

## OFFICE OF THE CITY ADMINISTRATOR



Edwin M. Lee, Mayor Naomi M. Kelly, City Administrator

April 25, 2017

Honorable Board of Supervisors City & County of San Francisco 1 Dr. Carlton B. Goodlett Place City Hall, Room 224 San Francisco, CA 94102

1500 Mission Street - New City Office Building and One-Stop Permit Center

## Dear Board Members:

Attached for your consideration is a resolution ratifying the conditional purchase and sale agreement dated December 10, 2014 (conditional "PSA") between the City, as purchaser, and Goodwill SF Urban Development, LLC ("Developer") for the City's acquisition of real property located at 1500 Mission Street (commonly known as the "Goodwill Site" or the "Property"). The Board of Supervisors unanimously approved Ordinance No. 0254-14 on December 9, 2014, conditionally authorizing the City's purchase and subsequent development of the Property as an office building (the City's "Office Project") for a total amount not to exceed \$326,690,953.

Upon approval of this resolution and the City's subsequent acquisition of the Property early this summer, Developer will construct the Office Project on behalf of the City; a 16-story building consisting of approximately 460,000 square feet. Construction is anticipated to begin this fall and continue through late 2019 or early 2020. Essential services departments such as Public Works, Planning, Building Inspection and others still to be determined will relocate to the building to support an expansive "One-Stop Permit Center" to not only support building services permits, but other permitting functions currently located throughout Civic Center and the City.

Please do not hesitate to contact me if you have any questions.

Sincerely,

Naomi M. Kelly City Administrator

City and County of San Francisco