AMENDED IN COMMITTEE 9/3/2025 RESOLUTION NO.

FILE NO. 250826

1	[Real Property Lease - NPU, Inc., a California Corporation - Old United States Mint - Participation Rent of 10% of Gross Monthly Revenue]
2	randipation from or 1070 or eroos monthly revenue;
3	Resolution authorizing and approving the Director of Property to execute a Lease
4	Agreement for a term of four years with three five-year options to extend, to commence
5	upon approval of this Resolution through July 31, 2029 with NPU, Inc. for the continued
6	use of the Old Mint located at 88-5th Street, paying as participation rent, 10% of the
7	gross monthly revenue generated from their use of the Old Mint; and authorizing the
8	Director of Property to execute any amendments or modifications to the Lease
9	including exercising options to extend the agreement term, make certain modifications
10	and take certain actions that do not materially increase the obligations or liabilities to
11	the City, and do not material decrease the benefits to the City and are necessary to
12	effectuate the purposes of the Lease or this Resolution.
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14	WHEREAS, The Old United States Mint ("Old Mint" or "Mint") is a National Historic
15	Landmark, the highest recognition of historical significance designated by the federal
16	government, for its unique architecture and history; and
17	WHEREAS, The City and County of San Francisco's Office of Economic and
18	Workforce Development ("OEWD") is working on projects to renovate and rededicate the Mint
19	as a permanent cultural facility in the City through the Old Mint Restoration Project
20	("Restoration Project"); and
21	WHEREAS, The City desires to continue activation and stewardship of the Old Mint
22	during the Old Mint Restoration Project and until such time as the City is prepared to proceed
23	with subsequent phases of the Restoration Project; and
24	WHEREAS, On June 3, 2016, the City issued a Request for Proposals for Lease
25	resulting in the selection of NPU, Inc. ("Tenant"); and

1	WHEREAS, City executed a lease with NPU, Inc. dated March 1, 2020, for two years
2	with three one-year options to extend; and
3	WHEREAS, Due to the COVID-19 health emergency and resulting negative economic
4	impact Tenant has a past rent balance due to the City of \$163,000; and
5	WHEREAS, To address the past due rent balance, Tenant agrees to perform capital
6	improvement projects in exchange for City forgiving the past due rent balance; and
7	WHEREAS, The proposed Lease includes: (i) an expiration date of July 31, 2029,
8	subject to three options to extend, each for five additional years; (ii) participation rent equal to
9	the sum of 10% of the gross revenue Tenant receives from third parties as payment for rental
10	of the Old Mint; (iii) Tenant will make certain capital improvements to the Old Mint during the
11	initial term of the Lease; and
12	WHEREAS, Tenant shall pay for utilities, services, maintenance, and tax assessments
13	in addition to Participation Rent of 10% of the gross revenue received by tenant for events
14	held at the property; and
15	WHEREAS, An appraisal was done as required under Chapter 23 of the Admin Code
16	and found the Fair Market Participation Rent was found to be at or above fair market rent; and
17	WHEREAS, The Real Estate Division has negotiated a Lease in substantially the form
18	on file with the Clerk of the Board of Supervisors in File No. 250826, which is hereby declared
19	to be a part of this resolution as if set forth fully herein (the "Lease"); and
20	WHEREAS, The Lease shall commence upon approval by the Board of Supervisors
21	and Mayor; and
22	RESOLVED, That in accordance with the recommendation of the Director of Property,
23	the Director of Economic and Workforce Development, and in consultation with the City
24	Attorney, the Director of Property on behalf of the City, as Landlord, shall be and is hereby
25	authorized to take all actions necessary to execute the Lease at the Old United States Mint,

for the initial term of four years with three five year options subject to the enactment of a resolution by the Board of Supervisors and the Mayor, in their respective sole and absolute discretion, approving and authorizing the same; and, be it

FURTHER RESOLVED, The monthly rent for the initial term shall be in the form of 10% of the gross monthly revenue received by Tenant, exclusive of all utilities and services for

which Tenant is solely responsible without any rent credit; and, be it

FURTHER RESOLVED, The past due rent owed to City in the amount of \$163,000 will be forgiven in exchange for Tenant completing planned capital improvement projects during the initial term of the lease; and, be it

FURTHER RESOLVED, The Board of Supervisors approves the Lease in substantially the form in the Board's File and authorizes the Director of Property to take all actions, on behalf of City, to enter into any further amendments or modifications (including without limitation, the exhibits) to the Lease that the Director of Property determines, in consultation with the City Attorney, are in the best interests of the City, do not materially increase the obligations or liabilities of the City, and are necessary or advisable to complete the transaction and effectuate the purposes and intent of this Resolution and are in compliance with all applicable laws, including the City's Charter; and, be it

FURTHER RESOLVED, That any action heretofore taken by any City employee or official with respect to the exercise of the Lease as set forth herein is hereby approved, confirmed and ratified; and, be it

FURTHER RESOLVED, That within thirty (30) days of the Lease being fully executed by all parties, the Director of Property shall provide a copy of the Lease to the Clerk of the Board to include in the official file.

1	RECOMMENDED:
2	/s/
3	Anne Taupier
4	Executive Director SF Office of Economic & Workforce Development
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8	RECOMMENDED
9	/s/
10	Sarah R. Oerth Director of Property
11	Real Estate Division
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