9

20

BOARD OF SUPERVISORS

Resolution authorizing the amendment of the lease at 720 Sacramento Street for the

[Real Property Lease Amendment - 720 Sacramento Street]

Department of Public Health to extend the term by one year.

WHEREAS, The City and County of San Francisco, a municipal corporation, is the Tenant under the lease dated December 1, 1996, and executed on March 24, 1997 with KHC Investment Company, as landlord (the "Lease"), authorized under Resolution 331-96, for the premises located at 720 Sacramento Street (the "Premises") consisting of 9,250 sq. ft. for use by the Department of Public Health; and

WHEREAS, Ridgegate Apartments, Inc. ("Landlord") is successor to the landlord's interest in the Lease; and

WHEREAS, The City currently pays a base rent of \$18,645 per month (approximately \$2.02 per square foot) for the Premises; and

WHEREAS, The Lease is scheduled to expire on June 30, 2012; and

WHEREAS, City and Landlord wish to extend the term of the Lease for an additional one (1) year through June 30, 2013, under an amendment to the Lease substantially in the form on file with the Clerk of the Board of Supervisors in File No. 120719 (the "Lease Amendment"), at the current monthly rental rate of \$18,645; and

WHEREAS, That during the extended term, the Lease shall continue to include the clause indemnifying, holding harmless, and defending Landlord and its agents from and against any and all claims, costs and expenses, including without limitation, reasonable attorneys' fees, incurred as a result of any default by the City in the performance of any of its material obligations under the Lease, or any negligent acts or omissions of the City or its agents, in, on, or about the Premises or the property on which the Premises are located,

excluding those claims, costs and expenses incurred as a result of the negligence or willful misconduct of the Landlord or its agents; and

WHEREAS, The Lease Amendment is subject to enactment of a resolution by the Board of Supervisors and the Mayor, in their respective sole and absolute discretion, approving and authorizing such amendment; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of the Department of Public Health and the Acting Director of Property, the Acting Director of Property is hereby authorized to execute the Lease Amendment; and, be it

FURTHER RESOLVED, That all actions heretofore taken by any City employee or official with respect to such Lease Amendment are hereby approved, confirmed and ratified; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Acting Director of Property to enter into any amendments or modifications to the Lease Amendment that the Acting Director of Property determines, in consultation with the City Attorney, are in the best interest of the City, do not materially increase the rent or otherwise materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the Lease Amendment, and are in compliance with all applicable laws, including the City Charter; and, be it

FURTHER RESOLVED, That the City shall continue to occupy the Premises for the extended term unless funds for the Department's rental payment are not appropriated at which time the City may terminate the Lease with advance notice to Landlord. Said Lease shall continue to be subject to certification as to funds by the Controller, pursuant to Section 6.302 of the City Charter.

////

////

\$223,740 Available for FY 2012-2013 Appropriation No. HMHMCB731943 Controller, subject to the enactment of the FY 2012-2013 annual appropriation ordinance. RECOMMENDED: Director, Department of Public Health Acting Director of Property Real Estate Division



City and County of San Francisco **Tails**

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

Resolution

File Number:

120719

Date Passed: June 26, 2012

Resolution authorizing the amendment of the lease at 720 Sacramento Street for the Department of Public Health to extend the term by one year.

June 25, 2012 Land Use and Economic Development Committee - RECOMMENDED AS **COMMITTEE REPORT**

June 26, 2012 Board of Supervisors - ADOPTED

Ayes: 10 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar and

Wiener

Absent: 1 - Olague

File No. 120719

I hereby certify that the foregoing Resolution was ADOPTED on 6/26/2012 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved