

AMENDMENT NO. 3 TO PERCENTAGE LEASE AGREEMENT

This AMENDMENT NO. 3 TO PERCENTAGE LEASE AGREEMENT is made this ____ day of _____ 2026 ("Amendment"), by and between the OCEANSIDE SMALL CRAFT HARBOR DISTRICT, ("DISTRICT") and KENTON CORWIN doing business as KEN'S CUSTOM REEL SERVICE & REPAIR, hereinafter called ("LESSEE").

RECITALS

WHEREAS, DISTRICT and LESSEE entered into a Percentage Lease Agreement ("Agreement") dated August 5, 2015, Amendment 1 dated August 5, 2020, and Amendment 2 dated June 7, 2023, for lease of the storefront/office space located at 1351 Harbor Drive North, Suite A ("PREMISES") at the Oceanside Harbor in the City of Oceanside, County of San Diego, State of California; and

WHEREAS, DISTRICT and LESSEE are desirous of extending the term of the Agreement for an additional three (3) years under the terms and conditions of the Agreement at the DISTRICT's calculated fair market lease payment rate.

NOW, THEREFORE, in consideration of the covenants and conditions contained herein, the parties hereto agree to amend the Agreement as follows:

AGREEMENT

1. **SECTION 2: TERM**, Subsections 2.01. Term and 2.02 Extension of Term are hereby deleted in their entirety and replaced with the following language:

2.01 Term. The term of this Agreement for the PREMISES, is for an additional three (3) years effective **August 5, 2026 and terminating August 31, 2029**.

2.02 Extension of Term. The LESSEE may request an extension of the term of this Agreement for the PREMISES for **one (1) additional three (3)-year term** under the terms and conditions of this Agreement at the DISTRICT's calculated fair market rental rate of similar businesses, provided that the LESSEE is not in default or breach of any term, condition, or covenant of this Agreement.

The LESSEE may request not more than one (1) three-year extension of term by providing the DISTRICT with its written request no later than **ninety (90) days** prior to the expiration of the term of this Agreement. The DISTRICT's designee shall notify the LESSEE not later than **thirty (30) days** after receipt of such request whether such request will be recommended to the Harbor Board for approval, at which time the DISTRICT shall provide LESSEE with DISTRICT's calculated fair market rent value and rental amount which the DISTRICT is willing to accept for LESSEE's use and occupation of the PREMISES during the extension term. In no event shall the rental rate be less than that required during the preceding annual term. DISTRICT's failure to provide the new rental amount within said timeframe shall not defeat DISTRICT's ability to make adjustments to the rental rate. Recommendation by the DISTRICT staff does not constitute DISTRICT approval of the extension request. The

DISTRICT's Administrative Officer in his or her capacity as the DISTRICT's authorized representative, shall, in his or her sole discretion, have the authority to deny any such request. Any such denial shall be sent to LESSEE not later than **thirty (30) days** from receipt of the request for extension.

The Harbor Board, at its sole discretion, may approve or deny the extension of the term of this Agreement. In the event the Harbor Board is unable to consider the extension request in sufficient time as to provide LESSEE with **thirty (30) days** notice of termination in the case of denial, the Agreement shall be extended for a period not to exceed **thirty (30) days**, to allow for such thirty (30) day notice of termination.

In no event shall the term of this Agreement be extended in excess of **three (3) years** beyond the expiration of the term of this Agreement without the mutual agreement of the parties and prior approval of the Harbor Board.

2. **SECTION 3: RENT**, Subsection 3.02b **Minimum Rent Amount**, is hereby deleted in its entirety and replaced with the following language:

b. Minimum Rent Amount. The Minimum Annual Rent amount for the term of this Agreement shall be **Twenty-Six Thousand Four Hundred Dollars (\$26,400)** which shall be payable monthly in advance at the rate of **Two Thousand Two Hundred Dollars (\$2,200)** without demand or invoice, on or before the first (1st) day of each new month.

3. All other terms, conditions, covenants and provisions of the Agreement shall remain in full force and effect. In the event of any conflict between the terms of the Agreement and this Amendment, the terms of this Amendment shall control.

IN WITNESS THEREOF the parties hereto for themselves, their heirs, executors, administrators, successors, and assigns do herein agree to the full performance of this Amendment.

THE REMAINDER OF THIS PAGE IS INTENTIONALLY LEFT BLANK

DISTRICT
THE OCEANSIDE SMALL CRAFT HARBOR DISTRICT

Date _____

By _____

Name: Jonathan Borrego

Title: Administrative Officer

APPROVED AS TO FORM:

By 
Harbor Board Attorney

LESSEE

Kenton Corwin, dba Ken's Custom Reel Service & Repair

Date 7/28/26

By 
Kenton Corwin

NOTARY ACKNOWLEDGMENTS OF LESSEE'S SIGNATURES MUST BE ATTACHED

ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California
County of San Diego)

On July 28, 2026 before me, Candice Diaz, Notary Public
(insert name and title of the officer)

personally appeared Kenton Corwin,
who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are
subscribed to the within instrument and acknowledged to me that he/she/they executed the same in
his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the
person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing
paragraph is true and correct.

WITNESS my hand and official seal.

Signature Candice Diaz (Seal)

