[Real Property Sublease Amendment - General Assistance Services - 1235 Mission Street]

Resolution establishing rent and term for second extension and confirming second sublease extension of a Lease with the San Francisco Unified School District for real property at 1235 Mission Street for the Human Services Agency for general assistance services.

WHEREAS, On August 1, 1992, The City and County of San Francisco ("City") previously entered into a Sublease ("Sublease") with the San Francisco Unified School District ("SFUSD") for approximately 118,000 square feet of office space at 1235 Mission Street ("Premises") to accommodate the Human Services Agency, which was authorized by the Board of Supervisors through Board Resolution No. 20-92 adopted January 16, 1992; and

WHEREAS, By a Notice of Establishment of Rent for First Extension Period, dated May 29, 2003, City and SFUSD agreed to a five year extension of the sublease, which was approved by the Board of Supervisors through Board Resolution No. 404-03 adopted June 27, 2003; and

WHEREAS, The Human Services Agency continues to provide vital General Assistance Services from the Premises; and

has negotiated an Agreement Establishing Rent and Term for Second Extension Period and Confirming Second Sublease Extension ("Second Extension") to extend the term for the Premises to August 31, 2013 at a fixed rate of \$18.05 per square foot per year, on file with

the Clerk of the Board in File No. 120885, and by reference made a part hereof; and

WHEREAS, The Director of Property, in consultation with the City Attorney's Office,

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WHEREAS, The Director of Property has determined that the proposed rental rate for

the entire extension period, from July 1, 2008 through August 31, 2013, as set forth in the Second Extension, is equal to 95% of fair market rent for the Premises, as prescribed in the renewal process of the Sublease; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the City Attorney and the Director of Property, the Board of Supervisor hereby approves the Second Extension and transaction contemplated thereby in substantially the form of such agreement presented to the Board and authorizes the Director of Property to execute and deliver the Second Extension, and authorizes City staff to take all actions, on behalf of the City, to perform its obligations and exercise its rights under the Sublease as amended by the Second Extension; and, be it

FURTHER RESOLVED, That all actions heretofore taken by any employee or official of the City with respect to this Second Extension are hereby approved, confirmed and ratified; and, be it

FURTHER RESOLVED, That the application of the terms and conditions of the Second Extension shall be retroactive to the date of July 1, 2008, including payment of accrued rent as detailed in the Second Extension; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of Property to enter into any amendments or modifications to the Second Extension (including without limitation, the exhibits) that the Director of Property determines, in consultation with the City Attorney, are in the best interest of the City, do not materially increase the obligations or liabilities of the City, do not materially decrease the benefits to the City, or are necessary or advisable to effectuate the purposes of the Second Extension or this Resolution, and are in compliance with all applicable laws, including City's Charter; and, be it

FURTHER RESOLVED, That said Second Extension shall be subject to certification as to funds by the Controller, pursuant to Section 3.105 of the Charter.

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\$3,208,629 Available

(Accrued amount owed in rent from July 1, 2008 through September 30, 2012 plus rent owed from October 1, 2012 through June 30, 2013)

Fund/Subfund:

1GAGFAAA

Program: Index Code:

Sub object:

CAO 45ADOH

03011

Controller

Real Estate BOARD OF SUPERVISORS

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City and County of San Francisco **Tails**

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

Resolution

File Number:

120885

Date Passed: September 18, 2012

Resolution establishing rent and term for second extension; and confirming second sublease extension of a Lease with the San Francisco Unified School District for real property at 1235 Mission Street for the Human Services Agency for general assistance services.

September 12, 2012 Budget and Finance Committee - RECOMMENDED

September 18, 2012 Board of Supervisors - ADOPTED

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

File No. 120885

I hereby certify that the foregoing Resolution was ADOPTED on 9/18/2012 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved