City & County of San Francisco

London N. Breed, Mayor



Office of the City Administrator

Carmen Chu, City Administrator Andrico Q. Penick, Director of Real Estate

February 27, 2024

Honorable Board of Supervisors City and County of San Francisco City Hall, Room 244 1 Carlton B. Goodlett Place San Francisco, CA 94102

RE: Permit to Enter and Use – Honeybee Foods Corp., a Delaware corporation – Hallidie Plaza

Dear Board Members:

Attached for your consideration is a Resolution authorizing and approving a Permit to Enter and Use with Honeybee Foods Corp., for a portion of Hallidie Plaza (414 square feet), San Francisco, for a temporary underground utility line necessary for a proposed Jollibee restaurant at 934 Market Street (privately owned) during the term of the restaurant's tenancy. The permit area is not within any right of way, but between the privately-owned building and the right of way.

The City and County of San Francisco (City) owns Hallidie Plaza under the jurisdiction of the San Francisco Recreation and Park Department (RecPark) with the Real Estate Division authorized on RecPark's behalf to issue permits. Honeybee Foods Corp. (Honeybee) entered into a lease with the private owner of 934 Market Street for a Jollibee's Restaurant. The restaurant needs additional electricity and desires to place a new line over a portion of Hallidie Plaza.

RED negotiated a new permit to enter and use with a term of approximately 10 years or until December 8, 2034 (the term of the underlying restaurant lease) at \$1,200 per month with three percent annual adjustments based upon the opinion of the Director of Property and comparable rentals.

RED recommends the permit and resolution, along with RecPark and the Department of Public Works. If you have any questions regarding this matter, please get in touch with Claudia J. Gorham of our office at 415-554-9871.

Respectfully,

Andrico Q. Penick Director of Real Estate