[Lease Modification - United States Government - Offices Occupied by the U.S. Drug Enforcement Administration - Annual Rent \$620,611.20]

Resolution approving Modification No. 2 of Lease No. GS-09P-LCA03384 between the United States (U.S.) Government and the City and County of San Francisco, acting by and through its Airport Commission, to extend the term by two years from October 1, 2023, for a total term of October 1, 2015, through September 30, 2025, and increase the annual rent to \$620,611.20 for offices occupied by the U.S. Drug Enforcement Administration.

WHEREAS, The Drug Enforcement Administration (DEA), an agency of the United States (U.S.) Department of Justice, currently occupies offices at San Francisco International Airport (Airport); and

WHEREAS, On September 1, 2015, by Resolution No. 15-0175, the Airport Commission (Commission) approved General Services Administration (GSA) Lease No. GS-09P-LCA03384 (Lease), providing administrative and operations offices for the DEA in Terminal 3 of the Airport (Premises); and

WHEREAS, On December 8, 2015, by Resolution No. 490-15, the Board of Supervisors (Board) approved the Lease; and

WHEREAS, On September 20, 2020, by Resolution No. 20-0177, the Commission approved Lease Modification No. 1 extending the term of the Lease by three years, for a new expiration date of September 30, 2023, and increasing the annual rent to \$569,635.43; and

WHEREAS, On October 27, 2020, by Resolution No. 510-20, the Board approved Lease Modification No. 1; and

WHEREAS, The DEA Premises is currently comprised of approximately 2,612 square feet of exclusive use space in Terminal 3; and

WHEREAS, The DEA wishes to extend the Lease term for an additional two-year period, with a corresponding modification of rent, an option for the DEA to terminate the Lease after one year, and an Airport option to relocate the Premises; and

WHEREAS, Airport staff negotiated Modification No. 2 of the Lease with the GSA, acting on behalf of the DEA, to extend the term of the Lease by two years, through September 30, 2025, increase the annual rent to \$620,611.20, add the DEA termination option after one year, and add the Airport relocation option; and

WHEREAS, On August 15, 2023, by Resolution No. 23-0203, the Commission approved Modification No. 2, a copy of which is on file with the Clerk of the Board of Supervisors in File No. 230965, which is hereby declared to be part of this Resolution as if set forth fully herein; and

WHEREAS, If full City approval of Modification No. 2 is not received prior to the current September 30, 2023 expiration date, the Lease will enter a month-to-month holdover until full City approval is obtained; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby approves Modification No. 2 of Lease No. GS-09P-LCA03384 between the United States Government and the City and County of San Francisco, acting by and through its Airport Commission, which 1) extends the term of the Lease for two years, 2) increases the annual rent to \$620,611.20, totaling \$1,241,222.40 for the extension term, 3) provides the DEA with an option to terminate the Lease after the first year of this extension term, and 4) provides the Airport with an option to relocate the Premises; and, be it

FURTHER RESOLVED, That within thirty (30) days of the contract being fully executed by all parties, the Airport Commission shall provide a copy of the final contract to the Clerk of the Board for inclusion into the official file.



City and County of San Francisco **Tails**

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

Resolution

File Number:

230965

Date Passed: October 17, 2023

Resolution approving Modification No. 2 of Lease No. GS-09P-LCA03384 between the United States (U.S.) Government and the City and County of San Francisco, acting by and through its Airport Commission, to extend the term by two years from October 1, 2023, for a total term of October 1, 2015, through September 30, 2025, and increase the annual rent to \$620,611.20 for offices occupied by the U.S. Drug Enforcement Administration.

October 11, 2023 Budget and Finance Committee - RECOMMENDED

October 17, 2023 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 230965

I hereby certify that the foregoing Resolution was ADOPTED on 10/17/2023 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

London N. Breed Mayor

Date Approved