

**Treasure Island Development Authority
City and County of San Francisco**

Resolution Approving the Twenty-Sixth Amendment to the Treasure Island Event Venues Master Lease between the Treasure Island Development Authority and the United States Navy to Extend the Term.

SUMMARY OF PROPOSED ACTION:

This item seeks approval and authorization to amend the Master Lease between the Treasure Island Development Authority (the “Authority”) and the U.S. Navy (the “Navy”) for the Event Venues on former Naval Station Treasure Island to extend the Term of the Lease to November 30, 2015.

BACKGROUND:

On September 4, 1998, the Authority entered into lease agreement N6247498RP00Q03 with the United States Navy (the “Event Venues Master Lease”) for certain land and structures on former Naval Station Treasure Island. The lease premises includes Special Event venues as well as the Treasure Island Great Lawn. The Authority does not pay any base rent under the Event Venues Master Lease, and the Authority uses the subleasing and permit revenues to support the interim operation of Treasure Island. The Master Lease is renewed yearly.

The term of the Event Venues Master Lease will expire on November 30, 2014. The proposed Twenty-Sixth Amendment will extend the term to November 30, 2015 on the same terms and conditions as the existing Event Venues Master Lease.

The Authority's Board of Directors approved the Twenty-Sixth Amendment to the Event Venues Master Lease at its July 9, 2014 meeting. Pursuant to the Board of Supervisors Resolution establishing the Authority, AB 699 and TIDA's Bylaws, Board of Supervisors approval is required of any contract or agreement entered into by the Authority with a term longer than ten years. Because the term of the Event Venues Master Lease exceeds ten years, the Director of Island Operations requests approval of the Twenty-Sixth Amendment from the Board of Supervisors to extend the term to November 30, 2015 on the same terms and conditions as the existing Master Lease.

RECOMMENDATION:

Approve the Twenty-Sixth Amendment to the Event Venues Master Lease between the Treasure Island Development Authority and the United States Navy to extend the term to November 30, 2015.

Mirian Saez, Director of Island Operations