

**LEASE AND OPERATING AGREEMENT BETWEEN  
THE CITY OF LAS VEGAS AND ACELERO LEARNING CLARK COUNTY**

THIS LEASE AND OPERATING AGREEMENT (this "Lease") is entered into as of \_\_\_\_\_, 2024 (the "Effective Date"), by and between the CITY OF LAS VEGAS, a Nevada municipal corporation ("City" or "Landlord"), and ACELERO LEARNING CLARK COUNTY, a Nevada for profit corporation ("Acelero" or "Tenant"). Landlord and Tenant are sometimes collectively referred to herein as the "Parties."

**RECITALS**

WHEREAS, Landlord is the owner in fee of that certain improved real property, Assessor's Parcel Number 139-33-304-018 (the "Real Property") and recently renovated building improvements of approximately ten thousand five hundred (10,500) square feet (the "Building Improvements") and outdoor playground and learning garden area (collectively, the "Outdoor Recreation Area") commonly referred to as the former Alta Daycare facility, located a 1617 Alta Drive, Las Vegas, Clark County, Nevada (collectively, the Real Property, Building Improvements, and "Outdoor Recreation Area" are referred to herein as the "Alta Premises") as depicted on Exhibit "A;"

WHEREAS, Tenant is a Head Start provider that provides services to foster the education and socialization of children in the Las Vegas Valley (the "Acelero Program Services");

WHEREAS, Landlord issued a Request for Proposal No. 170159-JL for the lease of the Alta Premises and operation of education programs;

WHEREAS, Tenant was selected by Landlord to lease the Alta Premises and for the operation of a Head Start early education facility;

WHEREAS Landlord and Tenant entered into a lease on August 14, 2017, that was amended on August 3, 2022;

WHEREAS the Tenant did not exercise its option to extend the lease, and the lease has expired; and

WHEREAS the lease is now on a month to month basis; and

WHEREAS, the Parties mutually desire to enter into this new Lease and for Tenant to continue to operate the Acelero Program Services;

WHEREAS, the Parties acknowledge that terms and provisions of the month-to-month tenancy are terminated as of the Commencement Date of this Lease and this Lease controls the relationship of the Parties from the Commencement Date forward;

WHEREAS, pursuant to NRS 268.063, the Las Vegas City Council may lease property of the City to a tenant that is for the purposes of economic development without first offering the real property to the public and for less than fair market value so long as the City Council adopts a resolution finding that is in the best interest of the public.

NOW, THEREFORE, in consideration of the terms, covenants, conditions, and provisions hereinafter set forth and other good and valuable consideration, it is hereby mutually agreed by and between Landlord and Tenant that the foregoing recitals are true and correct, and further agreed as follows:

...

## **AGREEMENT**

### **SECTION 1-DEFINITIONS**

1.1. Definitions. Unless otherwise defined herein, the following terms shall have the following definitions:

“Activity and Use Limitations” means legal or physical restrictions or limitations, on the use of, or access to, a site or facility, such as institutional or engineering controls and Hazardous Substances monitoring in soil and groundwater, that are intended to reduce or eliminate potential exposure to Hazardous Substances present in the soil or groundwater on or within the Premises in order to ensure maintenance of a condition for the Alta Premises of no significant risk to public health or the environment.

“Additional Rent” shall have the meaning set forth in Section 3.2.

“Applicable Environmental Guidance” means all Applicable Laws, Activity and Use Limitations, and Environmental Laws. To the extent Applicable Environmental Guidance is in conflict as to any matter affecting human health or the environment, the Applicable Environmental Guidance that is most protective of human health and the environment shall be the Applicable Environmental Guidance for purposes of this Lease.

“City” shall mean the City of Las Vegas, Nevada.

“Commencement Date” shall have the meaning set forth in Section 2.2.

“Environmental Condition” means (a) a Release or threat of a Release of any Hazardous Substances affecting the Alta Premises for which investigation, response, evaluation, treatment, removal, remediation, monitoring, abatement or any type of corrective action is required under any Environmental Laws, (b) any condition or activity at the Alta Premises that is not in compliance with any Environmental Laws, and (c) any condition or activity at the Alta Premises which results in or forms the basis for a claim by any Governmental Authority or citizen or citizen group for compliance, injunctive relief, damages (including, without limitation, natural resources or toxic tort damages), penalties, or removal, response, remedial or other action pursuant to any Environmental Laws and/or a third party seeking damages and/or injunctive relief related to actual or alleged personal injury, medical monitoring, wrongful death and/or property damage.

“Environmental Laws” means any past, present or future federal, state or local law, statute, rule, regulation, code, ordinance, order, decree, judgment, injunction, notice, policy, or binding agreement, and all amendments thereto, issued, promulgated, or entered into by any Governmental Authority, relating in any way to the environment, the preservation, degradation, loss, damage, restoration or reclamation of natural resources, waste management, health, industrial hygiene, safety matters, Environmental Condition or Hazardous Substances.

“Governmental Authority” or “Governmental Authorities” means the United States of America, the State of Nevada, the City of Las Vegas, Clark County, and any agency, department, commission, board, bureau, instrumentality or political subdivision (including any county or district) of any of the foregoing, now existing or hereafter created, having jurisdiction over the Alta Premises (or any portion thereof).

“Hazardous Substances” means any product, byproduct, compound, substance, chemical, material or waste, including, without limitation, asbestos, solvents, degreasers, heavy metals, refrigerants, nitrates, urea formaldehyde, polychlorinated biphenyls, dioxins, petroleum and petroleum products, fuel additives, and any other material, whose presence, characteristics, nature, quantity, intensity, existence, use, manufacture, possession, handling, disposal, transportation, spill, Release, threatened Release, treatment, storage,

production, discharge, emission, remediation, cleanup, abatement, removal, migration, or effect, either by itself or in combination with other materials is or is allegedly: (a) injurious, dangerous, toxic, hazardous to human or animal health, aquatic or biota life, safety or welfare or any other portion of the environment; (b) regulated, defined, listed, prohibited, controlled, studied or monitored in any manner by any Governmental Authority or Environmental Laws; or (c) a basis for liability to any Governmental Authority or third party under any regulatory, statutory or common law theory.

“Lease Term” shall have the meaning set forth in Section 2.2, Primary Term.

“Minor Alterations” means (a) all nonstructural Alterations other than any single nonstructural Alteration which costs in excess of Ten Thousand Dollars (\$10,000), which amount shall be increased by the applicable CPI-U Percentage on the Adjustment Date. The placement, creation or construction of permanent art or artwork is not considered an Alteration, Minor, or otherwise. Please see Subparagraph 2.1(B) regarding art and artwork.

“NRS” means the Nevada Revised Statutes as in effect from time to time.

“Option Term” shall have the meaning set forth in Section 2.3.

“Primary Term” shall have the meaning set forth in Section 2.2.

“Release” means any spilling, leaking, pumping, pouring, emitting, emptying, discharging, injecting, escaping, leaching, dumping or disposing of any Hazardous Substances into the environment, including the abandonment, discarding, burying or disposal of barrels, tanks, containers and other receptacles containing any Hazardous Substances but does not mean any subsurface passive migration or leaching of any Hazardous Substances existing on the Alta Premises as of the Commencement Date.

“Tenant Event of Default” and “Tenant Events of Default” shall have the meanings set forth in Section 17.1.A.

“Tenant Indemnified Party” and “Tenant Indemnified Parties” shall have the meaning set forth in Section 13.2.

## **SECTION 2-DEMISE OF ALTA PREMISES AND TERM**

2.1. DEMISE. Landlord hereby leases to Tenant, and Tenant hereby leases from Landlord, the Alta Premises, to have and to hold the Alta Premises during the Lease Term and subject to the terms and conditions herein contained.

A. PARKING AREAS. It is understood and agreed that the Tenant shall have the right to use the common area parking lot and walkways on the Real Property at no additional charge.

B. INSTALLATION OF PERMANENT ARTWORK PROHIBITED. Tenant shall not place or cause to be placed, created or constructed any permanent art or artwork, including, but not limited to murals, sculptures, paintings or other permanent artwork of any kind anywhere upon, on or around the Alta Premises, without the express permission of the Landlord pursuant to a future amendment of this Lease. This subparagraph does not preclude the Tenant from providing for temporary and/or non-permanent art or artwork to be placed inside and around the Building Improvements such that Tenant’s removal of such temporary and/or non-permanent upon surrender of the Alta Premises will not implicate the Visual Artists Rights Act of 1990 and subject the Landlord to potential liability.

2.2. PRIMARY TERM. Unless earlier terminated in accordance with the terms in this Lease, the Parties agree that the Commencement Date of the Primary Term began on August 1, 2023 and continues through July 31, 2025.

2.3. OPTION TERM. At all times during which this Lease is in force and effect, and if Tenant is not in default of this Lease, Tenant may request to extend this Lease for two (2) additional terms of one (1) year each (each, an "Option Term") by giving a written request addressed to the attention of the City's Real Estate Manager at least one hundred eighty (180) days prior to the expiration of the Primary Term or Option Term and upon receiving such request, Landlord shall provide written notification of approval or denial of the Option Term within ninety (90) days of receipt of the request. Landlord's approval of the Option Term shall not be unreasonably withheld, delayed, or conditioned.

Any reference to "Lease Term" in this Lease shall include the Primary Term and any Option Term.

2.4. HOLDING OVER. Should Tenant hold possession of the Alta Premises after the expiration of any Lease Term, such holding over shall create a tenancy from month to month only, upon the same terms and conditions set forth herein, with the exception of Rent. If the Tenant holds-over, Rent will increase fifty percent (50%), the effect being that the Rent will be one and a half times the rent immediately paid prior to the hold-over period, with such increased amount to be applied for the first month of the hold-over tenancy and thereafter. Any such hold-over shall not last more than six months, and at the expiration of six months after the original expiration of this Lease, the Tenant must immediately surrender the Real Property to the Landlord in the same manner as provided by paragraph 4.2, below.

2.5. OWNERSHIP.

A. The Parties agree that the Real Property and Building Improvements are owned by Landlord, and Tenant has no right, title, or interest in the Real Property and the Building Improvements other than the leasehold interest in the same created by this Lease.

**SECTION 3-RENT; BASE ADDITIONAL RENT; ADDITIONAL RENT**

3.1. RENT. Tenant shall pay to Landlord monthly rent for the Alta Premises in the amount of Five Thousand Twenty Six and 00/100 Dollars (\$5,026.00), payable on the Commencement Date and monthly thereafter on the first (1<sup>st</sup>) day of each month (the "Rent"). Tenant hereby covenants and agrees to pay Rent to Landlord as provided herein, without prior demand, deduction, or set-off whatsoever, in lawful money of the United States of America at such place or places as may from time to time be designated in writing by Landlord. In the event the Commencement Date of this Lease is not the first day of a calendar month, the rent shall be prorated on a per diem basis for the calendar month in which the Lease Term begins. For convenience, Tenant may pre-pay rent for any Lease Term.

3.2. ANNUAL ADJUSTMENT. On the first anniversary date of the Commencement Date, and on each anniversary thereafter (each an "Anniversary Date"), the Rent shall be adjusted in one of the following manners:

A. If, prior to the Anniversary Date, Landlord receives notification from Tenant that the Office of Head Start has issued an amendment to Tenant's Head Start Notice of Award memorializing a federal Cost of Living Adjustment ("COLA") ("COLA Issuance") within thirty (30) days of said COLA Issuance, and the COLA is less than three percent (3%), then on the Anniversary Date, the Rent will increase by the COLA.

B. If, as of the Anniversary Date, Landlord receives no notification of a COLA Issuance, or the COLA awarded to Tenant is equal to or greater than three percent (3%), then the Rent shall increase by three percent (3%) on the Anniversary Date, subject to subsection (C) below.



C. If, after the Anniversary Date, Landlord receives notification from Tenant:

(i) WITHIN thirty (30) days following the COLA Issuance, and said award is less than three percent (3%), then, as of the notification date, the Rent shall equal the Rent prior to the Anniversary Date as increased by the COLA and Landlord will retroactively credit to Tenant the difference between (a) any Rent paid during the period between the last Anniversary Date and the notification date, and (b) the amount of Rent increased by the issued COLA for the period between the last Anniversary Date and the notification date; or.

(ii) AFTER thirty (30) days following the COLA Issuance, and said award is less than three percent (3%), then such notice shall be deemed effective on the 15<sup>th</sup> day following the notification date, and the Rent will then be adjusted to equal the Rent prior to the Anniversary Date as increased by the issued COLA, and this new Rent will be effective on the first of the following month. By way of example, if Landlord is notified on October 31<sup>st</sup> of the COLA Issuance, the notice would be deemed effective on November 15<sup>th</sup>, and the Rent would be adjusted as of December 1<sup>st</sup> to equal the Rent prior to the Anniversary date as increased by the issued COLA.

3.3. ADDITIONAL RENT. Tenant hereby acknowledges that late payment by Tenant to Landlord of Rent will cause Landlord to incur costs and administrative complications not contemplated hereunder, the exact amount and scope of which is presently anticipated to be extremely difficult to ascertain. Accordingly, if any monthly installment of Rent shall not be paid by the fifth (5<sup>th</sup>) day of any month, Tenant will pay Landlord on demand a late charge equal to Fifty and 00/100 Dollars (\$50.00) per day until the Rent is paid in full. The Parties agree that this late charge shall be considered Additional Rent that represents a fair and reasonable estimate of the costs and expenses (including economic losses) that Landlord will incur by reason of late payment by Tenant. Any payment made by Tenant to Landlord will be allocated first to any outstanding Additional Rent and any remaining amount will be allocated to the monthly Rent charge.

3.4. KEY FEE. In addition to the Rent, Tenant shall pay to Landlord a non-refundable key fee of Twenty-Five and 00/100 Dollars (\$25.00) per key. If Tenant requests a lock core change for any interior or exterior doors to the Alta Premises, the fee paid by Tenant to Landlord shall be Thirty and 00/100 Dollars (\$30.00) per lock core.

3.5. SECURITY DEPOSIT. None

#### **SECTION 4-DELIVERY/ACCEPTANCE; TERMINATION AND SURRENDER**

4.1. DELIVERY/ACCEPTANCE OF THE PROPERTY. Tenant acknowledges and agrees that it is leasing the Alta Premises based solely upon Tenant's inspection and investigation of the Property and all documents related thereto, or its opportunity to do so, and except for Landlord's covenants, representations, and warranties otherwise expressly set forth in this Lease, Tenant is leasing the Alta Premises in an "AS IS, WHERE IS" condition, without relying upon any representations or warranties, express, implied or statutory, of any kind. Without limiting the above, Tenant acknowledges that, except as otherwise expressly set forth in this Lease, neither Landlord, nor any other party has made any representations or warranties, express or implied, on which Tenant is relying as to any matters, directly or indirectly, concerning the Alta Premises including, but not limited to, the Building Improvements and infrastructure, if any, development rights, expenses associated with the Alta Premises, taxes, assessments, bonds, utilities, soil, subsoil, drainage, environmental or building laws, rules or regulations, or Hazardous Materials, or any other matters affecting or relating to the Property.

Notwithstanding the above, Landlord warrants and represents that use of the Alta Premises as set forth in

Section 6.1 below is a permitted use, and the Alta Premises may be licensed for such use.

4.2. SURRENDER OF PROPERTY. Upon the expiration or earlier termination of this Lease, Tenant shall, at its sole cost and expense, remove all personal property and trade fixtures which Tenant has installed or placed in or on the Alta Premises (all of which are hereinafter collectively referred to as "Tenant's Property"), from the Alta Premises and repair all damage thereto resulting from such removal and Tenant shall thereupon surrender the Alta Premises to the Landlord. Tenant shall also provide to Landlord such customary instruments reasonably requested by Landlord in connection with the surrender of the Alta Premises. In the event Tenant shall fail to remove any of Tenant's Property, Landlord shall retain such Tenant's Property without any payment or offset therefore. If upon surrender of the Alta Premises to the Landlord, Tenant's Property remains upon the Alta Premises, the Landlord may cause the removal and disposal of Tenant's Property from the Alta Premises and may deduct the reasonable cost for removal and disposal of Tenant's Property from the Security Deposit. If the Security Deposit does not allow full recovery of the cost or removal and disposal, the Tenant agrees to pay the remainder of the costs within fourteen (14) calendar days of the receipt of an invoice for such costs from the Landlord. If the Tenant fails to pay such invoice, the City can pursue all legal remedies for recovery of such costs.

4.3 INSPECTION UPON SURRENDER. Prior to surrender of the Alta Premises, the Tenant shall schedule with Landlord an inspection of the Alta Premises. With the exception of normal wear and tear, the City will indicate what damage must be repaired by the Tenant prior to surrender of the Alta Premises to the Landlord. If the Tenant surrenders the Alta Premises to the Landlord without making the repairs as indicated during the inspection, the Landlord may cause the repair of the Alta Premises and may deduct the reasonable cost for repair from the Security Deposit. If the Security Deposit does not allow full recovery of the cost of repair, the Tenant agrees to pay the remainder of the repair costs within fourteen (14) calendar days of the receipt of an invoice for such costs from the Landlord. If the Tenant fails to pay such invoice, the City can pursue all legal remedies for recovery of such repair costs.

## **SECTION 5 UTILITIES, MAINTENANCE AND REPAIRS**

5.1 GENERALLY. The Landlord and Tenant have agreed upon which party shall be responsible for maintenance items, repairs, damage, destruction or other casualty events. Based upon the language provided below, the Tenant will only be responsible for routine maintenance and routine repairs with a cost of less than Five Thousand and 00/100 Dollars (\$5,000.00), and the Landlord will be responsible for maintenance items, repairs, damage, destruction or other casualty events with a cost that exceeds Five Thousand and 00/100 Dollars (\$5,000.00). Lastly, the Tenant will be specifically responsible *regardless of the cost*, for those items listed at Sub-Paragraph 5.5.2, below, as well as any property damage or vandalism that occurs upon the Alta Premises.

Landlord does not warrant that the services provided to the Alta Premises will be free from any irregularity or stoppage. Landlord shall use due diligence to correct the same, but no such condition or event will create any liability for Landlord, or constitute an eviction, actual or constructive, of Tenant, or cause any abatement of the Rent payable under this Lease or relieve Tenant from any of its obligations under this Lease. In the event any maintenance contemplated herein is required by reason of grossly negligent or willful misconduct of Tenant or its employees, agents, or invitees or of any other person using the Alta Premises with Tenant's express or implied consent, Landlord may make such repair and invoice the Tenant for same, which invoice shall be paid within a reasonable time as agreed upon by the Parties.

5.2. LANDLORD UTILITIES. Landlord shall not pay for any utilities provided to the Alta Premises.

5.3. TENANT UTILITIES. Tenant shall procure and pay reoccurring costs for the following utilities for the Alta Premises:

- A. electricity, natural gas, water, sanitary sewer, and trash removal; and
- B. telephone, internet, and other telecommunication services required by Tenant.

5.4. LANDLORD MAINTENANCE AND REPAIRS. Except as indicated by Subparagraphs 5.4(D), and 5.6, Landlord shall repair or maintain the Alta Premises, including the following:

- A. Electrical, mechanical, plumbing, heating, air conditioning and ventilation ("HVAC") systems where the estimated repair (including replacement) is more than Five Thousand and 00/100 Dollars (\$5,000.00);
- B. Building Improvement shell maintenance (e.g. foundations, roof, interior structural walls and exterior walls); and
- C. Life-safety systems (e.g. fire alarm, fire suppression system, and fire extinguishers) maintenance, inspections, and testing costs.

If Landlord fails to maintain or repair the Alta Premises as required by this Lease and such failure continues for thirty (30) days after written notice thereof from Tenant to Landlord (provided, however, that if the failure complained of in such notice is of such a nature that the same can be rectified or cured, but cannot with reasonable diligence be done within said thirty (30) day period, then such failure shall be deemed to be rectified or cured if Landlord shall, within said thirty (30) day period, commence to rectify and cure the same and shall thereafter complete such rectification and cure with all due diligence but in no event later than sixty (60) days after such written notice, then Tenant may, without declaring Landlord in default of this Lease and upon ten (10) days prior notice to Landlord, (except that no notice shall be required in the case of an emergency), perform such maintenance or repair on behalf of Landlord. In such case, Landlord shall reimburse Tenant for all costs incurred in performing such maintenance or repair, including twenty percent (20%) of such costs for Tenant's supervision, promptly upon demand.

- D. Landlord responsible for routine repairs and routine maintenance only over Five Thousand Dollars (\$5,000).

5.5. TENANT MAINTENANCE AND REPAIRS. Tenant shall maintain the Alta Premises, and every part thereof, in a clean, neat, and orderly condition, free of objectionable noise, odors, or nuisances and will in all respects and at all times fully comply with health, safety, and police regulations, including all laws, regulations, statutes, or codes concerning the use, storage, or maintenance of Hazardous Materials on the Alta Premises. Tenant shall further not suffer or permit any person to commit any waste on the Alta Premises.

5.5.1 Notwithstanding any provision to the contrary herein, Tenant, and not Landlord, shall be solely responsible for the following:

- A. electrical, mechanical, plumbing, heating, air conditioning and ventilation ("HVAC") systems where the estimated repair is below Five Thousand and 00/100 Dollars (\$5,000.00); and
- B. janitorial services; and
- C. pest control; and
- D. exterior and interior doors, windows, and plate glass; and
- E. Building Improvements intrusion alarm monthly monitoring charges and maintenance; and
- F. repairs to the plumbing fixtures (e.g. hot water heater, faucets, toilets, and drinking water

fountains and systems, including filters) and electrical fixtures (light bulbs, light fixtures, light switches, receptacles, and emergency lighting bulbs and batteries) in the Alta Premises; and

- G. all kitchen and laundry appliances; and
- H. HVAC system filters in the Alta Premises; and
- I. parking lot and walkway maintenance; and
- J. landscaping, hardscaping, irrigation, and recreation equipment (including required inspections).

If Tenant fails to maintain or repair the Alta Premises as required by this Lease and such failure continues for thirty (30) days after written notice thereof from Landlord to Tenant (provided, however, that if the failure complained of in such notice is of such a nature that the same can be rectified or cured, but cannot with reasonable diligence be done within said thirty (30) day period, then such failure shall be deemed to be rectified or cured if Tenant shall, within said thirty (30) day period, commence to rectify and cure the same and shall thereafter complete such rectification and cure with all due diligence but in no event later than sixty (60) days after such written notice), then Landlord may, without declaring Tenant in default of this Lease and upon ten (10) days prior notice to Tenant, (except that no notice shall be required in the case of an emergency), enter the Alta Premises and perform such maintenance or repair on behalf of Tenant. In such case, Tenant shall reimburse Landlord for all costs incurred in performing such maintenance or repair, including twenty percent (20%) of such costs for Landlord's supervision, promptly upon demand.

5.6. Destruction of Property/Vandalism by Third Parties. Notwithstanding any provision to the contrary, Landlord EXPRESSLY DISCLAIMS responsibility for any third-party actions that damage or destroy anything on the exterior of the Building Improvements or the Real Property. Pursuant to Subparagraph 5.5, Tenant shall pay for any destruction of property or vandalism upon, in or around the Alta Premises by third parties, and Tenant is expressly prohibited from abating Rent for such costs to remedy such destruction of property or vandalism.

## **SECTION 6-USE OF ALTA PREMISES**

6.1. PURPOSE; COMPLY WITH LAW. Tenant may use and occupy the Alta Premises solely for the purpose of operating a Head Start Center preschool education and day care facility and for no other use whatsoever except as permitted under the terms this Lease. Tenant shall, at all times during the Lease Term, comply with all federal, state and local governmental rules, policies, permits, authorizations, regulations, ordinances, codes, statutes, and laws, now or hereafter in effect pertaining to the Alta Premises or the use thereof (collectively, the "Applicable Laws"). In addition, Tenant shall comply with the education requirements as detailed in Exhibit "B."

6.2. USE RESTRICTIONS. Tenant shall use the Alta Premises only to conduct activities that are substantially related to Acelero Program Services constituting the basis for the Landlord entering into this Lease under NRS 268.063. Tenant shall not:

- A. Use or permit the Alta Premises to be used for any purpose in violation of any statute, ordinance, rule, order, or regulation of any Governmental Authority regulating the use or occupancy of the Alta Premises.
- B. Cause or permit any waste in or on the Alta Premises.
- C. Use or permit the use of the Alta Premises in any manner that will tend to create a nuisance

or tend to adversely affect or injure the reputation of Landlord or Tenant.

D. Allow any activity to be conducted on the Alta Premises or store any material on the Alta Premises, which will increase premiums for or violate the terms of any insurance policy(s) maintained by Landlord.

E. Store any explosive, radioactive, dangerous, hazardous or toxic materials in or about the Alta Premises.

F. Use or allow the Alta Premises to be used for sleeping quarters, dwelling rooms, or for any similar unlawful purpose.

G. Build any fences, walls, barricades or other obstructions; or install any radio, television, antennae, loud speakers, sound amplifiers, or similar devices on the roof, exterior walls or in the windows of the Alta Premises.

H. Construct or permit any use of the Alta Premises for any commercial purpose, excepting those commercial purposes operated by Tenant or its agents and that directly support Tenant's operations or as otherwise provided for in this Lease.

6.3. TENANT'S COVENANT TO OPERATE ALTA PREMISES. Tenant covenants the Alta Premises will be continually operated in a manner consistent with Tenant's Head Start preschool education and day care program. Additional permitted uses include administrative offices, classrooms, storage, and other such incidental uses related to said operations. If Tenant's use of the Alta Premises for anything other than operations as a Head Start preschool education and day care program and related activities, Tenant shall have thirty (30) days to remove such use from the Alta Premises upon notice from Landlord. If the use is not removed with thirty (30) days after notice from Landlord, this Lease shall terminate and Tenant will surrender the Alta Premises to Landlord pursuant to the terms of this Lease. Tenant acknowledges that Landlord used Redevelopment Agency education set-aside funding pursuant to NRS 279 to make the improvements to the Alta Premises and is subject to NRS 279 restrictions thereunder. Additional uses not contemplated herein are subject to the review and approval by the City Manager, which shall not be unreasonably conditioned, delayed, or withheld.

6.4. TENANT'S STATUS REPORTS. After approval of this Lease by the City Council, Tenant shall annually submit to Landlord, Tenant's plan for use of the Alta Premises for the following year (the "Annual Plan"), including without limitation, scheduled activities, events, and improvements planned for the Alta Premises, other Tenant uses of the Alta Premises and employment goals and objectives to hire local residents who live in the City of Las Vegas boundaries and economically disadvantaged residents, members of racial minorities, woman, disabled persons and veterans. Tenant's failure to substantially comply with the Annual Plan shall constitute a Tenant Event of Default.

6.5. SPECIAL EVENTS; BENEFITS; FUND RAISERS. Tenant may permit special events, benefits, and fundraisers on the Alta Premises and may charge a rental fee for such events, during which the Alta Premises may be used by persons other than Tenant. Tenant is responsible for obtaining all applicable permits, licenses, and insurance certificates that may be required for a special event, benefit, or fund raiser.

6.6. NAMING RIGHTS. Tenant shall retain the building name "City of Las Vegas Strong Start Academy" and may add "operated by Acelero Learning Center" or "Home to the Acelero Learning Center."

6.7. SIGNAGE. Tenant shall be permitted to display one or more signs indicating that an Acelero Head Start program is housed at the Alta Premises, as approved by the City Manager or designee. Any new signage installed by Tenant shall be professionally fabricated and in accordance with the City's Municipal Code, design guidelines, and brand standards at the sole cost of Tenant.



#### 6.8. ENVIRONMENTAL CONDITIONS.

A. NO HAZARDOUS SUBSTANCES. Tenant shall not have any liability whatsoever under this Lease to Landlord for any Hazardous Substances generated, stored, manufactured, produced, released, spilled, present, located, discharged or disposed of on, under, beneath, or within the soil, subsurface, surface water, or ground water of the Alta Premises prior to or as of the Commencement Date. After the Commencement Date, Tenant shall not use the Alta Premises, or permit any entity or person to use the Alta Premises, for the generation, storage, manufacture, production, releasing, discharge, or disposal of any Hazardous Substances; provided, however, Tenant shall be permitted to store, use and dispose of Hazardous Substances (a) to the extent packaged and contained in cleaning or office products for consumer use in quantities for ordinary day-to-day use, and (b) to the extent customarily used in the Tenant's operations. If Tenant knows, or has reasonable cause to believe, that Hazardous Substances have come to be located in, on, under or about the Alta Premises during the Lease Term, Tenant shall promptly give Landlord written notice thereof, together with a copy of any statement, report, notice, registration, application, permit, license, claim, action, or proceeding given to, or received from, any Governmental Authority or private party concerning the presence, spill, release, discharge of, or exposure to, Hazardous Substances including but not limited to all such documents as may be involved in any reportable use involving the Alta Premises during the Lease Term. If any Hazardous Substances are present in or about the Alta Premises during the Lease Term, Landlord shall have the right upon twenty-four (24) hour advance written notice to Tenant to engage a consultant to inspect the Alta Premises and to review Tenant's use of Hazardous Substances and all of Tenant's practices with respect to its use of such Hazardous Substances. Tenant shall cooperate in all respects with such inspections and reviews. All reasonable costs of such consultants shall be reimbursed to Landlord within fifteen (15) days of written demand therefor by Landlord. No termination, cancellation or release agreement entered into by Landlord and Tenant shall release Tenant from its obligations under this Section 5.6, unless specifically so provided in such agreement.

B. ENVIRONMENTAL INDEMNITY. Tenant shall have no indemnification obligation in connection with any Hazardous Substances generated, stored, manufactured, produced, released, spilled, present, located, discharged or disposed of on, under, beneath, or within the soil, subsurface, surface water, or ground water of the Alta Premises prior to or as of the Commencement Date. Tenant shall indemnify, protect, defend and hold Landlord, its agents, employees, lenders and ground lessor, if any, and the Alta Premises, harmless from and against any and all damages, liabilities, judgments, costs, claims, liens, expenses, penalties, loss of permits and attorneys' and consultants' fees arising out of or otherwise involving: (i) Tenant's failure to use or occupy the Alta Premises in a manner consistent with Applicable Environmental Guidance; or (ii) any Hazardous Substances brought onto the Alta Premises by or for Tenant or by anyone under Tenant's control after the Commencement Date and during the Lease Term ("Covered Hazardous Substances"). Tenant's indemnification obligations under this Section 6.8 shall include, but not be limited to, the effects of any contamination or injury to person, property or the environment created or suffered by Tenant during the Lease Term, and the cost of investigation (including reasonable consultants' and attorneys' fees and testing), removal, remediation and/or abatement of any Covered Hazardous Substances. No termination, cancellation or release agreement entered into by Landlord and Tenant shall release Tenant from its obligations under this Section, unless specifically so provided in such agreement. Tenant's indemnity obligations provided in this Section shall include, without in any way limiting the foregoing:

a. All reasonable costs, expenses and attorneys' fees incurred or sustained by any party in making any investigation on account of any claim, demand, loss, liability, cost, charge, suit, order, judgment or adjudication, in prosecuting or defending any action brought in connection therewith, in obtaining or seeking to obtain a release therefrom and in enforcing any of the agreements herein contained;



b. Liability for required costs and expenses of abatement, correction or clean-up, fines, damages, response costs or penalties pursuant to the provisions of any Applicable Laws or Environmental Laws; and

c. Liability for personal injury or Alta Premises damage arising under any statutory or common-law tort theory, including, without limitation, damages assessed for the maintenance of a public or private nuisance, or for the carrying on of an abnormally dangerous activity, and response costs.

Tenant's indemnity in this Section 6 shall survive termination of this Lease.

C. INSPECTION. Landlord or its agents, employees or contractors may enter the Alta Premises during normal business hours after twenty-four (24) hours prior written notice to Tenant (except, in the case of emergency no such notice will be required), to examine the Alta Premises to determine compliance with the terms of this Lease. At all times, Landlord, its invitees and agents will comply with Tenant's security procedures, which shall include presentation of identification as a condition of entry and signing in and out.

## **SECTION 7-ADDITIONAL COVENANTS OF LANDLORD AND TENANT**

### **7.1. NO NEW ENCUMBRANCES.**

A. Landlord shall not, without Tenant's prior approval, which approval shall not be unreasonably withheld, cause or permit the Alta Premises to become subject to any liens or encumbrances in addition to those recorded against the Alta Premises as of the Commencement Date.

B. Tenant shall not cause or permit the Alta Premises to become subject to any liens or encumbrances in addition to those recorded against the Alta Premises as of the Commencement Date, except as otherwise provided or permitted herein.

7.2. COMPLIANCE WITH BUDGET LAWS. All of the Landlord's financial obligations under this Lease are subject to the governing body of Landlord lawfully making an appropriation to pay the amount needed to fulfill such obligations and are binding upon Landlord only to the extent such an appropriation is made. Nothing contained in this Lease obligates Landlord to make any such appropriation; provided, however, if Landlord fails to fulfill any of its obligations hereunder for such reason, Tenant may terminate this Lease on thirty (30) days' notice.

## **SECTION 8-ALTERATIONS**

8.1. Except for Minor Alterations, Tenant shall not make any alterations, additions, or improvements to the Alta Premises (collectively "Alterations") including, without limitation, any Alterations to the exterior of the Alta Premises without Landlord's prior written consent, which shall not be unreasonably withheld or conditioned. Tenant shall deliver to Landlord, for Landlord's approval (which approval shall not be unreasonably withheld, delayed, or conditioned) prior to bidding (to the extent bidding is required for such Alterations) any construction of the Alterations (except for Minor Alterations), a complete set of plans and specifications for the proposed Alterations (except for Minor Alterations), copies of contracts with general contractors, evidence of contractor's insurance and bonds, and all then necessary permits for such construction, to the extent each is completed and available at such time. Except for Minor Alterations, Landlord may require Tenant to provide demolition and/or lien and completion bonds in form and amount satisfactory to Landlord. Tenant shall promptly remove any Alterations constructed in violation of this Section promptly following Landlord's written demand therefore. All Alterations will be accomplished in a good and workmanlike manner, in conformity with all Applicable Laws, and by a contractor approved by Landlord which approval shall not be unreasonably withheld, provided that Landlord's approval of the

contractor shall not be required for Minor Alterations. Landlord's approval of the plans, specifications and working drawings for any Alterations shall create no responsibility or liability on the part of Landlord for their completeness, design, sufficiency, or compliance with all Applicable Laws. Except for Minor Alterations, upon completion of any such work, Tenant shall provide Landlord with "as built" plans, CADD drawings, copies of all construction contracts, and proof of payment for all labor and materials. All Alterations, including Minor Alterations, shall be made in compliance with and in accordance with NRS Chapter 338, to the extent applicable.

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## **SECTION 9-TAXES**

9.1. **REAL PROPERTY TAXES AND ASSESSMENTS.** Tenant shall pay or cause to be paid all taxes and assessments as they come due which (a) are or may become a lien on the Alta Premises or which are assessed against or imposed upon the Alta Premises or (b) are charged against trade fixtures, utility installations, furnishings, equipment or any other personal property belonging to Tenant. Tenant shall furnish Landlord with receipts (or if receipts are not immediately available, with copies of canceled checks evidencing payment with receipts to follow promptly after they become available) showing payment of such taxes and assessments at least fifteen (15) days following Landlord's request therefor. Notwithstanding the foregoing, Tenant may in good faith, by appropriate proceedings and upon notice to Landlord, contest the validity, applicability or amount of any asserted tax or assessment so long as (i) such contest is diligently pursued, and (ii) Landlord reasonably determines that such contest suspends the obligation to pay the tax and that nonpayment of such tax or assessment will not result in the sale, loss, forfeiture or diminution of the Alta Premises or any part thereof or any interest of Landlord therein; provided, however, that Tenant shall promptly cause to be paid any amount adjudged by a court of competent jurisdiction to be due, with all interest, costs and penalties thereon, promptly after such judgment becomes final; and provided, further, that in any event each such contest shall be concluded, the taxes, assessments, interest, costs and penalties shall be paid prior to the date any writ or order is issued under which the Alta Premises may be sold, lost, or forfeited.

9.2. **TAXES RELATED TO TENANT ACTIVITIES.** Tenant shall pay when due any and all taxes, assessments or fees for which Tenant is liable and which arise directly or indirectly from Tenant's activities on the Alta Premises. Within ten (10) business days of written demand from Landlord, Tenant shall furnish Landlord evidence satisfactory to Landlord of the timely payment of any such tax, assessment, or fee.

9.3. **LANDLORD RECEIVES STATEMENT OR BILL.** Whenever Landlord shall receive any statement or bill for any tax, payable in whole or in part by Tenant, or shall otherwise be required to make any payment on account thereof, Tenant shall pay the amount due hereunder within ten (10) business days after written demand therefor accompanied by delivery to Tenant of a copy of such tax statement.

## **SECTION 10-LIENS**

10.1. Tenant shall pay when due all claims for labor and material furnished to the Alta Premises other than any claims caused by or for the benefit of Landlord or any of its affiliates. Tenant shall give Landlord

at least thirty (30) days prior written notice of the commencement of any work on the Alta Premises by Tenant or on its behalf. Landlord may elect to record and post notices of non-responsibility on the Alta Premises. Tenant will not permit to be created or to remain undischarged any lien, encumbrance or other charge arising out of any work done or materials or supplies furnished by any contractor, subcontractor, mechanic, laborer or materialman or any mortgage, conditional sale, security agreement or chattel mortgage, or otherwise by or for Tenant which might be or become a lien or encumbrance or other charge (collectively a "Charge") against or upon the Alta Premises or any part thereof. If any Charge by a person engaged by Tenant or Tenant's contractor to work on the Alta Premises shall be filed against or upon the Alta Premises or any part thereof, Tenant shall within thirty (30) days after demand from Landlord cause the same to be discharged of record by payment, deposit, bond, order of a court of competent jurisdiction or otherwise. If Tenant shall fail to cause any Charge to be discharged within the period aforesaid, then, in addition to any other right or remedy it may have, Landlord may, but shall not be obligated to, discharge the same by payment, deposit or by bonding proceedings. Any amount so paid by Landlord and all interest, costs and expenses, including reasonable attorneys' fees, incurred by Landlord in connection therewith shall constitute additional rent payable by Tenant under the Lease and shall be paid by Tenant to Landlord promptly upon demand. No work which Landlord permits Tenant to do shall be deemed to be for the immediate use and benefit of Landlord and no Charge shall be allowed against the estate, right, title, or interests of Landlord by reason of any consent given by Landlord to Tenant to do work in or about the Alta Premises or provide materials therefore.

Notwithstanding the foregoing, Tenant may in good faith, by appropriate proceedings and upon notice to Landlord, contest the validity, applicability or amount of any Charge so long as (i) such contest is diligently pursued, and (ii) Landlord reasonably determines that such contest suspends the obligation to pay the Charge and that nonpayment of such Charge will not result in the sale, loss, forfeiture or diminution of the Alta Premises or any part thereof or any interest of Landlord therein; provided, however, that Tenant shall promptly cause to be paid any amount adjudged by a court of competent jurisdiction to be due, with all interest, costs and penalties thereon, promptly after such judgment becomes final; and provided, further, that in any event each such contest shall be concluded, the Charge shall be paid prior to the date any writ or order is issued under which the Alta Premises may be sold, lost or forfeited.

## **SECTION 11-INSURANCE**

11.1. MAINTAIN INSURANCE POLICIES. Landlord shall maintain property insurance on the the Alta Premises. Tenant shall, at Tenant's expense, maintain in force and effect on the Alta Premises at all times the following insurance:

A. Commercial general liability insurance against claims for bodily injury, property damage, and broad form contractual liability coverage on, in or about the Real Property in amounts not less than \$1,000,000.00 per occurrence and \$3,000,000.00 in the aggregate. The commercial general liability insurance shall be endorsed to include Corporal Punishment (CG 22 67 10 93) coverage and shall not be endorsed to exclude Abuse and Molestation (CG 21 46 07 98) coverage. Landlord shall be named as an additional insured party by endorsement under the commercial general liability policy (CG 20 11 04 13).

B. Educator's Legal Liability. Liability insurance covering the Tenant and its executive staff, employees, and volunteers from liability claims arising from wrongful acts, errors or omissions with regard to the conduct of their duties related to operation and management of the Acelero Program Services with limits of not less than One Million Dollars (\$1,000,000) per occurrence and Two Million Dollars (\$2,000,000) aggregate.

B. When required by Applicable Laws, Worker's Compensation, and Employer's Liability Insurance covering all persons subject to the workers' compensation laws of the state of Nevada.

C. PROPERTY INSURANCE.

a. Landlord shall obtain and keep in force during the term of this Lease a policy or policies of insurance covering total loss or damage to the Alta Premises (but excluding items listed in subsection b. below), providing protection against all perils included in a Causes of Loss—Special Form policy (or its successor form), in the amount of their full replacement cost (i.e., the cost to replace without deduction for depreciation).

b. Tenant shall obtain and keep in force during the term of this Lease a policy or policies of insurance covering loss or damage to Tenant's own property, inventory, trade fixtures, and furniture, and personal property of others, providing protection against all perils included in a Causes of Loss-Special Form policy (or its successor form) in the amount of their full replacement cost (i.e. the cost to replace without deduction for depreciation). Landlord is not responsible for Tenant's property, inventory, trade fixtures and furniture, and personal property of others within the Tenant's care, custody or control.

11.2. INSURANCE MISCELLANEOUS.

A. All such insurance shall (i) be with insurers fully licensed and authorized to do business in Nevada and which insurers, unless otherwise approved in writing by Landlord, shall have and maintain a rating of at least "BBB" or higher from Standard & Poor's Rating Services, a division of The McGraw Hill Companies; (ii) contain the complete address of the Alta Premises (or a complete legal description); (iii) be for terms of at least one year with premium prepaid; (iv) contain deductibles which do not exceed Ten Thousand Dollars (\$10,000) or an amount subject to Landlord's approval.

B. CERTIFICATE OF INSURANCE. A certificate issued by the insurance carrier for each policy of insurance required to be maintained by Tenant hereunder shall be delivered to Landlord and all other named insureds on or before the Commencement Date and thereafter, as to policy renewals, within thirty (30) days prior to the expiration of the term of each such policy. Each certificate of insurance required to be maintained by Tenant hereunder shall be in form and substance reasonably satisfactory to Landlord and shall expressly evidence insurance coverage as required by this Lease and shall contain an endorsement or provision requiring not less than thirty (30) days' prior written notice to Landlord of such cancellation. Any proposed diminution in the perils insured against, or reduction of the amount of coverage of the particular policy in question, initiated by the insurer or Tenant shall require not less than thirty (30) days prior written notice to Landlord. If Tenant fails to maintain any insurance coverage as required by this Lease, Landlord may, without declaring Tenant in default of this Lease, procure any such insurance coverage. In such case, Tenant shall reimburse Landlord within thirty (30) days of demand for all costs incurred in obtaining such insurance.

C. MUTUAL WAIVER AND RELEASE. Notwithstanding any other provision of this Lease to the contrary, neither party to this Lease or its Board of Directors, officers, employees, agents, invitees, and volunteers shall be liable to the other for loss or damage caused by any risk covered by insurance required to be carried under this Lease, and each party to this Lease hereby waives any rights of recovery against the other and its Board of Directors, officers, employees, agents, invitees, and volunteers for injury or loss on account of such covered risks.

D. MUTUAL WAIVER OF SUBROGATION. All policies of property insurance required to be carried by either party under this Section shall include a clause or endorsement whereby such party's insurer waives all right of subrogation, and all rights based upon an assignment from its insured, against the other party, its Board of Directors, officers, employees, agents, invitees, and volunteers, and in the case of Tenant, its subtenants and their officers, directors, partners, members, managers, employees, agents, invitees, and volunteers in connection with any loss or damage thereby insured against; provided that the foregoing reference shall not be deemed a consent by Landlord to any sublease of the Alta Premises. If any

policy of insurance requires the agreement of a party's insurer as a condition to the effectiveness of this mutual waiver of subrogation, such party agrees to make a commercially reasonable effort to obtain such agreement.

E. **NO PROHIBITED ITEMS OR USE.** Tenant agrees that it will not keep, use, sell, or offer for sale in or upon the Alta Premises any article or permit any activity which may be prohibited by any standard form of insurance policy or conduct or permit the conduct of any use which violates the terms and conditions of any insurance policy required to be maintained pursuant to this Lease.

## **SECTION 12- CONDEMNATION**

Should the whole or any part of the Building Improvements be condemned or taken by a competent condemning authority for any public or quasi-public purpose, Tenant and Landlord shall each be entitled to seek recovery of condemnation proceeds for their respective interests in the applicable portion of the Building Improvements, and any fixtures, equipment, or personal property that is taken by the condemning authority. For purposes of this Section, a deed granted in lieu of condemnation shall be deemed a taking. If the whole of the Building Improvements is condemned or taken, then this Lease shall terminate upon the taking of physical occupancy by the condemning authority. If a part of the Building Improvements is taken which materially interferes with Tenant's use of the Alta Premises, Tenant shall have the option to terminate this Lease with respect to Alta Premises by notifying Landlord of such election in writing within sixty (60) days after such taking. In no event shall a taking terminate this Lease without such notification. If such partial taking does not result in termination of this Lease in its entirety, this Lease shall continue in full force and effect.

## **SECTION 13-INDEMNIFICATION AND LANDLORD EXEMPTION**

13.1. **TENANT INDEMNITY OBLIGATION.** Tenant shall indemnify and hold harmless Landlord and its elected officials, officers, directors, employees, and agents of Landlord (collectively, the "Landlord Indemnified Parties") from and against all claims, losses, damages, expenses (including reasonable attorneys' fees), penalties, and charges (collectively the "Losses") arising from or in connection with any of the following during the Lease Term (i) any negligent act or omission of Tenant or any of its officials, officers, employees, agents, invitees, or volunteers or (ii) any default in the performance of any obligation on Tenant's part to be performed under the terms of this Lease. Tenant shall further indemnify and hold harmless the Landlord Parties from and against any and all Losses arising from any default in the performance of any obligation on Tenant's part to be performed under the terms of this Lease, or arising from any negligence of Tenant, its Board of Trustees, executive director, employees, agents, invitees, and volunteers during the Lease Term, and from and against all Losses incurred in the defense of any such claim or any action or proceeding brought thereon. If any action or proceeding be brought against the Landlord Indemnified Parties by reason of any such claim, Tenant, upon notice from Landlord, shall defend the same at Tenant's expense by legal counsel reasonably satisfactory to Landlord. Tenant, as a material part of its consideration to Landlord, hereby assumes all risk of damage to property or injury to persons in or upon the Alta Premises arising from any cause during the Lease Term and Tenant hereby waives all claims in respect thereof against any Landlord Party. Tenant's indemnity is not intended to nor shall it relieve any insurance carrier of its obligations under policies required to be carried by Tenant pursuant to the provisions of this Lease. Tenant's obligations under this Section shall survive any termination of this Lease.

## **SECTION 14-ASSIGNMENT AND SUBLETTING**

14.1. **WITH RESPECT TO TENANT.** Tenant shall not assign or transfer this Lease nor the leasehold estate hereby created or any interest herein, or license the use of all or any portion of the Alta Premises,



whether by assignment, mortgage, license, transfer, operation of law, without the prior express written consent of the Landlord, which consent may be granted or withheld at Landlord's sole discretion. Upon any valid assignment of this Lease, Tenant shall be relieved of all obligations accruing from the effective date of the assignment. No sublease shall affect Tenant's obligation to perform its agreements hereunder.

A. PERMITTED SUBLEASES. Tenant may not sublease any portion of the Alta Premises to a third-party for any purposes without Landlord's prior written consent, which consent may be granted or withheld at Landlord's sole discretion. Upon approval of any sublease, Tenant shall submit a copy of the final draft of the sublease to Landlord's written consent prior to execution by Tenant and sublessee.

B. EXCEPTIONS. Notwithstanding anything to the contrary herein, Tenant may, without Landlord's consent, assign this Lease or sublease the Alta Premises, or any portion thereof, to any entity into which or with which Tenant merges or consolidates, and to any parent, subsidiary, affiliate, or any entity with which Tenant or any affiliate of Tenant has an operating contract, or to Acelero Charitable Foundation, a not-for-profit entity, with no release from liability hereunder of the obligations of Tenant originally named in this Lease, and Tenant shall deliver to Landlord a copy of a document satisfactory to Landlord in its reasonable discretion by which such assignee or sublessee agrees to assume and perform the appropriate terms, conditions and covenants of Tenant under this Lease. Any such sublease shall be under and subject to all the terms and conditions of this Lease, which subordination must be confirmed in writing by subtenant and delivered to Landlord prior to the effective date of such sublease.

14.2. WITH RESPECT TO LANDLORD. During the Lease Term, Landlord shall not sell, mortgage, pledge, hypothecate, encumber, or otherwise transfer, assign or dispose of all or any part of the Alta Premises, this Lease or any interest in the Alta Premises or this Lease, without the written approval of Tenant, which consent may be granted or withheld at Tenant's sole discretion.

#### **SECTION 15-PROHIBITION OF LEASEHOLD ENCUMBRANCES**

15.1. Tenant shall not in any way pledge or encumber any or part of its interest in this Lease.

#### **SECTION 16-DEFAULT**

16.1. TENANT'S DEFAULT.

A. Each of the following events shall be deemed to be events of default by Tenant under this Lease (each, a "Tenant Event of Default" and collectively, "Tenant Events of Default"):

a. Tenant fails to pay when or before due any sum of money required to be paid by Tenant under this Lease and such failure continues for thirty (30) days after written notice thereof from Landlord;

b. Except as provided in paragraph c next below, Tenant fails to perform or comply with any other term, covenant or condition of this Lease on the part of Tenant to be kept and performed and such default continues for thirty (30) days after written notice thereof from Landlord to Tenant; provided, however, that if the failure complained of in such notice is of such a nature that the same can be rectified or cured, but cannot with reasonable diligence be done within said thirty (30) day period, then such failure shall be deemed to be rectified or cured if Tenant shall, within said thirty (30) day period, commence to rectify and cure the same and shall thereafter complete such rectification and cure with all due diligence but in no event later than ninety (90) days after such written notice. Said time period may be extended by at Landlord's sole discretion.;

c. Tenant violates the covenant and restrictions set forth in Section 6 hereof and such violation continues for more than thirty (30) days after written notice from Landlord;



d. Tenant makes a representation or warranty in this Lease, or in any certificate, demand, or request made under this Lease, that proves to be incorrect, at any time during the Lease Term, in any material respect and, to the extent the same is susceptible to being cured, such representation or warranty remains incorrect for a period of thirty (30) days after written notice thereof by Landlord to Tenant; provided that if such incorrect representation or warranty complained of in such notice is of such a nature that the same can be rectified or cured, but cannot with reasonable diligence be done within such 30-day period, then such incorrect representation or warranty shall be deemed to be rectified or cured if Tenant shall, within such 30-day period, commence to rectify and cure the same and shall thereafter complete such rectification and cure with all due diligence;

e. There is filed any petition in bankruptcy by or against Tenant, which petition is not dismissed within ninety (90) days of its filing, or there is appointed a receiver or trustee to take possession of Tenant or of all or substantially all of the assets of Tenant, or there is a general assignment by Tenant for the benefit of creditors, or any action is taken by or against Tenant under any state or federal insolvency or bankruptcy act, or any similar law now or hereafter in effect, including, without limitation, the filing of execution or attachment against Tenant and such levy continues in effect for a period of sixty (60) calendar days; and

f. If Tenant abandons or vacates the Alta Premises for thirty (30) consecutive days or fails to operate the Alta Premises for ninety (90) consecutive days and such condition is not caused by the Alta Premises being damaged or condemned. Scheduled school vacations and weather-related closings shall not count towards the consecutive days described in this subsection (f).

B. LANDLORD REMEDIES FOR TENANT DEFAULT. Upon the occurrence of any Tenant Event of Default, Landlord shall, in addition to any other rights or remedies provided for herein or at law or in equity, have the option to pursue any one or more of the following remedies without notice or demand whatsoever:

a. Terminate Tenant's right to possession of the Alta Premises by any lawful means, in which case this Lease shall terminate and Tenant shall immediately surrender possession of the Alta Premises to Landlord, or, if permitted by Applicable Laws, Landlord shall have the right to effect a lock out of Tenant from the Alta Premises, in which event Tenant hereby releases Landlord from any and all damages including, but not limited to, damages related to interruption of Tenant's business.

b. Pursuant to its rights of re-entry, Landlord may, but shall not be obligated to (i) remove all persons from the Alta Premises, and (ii) enforce any rights Landlord may have against said Alta Premises or store any personal property remaining in the Alta Premises in any warehouse or elsewhere at the cost and for the account of Tenant. Tenant agrees to hold Landlord free and harmless of any liability whatsoever for the removal and/or storage of any such Alta Premises, whether of Tenant or any third party whomsoever;

c. Landlord may, without being obligated and without waiving the Tenant Event of Default, cure the Tenant Event of Default, whereupon Tenant shall pay to Landlord, upon demand, all costs, expenses, and disbursements incurred by Landlord to cure the Tenant Event of Default. Landlord shall be permitted to offset said costs, expenses, and disbursements incurred by Landlord against any amounts due or becoming due by Landlord to Tenant under this Lease;

d. In addition to any other remedies it may have, in the event of a violation of Section 6 by Tenant which remains uncured after thirty (30) days of Landlord's written notice to Tenant thereof, Tenant shall be liable to Landlord for any damages Landlord incurs as a result of such violation which amounts shall be payable by Tenant to Landlord within thirty (30) days from Landlord's written demand therefor; and

e. In addition, Landlord shall have all other remedies available to Landlord.

C. **TERMINATION REQUIRES SPECIFIC NOTICE.** Anything contained herein to the contrary notwithstanding, Landlord shall not be deemed to have terminated this Lease or the liability of Tenant to pay any Rent or other sum of money accruing hereunder, by any re-entry pursuant to this Sections 18 or by any action in unlawful detainer or otherwise to obtain possession of the Alta Premises, unless Landlord shall specifically notify Tenant in writing that it has so elected to terminate this Lease.

D. **REMEDIES CUMULATIVE.** The various rights, options, elections and remedies of Landlord contained in this Lease shall be cumulative and no one of them shall be construed as exclusive of any other, or of any right, priority or remedy allowed or provided for by law or in equity.

E. **NO WAIVER.** The waiver by Landlord of any breach of this Lease by Tenant shall not be a waiver of any preceding or subsequent breach of this Lease by Tenant. The subsequent acceptance of Rent or any other payment hereunder by Landlord shall not be construed to be a waiver of any preceding breach of this Lease by Tenant. No payment by Tenant or receipt by Landlord of a lesser amount than the Rent herein provided shall be deemed to be other than on account of the earliest Rent due and payable hereunder.

F. **LEGAL PROCEEDINGS.** If any action for a Tenant Event of Default or to enforce the provisions of this Lease is commenced, the court in such action may award to the party in whose favor a judgment is entered, a reasonable sum as attorneys' fees and costs. Such attorneys' fees and costs shall be paid by the losing party in such action.

## **SECTION 17-LANDLORD'S DEFAULT**

### **17.1. LANDLORD'S DEFAULT.**

A. Each of the following events shall be deemed to be events of default by Landlord under this Lease (each, a "Landlord Event of Default", and collectively, "Landlord Events of Default"):

a. Landlord fails to pay when or before due any sum of money required to be paid by Landlord under this Lease and such failure continues for thirty (30) days after written notice thereof from Tenant;

b. Landlord shall fail to perform or comply with any other term, covenant or condition of this Lease on the part of Landlord to be kept and performed and such failure continues for thirty (30) days after written notice thereof from Tenant to Landlord; provided, however, that if the failure complained of in such notice is of such a nature that the same can be rectified or cured, but cannot with reasonable diligence be done within said thirty (30) day period, then such failure shall be deemed to be rectified or cured if Landlord shall, within said thirty (30) day period, commence to rectify and cure the same and shall thereafter complete such rectification and cure with all due diligence but in no event later than ninety (90) days after such written notice. The cure period may be extended at Tenant's sole discretion;

c. Landlord makes a representation or warranty in this Lease, or in any certificate, demand, or request made under this Lease, that proves to be incorrect, at any time during the Lease Term, in any material respect and, to the extent the same is susceptible to being cured, such representation or warranty remains incorrect for a period of thirty (30) days after written notice thereof by Tenant to Landlord; provided that if such incorrect representation or warranty complained of in such notice is of such a nature that the same can be rectified or cured, but cannot with reasonable diligence be done within such 30-day period, then such incorrect representation or warranty shall be deemed to be rectified or cured if Landlord shall, within such 30-day period, commence to rectify and cure the same and shall thereafter complete such rectification and cure with all due diligence but in no event later than ninety (90) days after

such written notice. The cure period may be extended at Tenant's sole discretion; and

B. **TENANT'S REMEDIES FOR LANDLORD DEFAULT.** Upon the occurrence of any Landlord Event of Default, Tenant shall, in addition to any other rights or remedies provided for herein or at law or in equity, have the option to pursue any one or more of the following remedies without notice or demand whatsoever:

a. Tenant may, at its election, terminate this Lease by providing notice thereof to Landlord; and

b. Tenant may, without being obligated and without waiving the default, cure the default, whereupon Landlord shall pay to Tenant, upon demand, all costs, expenses, and disbursements incurred by Tenant to cure the default. Tenant shall be permitted to offset said costs, expenses, and disbursements incurred by Tenant against any amounts due or becoming due by Tenant to Landlord under this Lease.

## **SECTION 18-QUIET ENJOYMENT**

18.1 Tenant, upon paying the rentals and other payments herein required and upon performance of all of the terms, covenants and conditions of this Lease on its part to be kept, may quietly have, hold and enjoy the Alta Premises during the Lease Term without any disturbance from Landlord or from any other person claiming through Landlord, except as expressly provided otherwise in this Lease.

## **SECTION 19-REPRESENTATIONS AND WARRANTIES**

19.1 **LANDLORD'S REPRESENTATIONS AND WARRANTIES.** In addition to any other representations and warranties made by Landlord herein, Landlord hereby represents and warrants to Tenant, which representations and warranties are continuing in nature and shall survive throughout the Lease Term, as follows:

A. There are no pending or, to the best of Landlord's knowledge, threatened actions, suits, condemnation or other proceedings before or by any judicial body or any Governmental Authority against or affecting the Alta Premises;

B. Landlord has the full authority and power to execute this Lease. This Lease has been duly executed and delivered by Landlord and constitutes the valid and legally binding obligation of Landlord, enforceable in accordance with its terms, except as the enforceability hereof may be limited by bankruptcy, insolvency or other similar laws affecting creditors' rights generally and general principles of equity.

C. Landlord possesses good and marketable fee simple title to the Alta Premises;

D. Neither the execution or delivery of this Lease, nor the consummation of the transaction contemplated hereby, will: (i) violate any Applicable Laws, injunction, judgment, order, decree, ruling, charge or other restriction of any authority to which Landlord or the Alta Premises is subject; (ii) violate any provision of Landlord's charter documents, as amended; or (iii) conflict with, result in a breach of, constitute a default under, result in the acceleration of, give any person the right to accelerate, terminate, modify or cancel, or require any notice under, any agreement, license, permit, authorization, instrument or other arrangement to which Landlord is a party or by which it is bound or which any of its assets are subject (or result in the imposition or any lien upon any of its assets).

E. Landlord has not received any written notice nor does it have any knowledge of or intent to levy any special assessment, impose any utility connection moratorium or rezone the Alta Premises.

F. No consent, approval, order or authorization of, or registration, qualification, designation, declaration or filing with, any Governmental Authority or third person on the part of Landlord is required in connection with Landlord's execution and delivery of this Lease and the performance of its obligations hereunder.

G. There are no unrecorded contracts, leases, easements, or other agreements, or claim of any third party, affecting the use, title, occupancy or development of the Alta Premises, and no person, firm or entity has any right of first refusal, option or other right to acquire all or any part of the Alta Premises.

19.2. **TENANT'S REPRESENTATIONS AND WARRANTIES.** In addition to any other representations and warranties made by Tenant herein, Tenant hereby represents and warrants to Landlord, which representations and warranties are continuing in nature and shall survive throughout the Lease Term, as follows:

A. Tenant is an approved Head Start provider and a for-profit corporation validly existing under the laws of the State of Nevada.

B. Tenant has the full authority and power to execute this Lease. This Lease has been duly executed and delivered by Tenant and constitutes the valid and legally binding obligation of Tenant, enforceable in accordance with its terms, except as the enforceability hereof may be limited by bankruptcy, insolvency or other similar laws affecting creditors' rights generally and general principles of equity.

C. Neither the execution or delivery of this Lease, nor the consummation of the transaction contemplated hereby, will: (i) violate any Applicable Laws, injunction, judgment, order, decree, ruling, charge or other restriction of any authority to which Tenant is subject; (ii) violate any provision of Tenant's articles of incorporation or bylaws, as amended; or (iii) conflict with, result in a breach of, constitute a default under, result in the acceleration of, give any person the right to accelerate, terminate, modify or cancel, or require any notice under, any agreement, license, permit, authorization, instrument or other arrangement to which Tenant is a party or by which it is bound or which any of its assets are subject (or result in the imposition or any lien upon any of its assets).

## **SECTION 20-MISCELLANEOUS**

20.1. **NON-DISCRIMINATION.** Tenant promises, and it is a condition to the continuance of this Lease, that there will be no discrimination against, or segregation of, any person or group of persons on the basis of race, color, sex, sexual orientation, gender identity, creed, national origin, or ancestry in the leasing, subleasing, transferring, occupancy, tenure or use of the Alta Premises or any portion thereof.

20.2. **FORCE MAJEURE.** Neither party shall be in breach of this Lease if it fails to perform as required hereunder due to labor disputes, civil commotion, war, warlike operation, terrorist acts, sabotage, governmental regulations or control, fire or other casualty, inability to obtain any materials, or other causes beyond such party's reasonable control (financial inability excepted); provided, however, that nothing contained herein shall excuse Tenant from the prompt payment of any Rent or charge required of Tenant hereunder.

20.3. **NOTICES.** All notices required or permitted under this Agreement shall be given in writing and shall be deemed effectively given (a) upon personal delivery to the party to be notified, (b) three (3) days after deposit with the United States Post Office, by registered or certified mail, postage prepaid and addressed to the party to be notified at the address for such party, or (c) one (1) day after deposit with a nationally recognized air courier service such as FedEx. Either party hereto may change its address by giving ten (10) days advance notice to the other party as provided herein. Phone numbers are listed for information only.

If to Landlord:                   ATTN: City Manager  
City of Las Vegas  
495 S. Main St.  
Las Vegas, NV 89101  
(702) 229-6501

with copy to:                   ATTN: Director, Youth Development and Social Innovation  
City of Las Vegas  
495 South Main Street  
Las Vegas, NV 89101

with copy to:                   ATTN: Real Estate Manager  
495 S Main Street  
Las Vegas, NV 89101

with copy to:                   ATTN: City Attorney  
City of Las Vegas  
495 South Main Street  
Las Vegas, NV 89101

If to Tenant:                   ATTN: Program Director  
Acelero Learning Clark County  
4366 W. Cheyenne Avenue  
North Las Vegas, NV 89032

with copy to:                   ATTN: Melissa Polaner, General Counsel  
Acelero, Inc.  
500 Seventh Ave; 8<sup>th</sup> floor  
New York, New York 10018

20.4. BINDING ON PERMITTED SUCCESSORS AND ASSIGNS. The terms, provisions, covenants and conditions contained in this Lease shall apply to, bind and inure to the benefit of the Parties hereto and their respective heirs, executors, administrators, legal representatives and permitted successors and assigns.

20.5. PARTIAL INVALIDITY. If any term, covenant or condition of this Lease, or any application thereof, should be held by a court of competent jurisdiction to be invalid, void or unenforceable, all terms, covenants and conditions of this Lease, and all applications thereof, not held invalid, void or unenforceable, shall continue in full force and effect and shall in no way be affected, impaired or invalidated thereby.

20.6 RESERVED.

20.7. ENTIRE AGREEMENT. This Lease contains the entire agreement between the parties hereto pertaining to the subject matter hereof and supersedes all month-to-month tenancies, prior agreements, understandings, negotiations and discussions, whether oral or written. No supplement, modification, waiver or termination of this Lease shall be binding unless executed in writing by the party to be bound. No waiver of any of the provisions of this Lease shall be deemed or shall constitute a waiver of any other provisions, whether or not similar, nor shall such waiver constitute a continuing waiver unless otherwise expressly provided.

20.8. NO PARTNERSHIP OR JOINT VENTURE. Nothing contained herein shall be deemed to create any partnership, joint venture, agency or other relationship between Landlord and Tenant other than the relationship of landlord and tenant.

20.9. CAPTIONS. The captions are descriptive only and for convenience in reference to this Lease and in no way whatsoever define, limit or describe the scope or intent of this Lease nor in any way affect this Lease.

20.10. GOVERNING LAW; VENUE; WAIVER OF JURY TRIAL. The laws of the State of Nevada shall govern the validity, construction, performance and effect of this Lease, without giving effect to its conflict of law provisions. Each party hereto consents to, and waives any objection to, Clark County, Nevada as the proper and exclusive venue for any disputes arising out of or relating to this Lease or any alleged breach thereof. Landlord and Tenant hereby waive trial by jury in any action, proceeding or counterclaim brought by either of them against the other on any matters whatsoever arising out of or in any way connected with this Lease, the relationship of Landlord and Tenant, Tenant's use or occupancy of the Alta Premises, and/or any claim of injury or damage.

20.11. RECORDATION This Lease shall not be recorded. However, the Parties agree to execute, acknowledge and record a Memorandum of Lease in the form attached hereto as Exhibit "C". A Memorandum of Termination of Lease in the form attached hereto as Exhibit "D" shall also be executed and acknowledged by the Parties, shall be held by Landlord, and shall be recorded by Landlord upon termination of the Lease.

20.12 AUTHORIZATION. All necessary actions shall have been taken under the Parties' organizational documents to authorize the individuals signing this Lease on their respective behalves to do so.

20.13 NO BROKERS. Landlord and Tenant each represent and warrant to the other that they have not entered into any written contractual arrangement with, or promised to pay any broker's fee, finder's fee, commission or other similar compensation to, or otherwise agreed to compensate, any real estate agent or broker in connection with this Lease. Landlord and Tenant each agree to indemnify, defend, save and hold the other harmless from and against all Losses incurred by reason of the breach of the foregoing representation and warranty arising from any claim for compensation founded upon or as a result of acts asserted to have been performed on their respective behalf. Such indemnification obligations shall survive any termination of the Lease.

20.14. COUNTERPARTS; ELECTRONIC DELIVERY. This Lease may be executed in any number of counterparts, each of which shall be deemed to be an original as against any party whose signature appears thereon, and all of which shall together constitute one and the same instrument. This Lease shall become binding when one or more counterparts hereof, individually or taken together, shall bear the signatures of all of the Parties reflected hereon as the signatories. Executed copies hereof may be delivered by facsimile or e-mail and upon receipt will be deemed originals and binding upon the Parties hereto, regardless of whether originals are delivered thereafter.

20.15. INTERPRETATION. Masculine or feminine pronouns shall be substituted for the neuter form and vice versa, and the plural shall be substituted for the singular form and vice versa, in any place or places herein in which the context requires such substitution(s). Whenever in this Lease any words of obligations or duty are used in connection with either party, such words shall have the same force and effect as though framed in the form of express covenants on the part of the party obligated. This Lease shall not be construed either for or against Landlord or Tenant, but this Lease shall be interpreted in accordance with the general tenor of its language.



20.16. THIRD PARTIES. Nothing in this Lease, expressed or implied, is intended to confer upon any person, including, without limitation, any entity, other than the Parties hereto any rights or remedies under or by reason of this Lease.

20.17. EXPENSES. Except as otherwise provided in this Lease, each party shall bear its own expenses incurred by it in connection with the negotiation, execution, and delivery of this Lease, including, without limitation, the fees and expenses of each party's legal counsel.

20.18. FURTHER ASSURANCES. Each party shall, from time to time after the execution of this Lease, execute and deliver such instruments, documents and assurances and take such further acts as the other party may reasonably request to carry out the purpose and intent of this Lease without undue delay.

20.19. JURISDICTION. Each of Landlord and Tenant agree to submit to personal jurisdiction in Clark County, Nevada in any action or proceeding arising out of this Lease and, in furtherance of such agreement, each party hereby agrees and consents that, without limiting other methods of obtaining jurisdiction, personal jurisdiction over each party in any such action or proceeding may be obtained within or without the jurisdiction of any court located in Nevada and that any process or notice of motion or other application to any such court in connection with any such action or proceeding may be served upon each party by registered or certified mail to or by personal service at the last known address of each party, whether such address be within or without the jurisdiction of any such court.

20.20. INCORPORATION OF TERMS. The introductory language and Recitals set forth above and the Exhibits referenced herein and attached hereto are incorporated into this Lease by reference and made a part hereof.

20.21. DISCLOSURE OF PRINCIPALS. Pursuant to Resolution R-105-99 adopted by City Council effective October 1, 1999, Tenant warrants that it has disclosed, on Exhibit "E" attached hereto, all members of the Board of Directors of Tenant. Throughout the Lease Term, Tenant shall notify Landlord in writing of any material change in the above disclosure within fifteen (15) days of any such change.

20.22. IN-KIND EVALUATION. Landlord acknowledges that it has agreed to the Rent payable hereunder because Tenant is a Head Start provider. In the event it is determined that the Rent payable hereunder is below fair market value, in recognition of the services Tenant provides to the community, Tenant may, in its own discretion, claim the difference between the fair market rent and the Rent as an "in-kind" contribution to the Head Start program.

20.23. NOTICE OF FEDERAL INTEREST. Landlord acknowledges that, should Tenant use federal funds to renovate or make any approved improvements to the Alta Premises, Tenant may be required to record a Notice of Federal Interest in the Alta Premises as required by 45 CFR 1303. Prior to the use of any federal funds by Tenant, Tenant shall submit to Landlord the federal requirements that are applicable to Landlord and the Landlord's property interest in the Alta Premises. Landlord shall promptly review Tenant's use of federal funds and Landlord, in its sole discretion, may reject Tenant's use of the federal funds.

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20.24 EARLY TERMINATION. In the event that Acelero is replaced as contractor for operation of the local Head Start program by a another contractor or loses all or part of its funding to operate this Head Start center, Acelero may terminate this Lease prior to the end of its stated term upon thirty (30) days written notice to Landlord and be released from any further obligations hereunder.

IN WITNESS WHEREOF, the Parties hereto have executed this Lease as of the Effective Date.

**"LANDLORD"**

CITY OF LAS VEGAS

By: \_\_\_\_\_

Carolyn G. Goodman, Mayor

Attest:

By: \_\_\_\_\_

LuAnn D. Holmes, MMC, City Clerk

Approved as to Form:

By: \_\_\_\_\_

Deputy City Attorney

JAMES LEWIS

Date

5/6/24

Date of Execution by Landlord: \_\_\_\_\_

**"TENANT"**

ACELERO LEARNING CLARK COUNTY

By: \_\_\_\_\_

Name: \_\_\_\_\_

Dale M. Furukawa

Title of:

Authorized Representative: \_\_\_\_\_

Director of Quality

Date of Execution by Tenant: 5/16/2024

## **LIST OF EXHIBITS**

Exhibit "A"	Depiction of the Alta Premises
Exhibit "B"	Education Requirements
Exhibit "C"	Disclosure of Principals

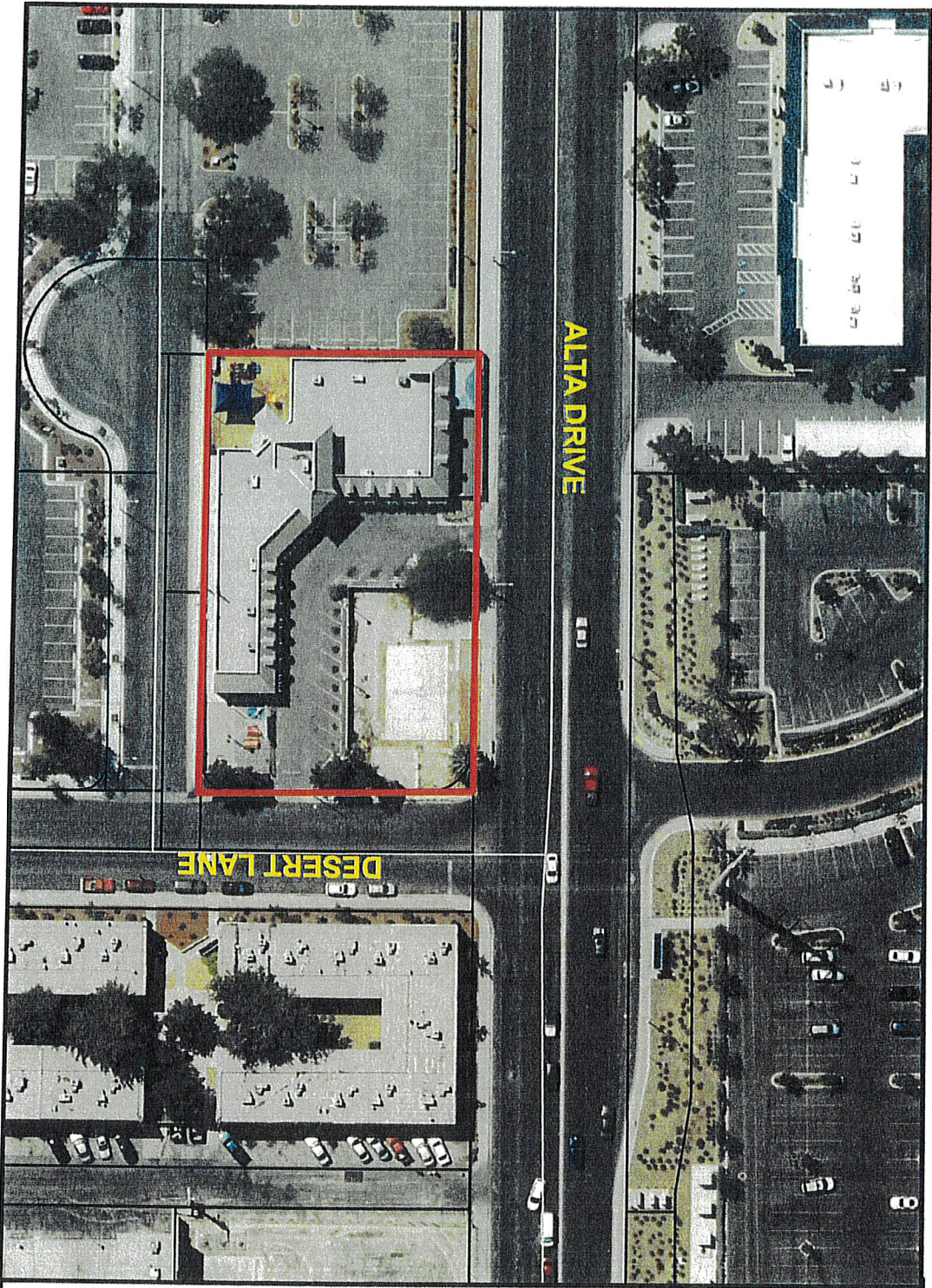
**EXHIBIT "A"**

DEPICTION OF THE ALTA PREMISES

[ATTACHED]



EXHIBIT A



Prepared by the City of Las Vegas  
Real Estate Section  
Date: 7/3/2017

**EXHIBIT "B"**

EDUCATION REQUIREMENTS

[ATTACHED]



## EXHIBIT B

### EDUCATION REQUIREMENTS

The City seeks to increase access to high quality early childhood education and pre-kindergarten ("Pre-K") programs for children living within two hundred percent (200%) Federal poverty guideline ("FPO") and in targeted zip codes. Therefore, in addition to proposal submitted to the RFP for STRONG START ACADEMY, ACELERO agrees to the following:

1. Within the first two rating cycles after execution of the Lease, attain a minimum Silver State Stars Quality Rating & Improvement System (QRIS) rating of four stars. This must be maintained throughout the Lease Term.
2. Within two years after execution of the Lease, obtain national accreditation (e.g. NAEYC, NAC, or NECPA). This must be maintained throughout the Lease Term.
3. Ensure all infant and toddler lead teachers responsible for providing direct instruction to early childhood students from birth to age three (3), have minimum education qualifications of a childcare development associate (CDA) degree, or preferably a bachelor's degree in early childhood education, or related field with four thousand (4,000) hours of experience and meet Early Head Start lead teacher standards. This must be maintained throughout the Lease Term.
4. Ensure each early childhood education Pre-K teacher responsible for providing direct instruction to early childhood students ages three (3) to five (5) must fulfill Head Start lead teacher standards and have a bachelor's degree in early childhood education, or a related field with four thousand (4,000) hours of experience. This must be maintained throughout the Lease Term.
5. Maintain an enrollment rate of eighty percent (80%) based on licensed capacity and ensure child applicants have equal access to the same extent as other children (e.g. homeless, foster, military, and tribal) even for those lacking initial enrollment documents.
6. Maintain high quality Pre-k programs for children:
  - A. All programs must provide a minimum of five (5) hours of instruction per day or twenty-five (25) hours per week.
  - B. Programs must utilize the Nevada Pre-K Content Standards, revised and adopted by the Nevada Department of Education. Programs must implement developmentally appropriate, research-based curriculum and participate in the birth to third grade continuum alignment.
  - C. Class sizes and child/staff ratios must not exceed the following:
    - a. Classrooms will have no more than twenty (20) children with two (2) adults.
    - b. The referenced two (2) adults will be an appropriately certified teacher and an appropriately certified teaching assistant.
  - D. Programs must participate in the annual and longitudinal stateside program evaluations system. This includes using outcome indicators described in the ELDS and reporting required data to the Pre-K education evaluator and the Nevada Department of Education. Program quality will also be assessed by a valid and reliable assessor using the Early Childhood Environment Rating Scale, Third Edition (ECERS-3) and the Classroom Assessment Scoring System (CLASS).
  - E. Parental involvement must be evaluated in conjunction with the Pre-k program. Longitudinal data to determine effectiveness of parental involvement will be used for program improvement.

F. Programs must demonstrate coordination with existing community services through collaborative and cooperative efforts.

G. The percentage of eligible children with disabilities served must not be less than either the percentage of four-year old children served statewide through part B, section 619 of IDEA (8.7%), or the current national average, whichever is greater, and no more than fifty percent (50%) per classroom.

H. Data collection method information submitted from either Teaching Strategies Gold, HIGHSCOPE Online COR Advantage, Brigance, or another approved research based child assessment tool for Development and Learning assessment are due twice per year on June 5<sup>th</sup> and December 5<sup>th</sup>.

#### 7. AUDIT OF RECORDS.

A. ACELERO agrees to maintain the financial books and records, including all supporting documentation, pertaining to the Lease according to standard accounting principles and procedures. The books and records shall be maintained for a period of three (3) years after completion of this Lease, except that books and records which are the subject of an audit finding shall be retained for three (3) years after such finding has been resolved. If ACELERO goes out of business, ACELERO shall forward the books and records to the City to be retained by the City for the period of time required herein.

B. The City, or its designated representative(s), shall have the right to inspect and audit (including the right to copy or transcribe) the books and records of ACELERO pertaining to the performance of the Lease during standard business hours. The City will provide prior written notice to ACELERO of the audit and inspection. If the books and records are not located within Clark County, ACELERO agrees to deliver them to the City, or to an address designated by the City within Clark County. In lieu of such delivery, ACELERO may elect to reimburse the City for the costs of travel to inspect and audit the books and records at ACELERO office. If the books and records provided to the City are incomplete, ACELERO agrees to remedy the deficiency after written notice thereof from the City and to reimburse the City for any additional costs associated therewith including, without limitation, having to revisit ACELERO office. ACELERO failure to remedy the deficiency shall constitute a material breach of the Lease.

#### 8. PROGRAM REPORTS.

A. ACELERO agrees to submit a mid-year and end of the year program report to the City which shall be due on January 15<sup>th</sup> and August 15<sup>th</sup> of each year of the Lease Term.

B. The mid-year report shall include results of program measurements, deliverables and goals, total number of unduplicated students served per month, ethnicity, number of low income students served and zip codes of students and copies of teacher credentials.

C. The end-of-the-year reports shall include a cumulative report for the school year including program measurements, deliverables and goals, total number of unduplicated students served per month, ethnicity, number of low income students served and zip codes; a summary of evidence of progress being made towards achieving desired QRIS Star rating and accreditation; annual audits and program evaluations.

#### 9. ON-SITE MONITORING.

A. The programs funded under the Lease will be subject to on-site monitoring by designated City representatives, City contracted independent auditors, or any combination thereof. The representatives will be announced, at a minimum, twenty-four (24) hours in advance of such visits, which shall occur during normal operating hours. The representatives shall be granted access to all records pertaining to the program. The representatives may, on occasion, interview program recipients who

volunteer to be interviewed.

B. ACELERO shall allow duly authorized representatives from the City, independent auditors or any combination thereof, to conduct such reviews, audits, and on-site monitoring of the program as the reviewing entity deems appropriate in order to determine the following:

- a. whether the objectives of the program are being achieved;
- b. whether the program is being operated in an efficient and effective manner;
- c. whether proper management control systems and internal procedures have been established to meet the objectives of the program;
- d. whether the financial operations of the program are being conducted properly;
- e. Whether the periodic reports to the City contain accurate and reliable information; and
- f. whether all of the activities of the program are being conducted in compliance with applicable federal, state and local laws and regulations and the requirements of this Agreement.

**EXHIBIT "C"**

DISCLOSURE OF PRINCIPALS

[ATTACHED]

## DISCLOSURE OF PRINCIPALS

The Board of Directors of Acelero Early Learning Clark County are the following:

- |     | <u>FULL NAME</u>              | <u>*BUSINESS ADDRESS</u>                              | <u>**BUSINESS PHONE</u> |
|-----|-------------------------------|---|-------------------------|
| 1.  | <u>Rutu Ezhuthachan</u>       |   |                         |
| 2.  | <u>Brian L. Pauling</u>       |   |                         |
| 3.  | <u>Mariah Graves</u>          |   |                         |
| 4.  | <u>Tameka Henry</u>           |   |                         |
| 5.  | <u>Debbie Ruiz Harpster</u>   |   |                         |
| 6.  | <u>Juanita Ortiz-Robinson</u> |   |                         |
| 7.  | <u>Joshua Jordan</u>          |   |                         |
| 8.  | <u>Vivian Wright-Bolton</u>   |   |                         |
| 9.  | <u>Jeffrey Gelfer</u>         |   |                         |
| 10. | <u>Amy Tosi</u>               |   |                         |
| 11. |                               | For All:  |                         |
|     |                               | *4366 West Cheyenne Avenue, North Las Vegas, NV 89032 |                         |
| 12. |                               | **702-387-0179  |                         |
| 13. |                               |   |                         |

[SIGNATURE AND NOTARY JURAT ON NEXT PAGE]

## DISCLOSURE OF PRINCIPALS

Signature Page

I hereby certify under penalty of perjury, that the foregoing list is full and complete.

ACELERO LEARNING CLARK COUNTY  
A Nevada For-Profit Corporation


By: 

Printed Name: Dale M. Frank

Title: Director of Operations

Subscribed and sworn to before me this

16<sup>th</sup> day of May, 2024.

  
Notary Public

