

**Treasure Island Development Authority
City and County of San Francisco**

Resolution approving Amendment No. 12 to the Treasure Island Childcare Master Lease between the Treasure Island Development Authority and the United States Navy to extend the term for one year, for the period of December 1, 2016, through November 30, 2017.

SUMMARY OF PROPOSED ACTION:

This item seeks approval and authorization to amend the Master Lease between the Treasure Island Development Authority (the “Authority”) and the U.S. Navy (the “Navy”) for the Childcare Center on former Naval Station Treasure Island to extend the Term of the Lease to November 30, 2017.

BACKGROUND:

On October 1, 2001, the Authority entered into Lease Number N6871102RP02P09 with the United States Navy (as amended from time to time, the “Childcare Master Lease”). The lease premises include land and structures that are subleased to Catholic Charities for the purpose of operating a Childcare Center on Treasure Island. The Authority does not pay any Base Rent under the Childcare Master Lease, and the Authority uses the subleasing and permit revenues to support the interim operation of Treasure Island. The Master Lease is renewed yearly.

The term of the Childcare Master Lease will expire on November 30, 2016. This Amendment will extend the term to November 30, 2017 on the same terms and conditions as the existing Master Lease.

The Authority's Board of Directors approved the Twelfth Amendment to the Childcare Master Lease at its July 13, 2016 meeting. Pursuant to the Board of Supervisors Resolution establishing the Authority, AB 699 and TIDA's Bylaws, Board of Supervisors approval is required of any contract or agreement entered into by the Authority with a term longer than ten years. Because the term of the Childcare Master Lease will exceed ten years, the Treasure Island Director requests approval of the Twelfth Amendment from the Board of Supervisors to extend the term to November 30, 2017 on the same terms and conditions as the existing Master Lease.

RECOMMENDATION:

Approve the Twelfth Amendment to the Childcare Master Lease between the Treasure Island Development Authority and the United States Navy to extend the term to November 30, 2017.

Robert Beck, Treasure Island Directors