

**First Amendment to
Emergency Agreement between the City and County of San Francisco
and
Chirag Investment Inc., Subhash L. Patel, and Prakash L. Patel
Days Inn Hotel**

THIS FIRST AMENDMENT (this “Amendment”) is made as of **March 23, 2021**, in San Francisco, California, by and between **Chirag Investment Inc., Subhash L. Patel, and Prakash L. Patel** (“Hotel” or “Contractor”), and the **City and County of San Francisco**, a municipal corporation (“City”).

WHEREAS, City and Hotel have entered into a COVID-19-related emergency services contract, dated June 9, 2020 (the “**Original Agreement**”), and extended by the extension notice from City dated September 11, 2020 (the Original Agreement and extension notice are collectively, the “**Agreement**”), for Rooms and Services at the property commonly known as the **Days Inn Hotel** located at 465 Grove Street, San Francisco, CA 94102, to further the public health and safety in connection with City’s response to the Local Emergency declared by Mayor London Breed on Tuesday, February 25, 2020, as supplemented from time to time, including the Thirty-Fifth Supplemental Declaration dated February 19, 2021, authorizing the extension of COVID-19-related contracts; and

WHEREAS, City and Hotel desire to modify the Agreement on the terms and conditions set forth herein to extend the Booking Period, amend Appendix B and Appendix E, among other things; and

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Hotel and City agree that the Agreement is hereby amended as follows:

1. **Defined Terms**. Capitalized terms not defined in this Amendment shall have the meaning set forth in the Agreement.
2. **Replace Section 2.1**. Section 2.1 is hereby deleted from the Agreement, and the following is hereby added in its place and fully incorporated into the Agreement:

2.1 **Term**. The term of this Agreement commenced on **June 15, 2020** and will expire of its own accord on **February 28, 2022** (the “**Booking Period**”), unless earlier terminated as otherwise provided herein. After **June 30, 2021**, City may terminate this Agreement by providing at least thirty (30) days written notice to Hotel of such termination. Notwithstanding, City agrees to use commercially reasonable efforts to provide more advanced notice to the extent it is practical or able to do so. Additionally, if City receives notice, either directly or by general announcement, that FEMA reimbursement for this Agreement will be reduced or unavailable, City will use commercially reasonable efforts to notify the Hotel of such information, unless such notification to the Hotel is prohibited by law or regulation.

3. **Amend Section 3.3.1.** The following sentence from Section 3.3.1 is hereby deleted from the Agreement:

“In no event shall the amount of this Agreement exceed **Two Million Five Hundred Seventy-Nine Thousand Two Hundred and Eighteen Dollars (\$2,579,218).**”; and

the following sentence is hereby added in its place and fully incorporated into the Agreement:

“In no event shall the amount of this Agreement for Rooms and Services exceed **Four Million One Hundred Ninety-Seven Thousand, Five Hundred Forty-One Dollars (\$4,197,541).**”

4. **Replace Section 10.3.** Section 10.3 is hereby deleted from the Agreement, and the following is hereby added in its place and fully incorporated into the Agreement:

10.3 Prohibition on Use of Public Funds for Political Activity. In performing the Services, Contractor shall comply with San Francisco Administrative Code Chapter 12G, which prohibits funds appropriated by the City for this Agreement from being expended to participate in, support, or attempt to influence any political campaign for a candidate or for a ballot measure. Contractor is subject to the enforcement and penalty provisions in Chapter 12G.

5. **Replace Section 10.11.** Section 10.11 is hereby deleted from the Agreement, and the following is hereby added in its place and fully incorporated into the Agreement:

10.11 Limitations on Contributions. By executing this Agreement, Hotel acknowledges its obligations under Section 1.126 of the City’s Campaign and Governmental Conduct Code, which prohibits any person who contracts with, or is seeking a contract with, the City for the rendition of personal services, for the furnishing of any material, supplies or equipment, for the sale or lease of any land or building, or for a grant, loan or loan guarantee, or for a development agreement, from making any campaign contribution to (i) a City elected official if the contract must be approved by that individual, a board on which that individual serves, or the board of a state agency on which an appointee of that individual serves, (ii) a candidate for that City elective office, or (iii) a committee controlled by such elected official or a candidate for that office, at any time from the submission of a proposal for the contract until the later of either the termination of negotiations for such contract or twelve months after the date the City approves the contract. The prohibition on contributions applies to each prospective party to the contract; each member of Hotel’s board of directors; Hotel’s chairperson, chief executive officer, chief financial officer and chief operating officer; any person with an ownership interest of more than 10 percent in Hotel; any subcontractor listed in the bid or contract; and any committee that is sponsored or controlled by Hotel. Hotel certifies that it has informed each such person of the limitation on contributions imposed by Section

1.126 and has provided the names of the persons required to be informed to City department with whom it is contracting.

6. **Amend Appendix B.** The following amounts within Section 1 of Appendix B Calculation of Charges are hereby amended, increased, and fully incorporated into the Agreement:

a. Total Not-to-Exceed Compensation:	\$4,197,541	
b. Not-to-Exceed Compensation without Reimbursable Amount:	\$2,273,327	<i>(41 x \$89 x 623)</i>
c. Not-to-Exceed Reimbursable Amount:	\$340,999	<i>(15% of b.) (41x \$70 x 290)</i>
d. Not-to Exceed Reimbursable Amount (Food Service in App. E)	\$1,583,215	<i>+41 x \$55 x333)</i>

7. **Amend Appendix E.** Appendix E is hereby deleted from the Agreement, and the following is hereby added in its place and fully incorporated into the Agreement:

Appendix E
Food Service by Hotel

The Hotel and City continue to work in good faith to develop and incorporate food service programs, which will: (i.) not exceed \$70 per room per night from the period beginning June 15, 2020 through the night of March 31, 2021 (290 nights); and (ii) not exceed \$55 per room per night beginning April 1, 2021 through the night of February 28, 2022 (333 nights). The total not-to-exceed compensation of \$1,583,215 for the food service program is included in Appendix B.

The parties acknowledge that the City may terminate any food service program by providing at least fourteen (14) days written notice to Hotel of such termination, to be effective immediately upon the date specified in the notice, at no additional cost or termination fee. Notwithstanding, City agrees to use commercially reasonable efforts to provide more advanced notice to the extent it is practical or able to do so. City shall pay Hotel the daily food service rate through the termination date provided in City's termination notice in accordance with the monthly invoice procedure provided in Appendix B.

8. **Full Force and Effect.** Except as specifically amended in this Amendment, the terms and conditions of the Agreement, as amended by this Amendment, shall remain unchanged and in full force and effect. In the event of any conflict between the terms and conditions of the Agreement and the terms and conditions of this Amendment, the terms and conditions of this Amendment shall control.

9. **Counterparts.** This Amendment may be executed in two or more counterparts, each of which shall be deemed an original, but all of which taken together shall constitute one and the same instrument.

IN WITNESS WHEREOF, Hotel and City have executed this Amendment as of the date first referenced above.

CITY

HOTEL

CITY AND COUNTY OF SAN FRANCISCO,
a municipal corporation

CHIRAG INVESTMENT, INC.,
a California corporation

Recommended by:

DocuSigned by:
Trent Rhorer
9753A8870BB74EE...
Trent Rhorer
Executive Director
Human Services Agency

DocuSigned by:
Naresh Patel
C9FE1DCD9F3E466...
Naresh Patel
General Partner

SUBHASH L. PATEL.,
an individual

Approved as to Form:

Dennis J. Herrera
City Attorney
DocuSigned by:
David Ries
EEE1B6C5BE4244A
By: David K. Ries
Deputy City Attorney

DocuSigned by:
Subhash Patel
4616EAFADB0D476...
Subash L. Patel
Partner

PRAKASH L. PATEL.,
an individual

Approved:

Sailaja Kurella
Acting Director of the Office of
Contract Administration, and

DocuSigned by:
Shawn Peters
C13CDA276251449...
By: Shawn Peters

DocuSigned by:
Prakash Patel
5875DD2985D74CF...
Prakash L. Patel
Partner

City Supplier number: _____