[Real Property Lease - 2712 Mission Street - Annual Rent of \$768,000]

Resolution authorizing a ten-year lease of 2712 Mission Street from Redwood Mortgage Investors VIII, A California Limited Partnership, for the Department of Public Health at an initial annual rent of \$768,000.

WHEREAS, The City and County of San Francisco (City) Department of Public Health has leased the 32,000 rentable square foot premises located at 2712 Mission Street, San Francisco, California (Premises), for its Community Mental Health Services since 2002; and

WHEREAS, The Real Estate Division, at the request of the Department of Public Health, negotiated a renewal lease (Lease) for the Premises with the owner, Redwood Mortgage Investors VIII, A California Limited Partnership (Landlord), for a ten-year term commencing once the Lease is approval by the City's Board of Supervisors and Mayor and executed by City; and

WHEREAS, The initial monthly rent for the Renewal Lease shall be \$64,000 (\$2.00 per square foot), net of utilities and janitorial services, subject to annual Consumer Price Index adjustments of no less than 3% and no more than 5%; and,

WHEREAS, The Landlord shall be responsible for maintenance and repair of the building systems at the Premises, including elevator and life safety; and,

WHEREAS, The City shall receive a rent credit of \$216,047.64 if the Lease is approved and executed on or before March 31, 2012; now, therefore, be it

RESOLVED, That the City Board of Supervisors hereby approves the Lease and authorizes the Director of Property to execute the Lease and to enter into any amendments or modifications to the Lease, including without limitation, any exhibits, that the Director of Property determines, in consultation with the City Attorney, are in the best interest of the City,

Real Estate

BOARD OF SUPERVISORS

25

Page 2 2/7/2012



## City and County of San Francisco **Tails**

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

## Resolution

File Number:

120140

Date Passed: March 13, 2012

Resolution authorizing a ten-year lease of 2712 Mission Street from Redwood Mortgage Investors VIII, A California Limited Partnership, for the Department of Public Health at an initial annual rent of \$768,000.

March 07, 2012 Budget and Finance Sub-Committee - RECOMMENDED

March 13, 2012 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar, Olague and Wiener

File No. 120140

I hereby certify that the foregoing Resolution was ADOPTED on 3/13/2012 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

**Date Approved**