundred One Dollars (\$16,601.00) through January 31, 2019.

## Section 3. Conflict with Federal or State Law or County Charter

Any statutory or Charter provisions in conflict with this Resolution shall prevail.

# Section 4. Effective Date

The provisions of this Resolution	n shall be effective immediately	upon adoption hereof.
The foregoing Resolution was o	ffered by Commissioner	who moved its
adoption. The Motion was seconded by C	Commissioner	, and upon being put to
a vote, the vote was as follows:		
Commissioner Priscilla A Commissioner Paulette E Commissioner Hal R. Va Commissioner Shelley V Commissioner Steven L. Commissioner Mary Lou Commissioner Jess R. Sa	Burdick, Vice Mayor lleche ana Abrams Berger	
The Mayor thereupon declared th	e Resolution duly passed and ac	lopted this day of
	PALM BEACH COUNTY the State of Florida BOARD OF COUNTY COUNTY COUNTY COUNTY COUNTY COUNTY REPORTS AND ASSESSED TO THE SHARON R. BOCK CLERK & COMPTROLL	
	By:	erk
APPROVED AS TO FORM AND LEGAL SUFFICIENCY	APPROVED AS TO TER AND CONDITIONS	MS
By: Assistant County Attorney	By: Let An My Department Direct	Work

G:\PREM\PM\In Lease\Tina'sCafe\Amend5\Reso.001 hf app 6-13-2014.doc

# FIFTH AMENDMENT TO GOVERNMENTAL CENTER LEASE AGREEMENT

THIS FIFTH AMENDMENT TO GOVERNMENTAL CENTER LEASE AGREEMENT (the "Fifth Amendment") is made and entered into by and between Palm Beach County, a political subdivision of the State of Florida ("County"), and LJL Food Management, Inc., a Florida corporation ("Tenant"). County and Tenant are sometimes referred to herein collectively as the "parties".

#### WITNESSETH:

WHEREAS, County and Tenant entered into that certain Governmental Center Lease Agreement dated May 21, 2002 (R2002-0829) (the "Lease"), which Lease has been amended to extend the Term, increase the leased area, modify the rent provisions, allow outside seating, and modify certain other provisions; and

WHEREAS, Tenant has requested continued rent relief due to continuing adverse economic conditions; and

WHEREAS, the parties have agreed to extend the rental reduction period.

**NOW, THEREFORE**, in consideration of the sum of Ten Dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereby agree as follows:

- 1. The foregoing recitals are true and correct and incorporated herein by reference. Terms not defined herein shall have the same meaning ascribed to them in the Lease.
- 2. The rental reduction period that was scheduled to end effective April 30, 2014, shall be retroactively extended through January 31, 2019, and Annual Rent for the Premises shall continue to be Sixteen Thousand Six Hundred One Dollars (\$16,601.00), plus applicable sales tax, and shall not be subject to escalation during such extended rental reduction period.
- 3. Section 3.03, Adjustment To Annual Rent, is hereby deleted in its entirety.
- 4. Section 20.12, Non-Discrimination is hereby modified to include a prohibition against discrimination based on genetic information.
- 5. This Fifth Amendment is expressly contingent upon the approval of the Palm Beach County Board of County Commissioners and shall become effective only when signed by all parties and approved by the Palm Beach County Board of County Commissioners.
- 6. Except as modified by this Fifth Amendment and the prior amendments, the Lease remains unmodified and in full force and effect and the parties hereby ratify, confirm, and adopt the Lease, as amended, in accordance with the terms thereof.

**IN WITNESS WHEREOF**, the parties have duly executed this Fifth Amendment as of the day and year first written above.

ATTEST:	COUNTY:
SHARON R. BOCK CLERK & COMPTROLLER	PALM BEACH COUNTY, a political subdivision of the State of Florida
By: Deputy Clerk	By: Priscilla A.Taylor, Mayor
APPROVED AS TO FORM AND LEGAL SUFFICIENCY  Assistant County Attorney	APPROVED AS TO TERMS AND CONDITIONS  Audrey Wolf, Director Facilities Development & Operations
WITNESSES AS TO BOTH:	TENANT:  LJL FOOD MANAGEMENT, INC.,
Witness Signature  Print Witness Name	a Florida corporation  By: Statina Bikos, President
Witness Signature  Steven K. Schlamy Print Witness Name	By: Petro Bikos, Vice-President  (SEAL)

 $G:\label{lem:condition} G:\label{lem:condition} G:\label{lem:condition} In Lease\label{lem:condition} Lease\label{lem:condition} In Lease\label{lem:condit$ 

# **ATTACHMENT #4**

May 30, 2014

RE:

Past Due Rent for January – May 2014 between Palm Beach County and LJL Food Management Inc.

Dear Steve,

Thanks for meeting us on May 20, 2014. As mentioned in our meeting, we believe that the rent payment of \$1466.00 is more than fair and are not asking for a decrease at the next meeting. We are <u>very grateful</u> that the County has been very understanding on the late payments. The restaurant had to take out a loan to replace a water heater and a few other things that were immediately necessary. That loan takes approx. \$4,000 out of our account every month which has put us in a bind. The loan will be officially paid off in two weeks allowing us to get back on track with the past due rent payments. We are asking that the County allow us to pay two months worth of rent (along with the late fees) in June, July and August which would then have us current. As for the increase that is to be discussed we are in the location that we are in and advertisement is not an option and our business runs off of about 3 hours a day (Lunch). We are asking and think that it is fair to suggest a 2% increase in the rent starting next year 2015.

That being said once this loan is paid off we do not foresee in the arrangements that we have made that the rent will be late in the future. We have changed staffing and many billing items including food costs and utilities to assure that once this loan is paid off we will be on track.

Thanking you in advance

Sincerely,

Eleni Bikos Secretary/Treasurer

# **ATTACHMENT #5**

# **Fiscal Impact Rent Calculation Sheet**

(for the July 22, 2014, Tina's Café Fifth Amendment Board item)

Presuming Board approval of the Fifth Amendment, half rent would commence retroactively from May 1, 2014, and extend to the Lease expiration date on January 31, 2019. Sales tax is not included in the below figures.

# Revenue At Full Rent With 4% Rent Adjustments Each 9/1 Per Lease

#### FY2014:

- 5/1/2014 8/31/2014 = 4 months
- Full rent is \$33,202.00 per year  $\div 12 = $2,766.83$  per month
- $$2,766.83 \times 4 \text{ months} = $11,067.32$
- Effective 9/1/2014, rent is increased by 4%.
- \$33,202.00 + 4% = \$34,530.08 per year  $\div 12 = $2,877.51$  per month
- September 2013 = \$2,877.51

### $FY2014\ TOTAL = \$11,067.32 + \$2,877.51 = \$13,944.83$

### FY2015:

- -10/1/2014 8/30/2014 = 11 months
- Full rent is \$34,530.08 per year  $\div 12 = \$2,877.51$  per month
- $$2,877.51 \times 11 \text{ months} = $31,652.61$
- Effective 9/1/2015, rent is increased by 4%.
- $$34,530.08 + 4\% = $35,911.28 \text{ per year} \div 12 = $2,992.61 \text{ per month}$
- September 2015 = \$2,992.61

### $FY2015\ TOTAL = \$31,652.61 + \$2,992.61 = \$34,645.22$

#### **FY2016:**

- 10/1/2015 8/30/2016 = 11 months
- Full rent is \$35,911.28 per year  $\div$  12 = \$2,992.61 per month
- $$2,992.61 \times 11 \text{ months} = $32,918.71$
- Effective 9/1/2016, rent is increased by 4%.
- \$35,911.28 + 4% = \$37,347.73 per year  $\div 12 = \$3,112.31$  per month
- September 2016 = \$3,112.31

# $FY2016\ TOTAL = \$32,918.71 + \$3,112.31 = \underline{\$36,031.02}$

#### FY2017:

- 10/1/2016 8/30/2017 = 11 months
- Full rent is \$37,347.73 per year  $\div$  12 = \$3,112.31 per month
- $\$3,112.31 \times 11 \text{ months} = \$34,235.41$
- Effective 9/1/2017, rent is increased by 4%.
- \$37,347.73 + 4% = \$38,841.64 per year  $\div 12 = \$3,236.80$  per month
- September 2017 = \$3,236.80

# $FY2017\ TOTAL = \$34,235.41 + \$3,236.80 = \underline{\$37,472.21}$

# FY2018:

- 10/1/2017 8/30/2018 = 11 months
- Full rent is \$38,841.64 per year  $\div 12 = $3,236.80$  per month
- \$3,236.80 x 11 months = \$35,604.80
- Effective 9/1/2018, rent is increased by 4%.
- \$38,841.64 + 4% = \$40,395.31 per year  $\div 12 = $3,366.28$  per month
- September 2018 = \$3,366.28

## $FY2018\ TOTAL = \$35,604.80 + \$3,366.28 = \underline{\$38,971.08}$

## FY2019:

- 10/1/2018 1/31/2019 = 4 months
- Full rent is \$40,395.31 per year  $\div$  12 = \$3,366.28 per month
- $\$3,366.28 \times 4 \text{ months} = \$13,465.12$

# $FY2019\ TOTAL = $13,465.12$

# Revenue At Half Rent Until Lease Expires on 1/31/2019

#### **FY2014:**

- Half rent is \$16,601.00 per year  $\div$  12 = \$1,383.42 per month
- 5/1/2014 9/30/2014 = 5 months
- $$1,383.42 \times 5 \text{ months} = $6,917.10$

 $FY2014\ TOTAL = \$6,917.10$ 

#### **FY2015:**

- Half rent is \$16,601.00 per year

 $FY2015\ TOTAL = $16,601.00$ 

#### **FY2016:**

- Half rent is \$16,601.00 per year

 $FY2016\ TOTAL = $16,601.00$ 

#### FY2017:

- Half rent is \$16,601.00 per year

 $FY2017\ TOTAL = \$16,601.00$ 

#### FY2018:

- Half rent is \$16,601.00 per year

 $FY2018\ TOTAL = $16,601.00$ 

#### FY2019:

- Half rent is \$16,601.00 per year  $\div$  12 = \$1,383.42 per month
- 10/1/2018 1/31/2019 = 4 months
- $$1,383.42 \times 4 \text{ months} = $5,533.68$

 $FY2019\ TOTAL = \$5,533.68$ 

# **Difference Of Above Figures Is The Fiscal Impact**

TOTAL: \$95,674.70 LOSS OF REVENUE

178,900 50,000



# CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY)

06/17/2014

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

CONTACT Eleni

PRO	DUCE	≣R .				CONTA	Cieiii	•			
	First Florida Insurance, LLC 825 Parkway Plaza			PHONE (A/C, No, Ext): 561-615-1013 FAX (A/C, No):							
Sui	te 31	1			1	E-MAIL					
Jup	iter,	FL 33477				ADDRESS: PRODUCER CUSTOMER ID #: TINAS-1					
l									RDING COVERAGE		NAIC#
INS	JRED	Tina's Cafe				INSURER A : Lloyds of London					
		LJL Food Mgmt, Inc. d/b	/a			INSURER B : Bass Underwriters					
		215 N Olive Avenue				INSURER C:					
		West Palm Beach, FL 33	401			INSURER D:					
						INSURER E:					
ĺ						INSURER F:					
					E NUMBER:				REVISION NUMBER		
T	HIS I	S TO CERTIFY THAT THE POLICIES	s OF	INSU	RANCE LISTED BELOW HAV	/E BEE	N ISSUED TO	THE INSURI	ED NAMED ABOVE FOR	THE PO	DLICY PERIOD
1	IDIC/	ATED. NOTWITHSTANDING ANY RIFICATE MAY BE ISSUED OR MAY	EQUII	REME Fain	INT, TERM OR CONDITION	OF AN FD BY	Y CONTRACT	OR OTHER	DOCUMENT WITH RESI D HEREIN IS SUBJECT	TO ALL	THE TERMS.
Ĕ	XCL	JSIONS AND CONDITIONS OF SUCH	POLI	CIES.	. LIMITS SHOWN MAY HAVE	BEEN	REDUCED BY	PAID CLAIMS	,		
INSR		TYPE OF INSURANCE	ADDI	SUBF	POLICY NUMBER		POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LI	MITS	
		NERAL LIABILITY							EACH OCCURRENCE	\$	1,000,000
Α	Х	COMMERCIAL GENERAL LIABILITY	X		PAGL000346		11/11/2013	11/11/2014	DAMAGE TO RENTED PREMISES (Ea occurrence)	\$	100,000
		CLAIMS-MADE X OCCUR							MED EXP (Any one person)	\$	5,000
		And the second s							PERSONAL & ADV INJURY	\$	1,000,000
									GENERAL AGGREGATE	\$	2,000,000
1	GEN	N'L AGGREGATE LIMIT APPLIES PER:							PRODUCTS - COMP/OP AG	G \$	1,000,000
		POLICY PRO- JECT LOC								s	Name and the desire of the second
	AUT	OMOBILE LIABILITY							COMBINED SINGLE LIMIT (Ea accident)	\$	
		ANY AUTO							BODILY INJURY (Per person	1) \$	
	-	ALL OWNED AUTOS							BODILY INJURY (Per accide	nt) \$	
		SCHEDULED AUTOS HIRED AUTOS	İ						PROPERTY DAMAGE (PER ACCIDENT)	\$	
		NON-OWNED AUTOS								\$	
			<u> </u>							\$	
		UMBRELLA LIAB OCCUR							EACH OCCURRENCE	\$	
		EXCESS LIAB CLAIMS-MADE							AGGREGATE	\$	
		DEDUCTIBLE							Have	\$	
		RETENTION \$	<u> </u>							\$	
		RKERS COMPENSATION DEMPLOYERS' LIABILITY							WC STATU- OT TORY LIMITS EI	H- R	
		PROPRIETOR/PARTNER/EXECUTIVE ICER/MEMBER EXCLUDED?	N/A						E.L. EACH ACCIDENT	\$	
	(Mar	ndatory in NH)	''''						E.L. DISEASE - EA EMPLOY	EE \$	
	DÉS	s, describe under CRIPTION OF OPERATIONS below							E.L. DISEASE - POLICY LIMI	T   \$	
В	Proj	perty Section			BOFTL5378		11/11/2013	11/11/2014	Imp & Bet		178,900

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, if more space is required)
Additional Insured: Palm Beach County Board of County Commissioners.

Glass Coverage (X-Wind) \$3,000 limit, \$1,000 deductible

CERTIFICATE HOLDER		CANCELLATION
Palm Beach County, Board of County Commissioners Property & Real Estate Mgt Div 2633 Vista Parkway West Palm Beach, FL 33411	PBC PRO	SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.  AUTHORIZED REPRESENTIVE

© 1988-2009 ACORD CORPORATION. All rights reserved.

Contents

ACORD 25 (2009/09)

The ACORD name and logo are registered marks of ACORD

# STATEMENT OF EXEMPTION FROM WORKER'S COMPENSATION REQUIREMENT

TO: Palm Beach County Board of County Commissioners Property and Real Estate Management

Attn: Director

2633 Vista Parkway

West Palm Beach, FL 33411

### This will affirm that:

- 1. We are not engaged in the "construction industry" as defined in FL Chapter 440 and do not employ more than three persons (including Corporate Officers, if any).
- 2. We do not carry Florida Workers Compensation insurance.
- 3. Any persons that we may engage to work will have legal status as independent contractors, and not employees.
- 4. All such independent contractors have been advised that they are not covered for Workers Compensation insurance, and would be responsible for carrying their own such coverage if they desire.
- 5. If we should fall under Florida's requirement for carrying Workers Compensation insurance, we shall immediately obtain such coverage and provide evidence of it to you.

Accordingly, we hereby apply for exemption from Palm Beach County's requirement for carrying Workers Compensation insurance.

Tetron Fixoss
(Please Print Name)

Signature Title

Tinas Cafe
Company Name

215 N. Dive Avenue W. P.B FC 3340/
Company Street Address/City/State/Zip Code

C:\Documents and Settings\schlamp\Local Settings\Temporary Internet Files\Content,Outlook\JTRT2X3J\Workers Comp Waiver.doc