

# **Port of SF – Alioto Fish Company Ltd. Mutual Lease Termination Agreement**

Budget and Finance Committee Presentation

June 8, 2022



# Background

- Alioto Fish Company has operated in Fisherman's Wharf since 1925
- Suspended operations in March 2020 and never reopened
- Alioto's requested mutual termination agreement
- Port Commission approved mutual termination agreement in April 2022



# Summary of Agreement Terms

- Alioto's surrenders security deposit to Port
  - \$18,384 (restaurant lease)
  - \$7,590 (warehouse lease)
- Alioto's pays termination fee
  - \$200,000 (restaurant lease)
  - \$50,000 (warehouse lease)
- Facility returned in condition found during inspections
- Cooperate to ensure all permits and contractual obligations are transferred
- Alioto's returns \$5 million SBA COVID relief loan
- Alioto's provides broad release of claims

# Port Staff Analysis

- Tenant is a longstanding, iconic Fisherman's Wharf destination that has engaged in good faith with the Port
- While inspections identified items needing repair, facility is serviceable; renewal can be achieved through tenant improvements
- Port has an interest in regaining control of the site