[Lease - San Francisco International Airport Replacement Air Traffic Control Tower - Operation and Occupancy by the United States Government - \$20]

Resolution approving Lease No. DTFAWN-15-L-00093 with the U.S. Government for occupancy and operation of the replacement Air Traffic Control Tower at the San Francisco International Airport by the United States Government, acting by and through the Federal Aviation Administration, for the lease amount of \$1 per year totaling \$20 over the 20-year term to commence following Board approval.

WHEREAS, The Federal Aviation Administration ("FAA"), is an agency of the United States government and provides essential services to the San Francisco International Airport ("Airport"), including operation of the Air Traffic Control Tower ("ATCT") and the installation, operation and maintenance of air navigational instruments and aids on the airfield necessary to ensure air safety; and

WHEREAS, The FAA has operated the existing ATCT at Terminal 2 since 1984, pursuant to Federal Lease DOT-FA76WE-2703-A; and

WHEREAS, Due to seismic and structural deficiencies at the existing ATCT, the Airport Commission, pursuant to Airport Commission Resolution No. 10-0267, adopted on October 10, 2010, approved an Other Transaction Agreement ("OTA") between the Airport and the FAA which defined the responsibilities for the development and funding of a replacement ATCT and FAA offices (collectively, the "Integrated Facilities") located adjacent to Terminal 2; and

WHEREAS, In accordance with the OTA, the Airport and the FAA have negotiated Lease No. DTFAWN-15-L-00093 for approximately 41,960 square feet of space for the Integrated Facilities with a term of twenty (20) years (the "Lease"); and

WHEREAS, In consideration for the FAA funding the Integrated Facilities, in the amount of approximately \$77,000,000, the FAA will pay a nominal rent of \$1.00 per year; and

WHEREAS, The Airport Commission approved Lease No. DTFAWN-15-L-00093 on February 17, 2015, pursuant to Airport Commission Resolution No. 15-0049; and

WHEREAS, A copy of the Lease is on file with the Clerk of the Board of Supervisors in File No. <u>150717</u>, which is hereby declared to be a part of this resolution, as if set forth fully herein; now, therefore, be it

RESOLVED, That this Board of Supervisors hereby approves and authorizes the execution of Lease No. DTFAWN-15-L-00093 with the U.S. Government, acting by and through the Federal Aviation Administration, and the City and County of San Francisco, acting by and through its Airport Commission, with a term of 20 years for occupancy and operation of the Integrated Facilities consisting of approximately 41,960 square feet of operational and administrative space, and at a nominal rent of \$1.00 per year; and, be it

FURTHER RESOLVED, That within 30 days of this Lease being fully executed by all parties, the Airport Commission shall provide the final Lease to the Clerk of the Board for inclusion into the official file.



## City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

## Resolution

File Number: 150717

Date Passed: December 15, 2015

Resolution approving Lease No. DTFAWN-15-L-00093 with the U.S. Government for occupancy and operation of the replacement Air Traffic Control Tower at the San Francisco International Airport by the United States Government, acting by and through the Federal Aviation Administration, for the lease amount of \$1 per year totaling \$20 over the 20-year term to commence following Board approval.

December 09, 2015 Budget and Finance Committee - RECOMMENDED

December 15, 2015 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

File No. 150717

I hereby certify that the foregoing Resolution was ADOPTED on 12/15/2015 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Mayor

Date Approved