Real Property Lease Amendment - Autodesk, Inc. - Pier 9]

Resolution approving Port Commission's Second Amendment to Lease No. L-15169 with Autodesk, Inc., a Delaware corporation for the lease of office space and unimproved shed space at Pier 9 in the Northern Waterfront with a one hundred and twenty month term.

WHEREAS, California Statutes of 1968, Chapter 1333 (the "Burton Act") and the San Francisco Charter Sections 4.114 and B3.581 empower the San Francisco Port Commission ("Port Commission") with the power and duty to use, conduct, operate, maintain, manage, regulate and control the lands within Port Commission jurisdiction; and

WHEREAS, Autodesk, Inc. a Delaware corporation, ("Autodesk") is a San Francisco based business currently located at Pier 9 pursuant to Port of San Francisco Lease No. L-15150, a 66-month lease for approximately 8,391 square feet with rent credits applied for significant tenant improvements, as approved by the Port Commission on September 11, 2012 by Resolution 12-64 as amended by the First Amendment ("Lease"); and

WHEREAS, Port and Autodesk have mutually agreed on the terms and conditions of a Second Amendment to the Lease (the "Second Amendment") approved by the Port Commission on October 23, 2012 by Resolution 12-79 to increase the Lease term to 120 months, increase the minimum required tenant investment to \$7,000,000, increase the rent credit to \$2,861,311.50 (\$105.24 per sq.ft.) for core and shell improvements only, and add approximately 18,799 square feet of existing office space and unimproved shed space located at Pier 9. The total new premises is approximately 27,190 square feet with an initial monthly

rent of \$55,444.00 (\$2.25 & \$1.25 per sq. ft.) after a 180-day rent-free construction period; and

WHEREAS, a copy of the Lease, the First Amendment, and the Second Amendment, are on file with the Clerk of the Board in File No. <u>121170</u>; and

WHEREAS, Pursuant to requirements under the California Environmental Quality Act (CEQA), the environmental effects of the Second Amendment were reviewed and determined to be exempt from CEQA under a General Rule Exclusion issued by the San Francisco Planning Department to the Port, dated November 2012, which allows the Port to lease and manage property where there is no change or substantial intensification of the existing use; and

WHEREAS, San Francisco Charter Section 9.118 requires Board of Supervisors approval of real property leases with terms of ten (10) or more years, including extension options, or having anticipated revenue to the City of One Million Dollars (\$1,000,000.00) or more; and

WHEREAS, with the Second Amendment, the Lease will have revenues that exceed

One Million Dollars (\$1,000,000.00), and the term will be ten years; now, therefore, be it

RESOLVED, That the Board of Supervisors approves the Second Amendment; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Executive Director of the Port (the "Executive Director") to execute the Second Amendment in a form approved by the City Attorney and in substantially the form of the Second Amendment on file with the Clerk of the Board of Supervisors; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Executive Director to enter into any additions, amendments or other modifications to the Lease

(including, without limitation, preparation and attachment of, or changes to, any or all of the exhibits and ancillary agreements) that the Executive Director, in consultation with the City Attorney, determines when taken as a whole, are in the best interest of the Port, do not materially increase the obligations or liabilities of the Port or City or materially decrease the public benefits accruing to the Port, and are necessary or advisable to complete the transactions contemplated and effectuate the purpose and intent of this Resolution, such determination to be conclusively evidenced by the execution and delivery by the Executive Director of any such documents; and, be it

FURTHER RESOLVED, That the Board of Supervisors approves, and ratifies all prior actions taken by the officials, employees and agents of the Port Commission, or the City with respect to the Lease.



City and County of San Francisco **Tails**

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

Resolution

File Number:

121170

Date Passed: January 15, 2013

Resolution approving Port Commission's Second Amendment to Lease No. L-15169 with Autodesk, Inc., a Delaware corporation for the lease of office space and unimproved shed space at Pier 9 in the Northern Waterfront with a 120 month term.

January 09, 2013 Budget and Finance Committee - AMENDED

January 09, 2013 Budget and Finance Committee - RECOMMENDED AS AMENDED

January 15, 2013 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Chiu, Chu, Cohen, Farrell, Kim, Mar, Wiener and Yee

File No. 121170

I hereby certify that the foregoing Resolution was ADOPTED on 1/15/2013 by the Board of Supervisors of the City and County of San Francisco.

Clerk of the Board

Date Approved