[Real Property Lease - Bayview Plaza, LLC - 3801 Third Street, Suite 400 - \$489,225 Initial Base Year Rent]

Resolution approving and authorizing the Director of Property, on behalf of the Department of Public Health, to execute a Lease Agreement for the term of five years, to commence upon approval of this Resolution through November 30, 2029, with two five-year options with Bayview Plaza, LLC located at 3801 Third Street, Suite 400, at a base rent of \$489,225 per year (approximately \$33.00 per square foot) with no annual rent increases; and authorizing the Director of Property to execute any amendments or modifications to the Lease including exercising options to extend the agreement term, make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary to effectuate the purposes of the Lease or this Resolution.

WHEREAS, The Department of Public Health has occupied the 14,825 square foot premises at 3801 Third Street, Suite 400, since 1998, and currently operates its Foster Care, Child Crisis and Crisis Response Team programs at the site; and

WHEREAS, The Real Estate Division ("RED"), on behalf of the Department of Public Health in consultation with the City Attorney has negotiated a new fully serviced Lease Agreement with a five-year term with two options to extend the term for five-years with each option term at 95% of the prevailing market rent; and

WHEREAS, The proposed annual rent of \$489,225 or \$33.00 per square foot full service with no escalations was determined to be equal or below fair market rent by the Director of Property and that no appraisal was required by Administrative Code, Chapter 23; and

WHEREAS, A copy of the proposed Lease Agreement is on file with the Clerk of the Board in File No. 250324; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of Property, on behalf of the Department of Public Health, the Board of Supervisors approves the Lease Agreement and authorizes the Director of Property to take all actions on behalf of the City necessary or advisable to effectuate the Lease Agreement with Bayview Plaza, LLC as the Landlord, for 3801 Third Street, Suite 400, San Francisco, substantially in the form on file with the Clerk of the Board of Supervisors in File No. 250324; and, be it

FURTHER RESOLVED, That commencing upon the approval by the Board of Supervisors and Mayor, the base rent shall be \$489,225 per year (approximately \$33.00 per square foot); and, be it

FURTHER RESOVLED, Authorizing the Director of Property to execute any amendments to the Lease, options to extend to the Lease term, and make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Lease Agreement or this Resolution; and, be it

FURTHER RESOLVED, That within 30 days of the Lease Agreement being fullyexecuted by all parties, the Director of Property shall provide the final Lease Agreement to the Clerk of the Board for inclusion into the official file.

Available: \$122,306.25 (base rent for period April 1, 2025 through 6/30/25)

Fund ID:	1000
Department ID:	251962
Project ID:	10001670
Authority ID:	10000
Account ID:	530110
Activity ID:	1

Michelle Allersma, Budget and Analysis Division Director on behalf of Greg Wagner, Controller

RECOMMENDED:

____/s

Jenny Louie, Chief Operating Officer Department of Public Health

Andrico Penick, Director of Property Real Estate Division

Real Estate Division
BOARD OF SUPERVISORS



City and County of San Francisco Tails

Resolution

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

File Number:

250324

Date Passed: May 13, 2025

Resolution approving and authorizing the Director of Property, on behalf of the Department of Public Health, to execute a Lease Agreement for the term of five years, to commence upon approval of this Resolution through November 30, 2029, with two five-year options with Bayview Plaza, LLC located at 3801 Third Street, Suite 400, at a base rent of \$489,225 per year (approximately \$33.00 per square foot) with no annual rent increases; and authorizing the Director of Property to execute any amendments or modifications to the Lease including exercising options to extend the agreement term, make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary to effectuate the purposes of the Lease or this Resolution.

May 07, 2025 Budget and Finance Committee - RECOMMENDED

May 13, 2025 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Melgar, Sauter,

Sherrill and Walton Excused: 1 - Mandelman

File No. 250324

I hereby certify that the foregoing Resolution was ADOPTED on 5/13/2025 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Daniel Lurie Mayor

Date Approved