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[Agreement Extension - TEGSCO, LLC, dba San Francisco Auto Return - Towing and Storage of Abandoned and Illegally-Parked Vehicles]

Resolution approving the Second Amendment to the Amended and Restated Agreement with TEGSCO, LLC, dba San Francisco AutoReturn, for towing, storage, and disposal of abandoned and illegally-parked vehicles to extend the Agreement and the License for eight months, from August 1, 2015, through March 31, 2016.

WHEREAS, On July 31, 2005, the San Francisco Municipal Transportation Agency (SFMTA) executed an agreement with San Francisco AutoReturn to manage a network of ten local and Bay Area towing firms that provide towing support for the San Francisco Police Department (SFPD) and the SFMTA ("the Towing Agreement") and Appendix C to that agreement, a revocable license for a long-term storage facility for towed vehicles at Pier 70 ("the License"); and

WHEREAS, In addition, San Francisco AutoReturn secured a separate license in 2005 with Caltrans for property on 7th Street (across from the Hall of Justice) to be used as the primary storage lot for towed vehicles and the customer service center; and

WHEREAS, In 2010 the SFMTA Board and this Board approved an extension of the Towing Agreement and the License for five years until July 31, 2015; and

WHEREAS, In May 2014 both Boards approved transferring the long-term storage facility from Pier 70 to property at 2650 Bayshore Blvd. and replacing Appendix C to the Towing Agreement (the License) with Appendix H, the license for the Bayshore site ("the Bayshore License"); and

WHEREAS, The SFMTA requires an additional eight months after expiration of the Towing Agreement and the Bayshore License to release a new RFP for towing services, negotiate a new towing agreement; and

WHEREAS, In order to reimburse San Francisco AutoReturn for the rent increase of \$53,621 per month that it must pay to Caltrans during the last eight months of the existing lease for the 7th Street site, the SFMTA will allow San Francisco AutoReturn to offset its rent of \$147,985.76 per month at the Bayshore facility by \$53,000 per month, for a total of \$424,000 over the eight-month period; and

WHEREAS, On June 16, 2015, the SFMTA Board of Directors approved Resolution No. 15-091, authorizing the Second Amendment to the Towing Agreement extending the Agreement for eight months, and authorizing the First Amendment to Appendix H of the Towing Agreement, the Bayshore License; and

WHEREAS, In November 2014, the Board of Supervisors passed Resolution No. 432-14 urging the SFMTA to evaluate the feasibility of waiving or otherwise mitigating towing and storage fees for individual members of the public whose vehicles were towed and identified by the SFPD as stolen; and

WHEREAS, In addition to approving extension of the Towing Agreement and the License, the SFMTA Board on June 16, 2015, approved a waiver policy for owners of stolen vehicles; and

WHEREAS, This policy will go into effect on December 1, 2015; and

WHEREAS, The Towing Agreement and Bayshore License amendment are on file with the Clerk of the Board of Supervisors in File No. <u>150689</u>; and

WHEREAS, The Planning Department has determined that the actions contemplated in this Resolution comply with the California Environmental Quality Act (California Public

Resources Code, Sections 21000, et seq.); said determination is on file with the Clerk of the Board of Supervisors in File No. <u>150689</u> and is incorporated herein by reference; and

WHEREAS, The Board affirms this determination; now, therefore, be it

RESOLVED, That the San Francisco Board of Supervisors authorizes execution of the Second Amendment to the Amended and Restated Agreement and Property Use License for towing, storage, and disposal of abandoned and illegally-parked vehicles with TEGSCO, LLC, dba San Francisco AutoReturn, and the First Amendment to Appendix H to that Agreement, the Amended and Restated Revocable License to Enter and Use Property, to extend the Agreement and the License for eight months, from August 1, 2015, to March 31, 2016; and, be it

FURTHER RESOLVED, That within 30 days of the document being fully executed by all parties, the final document shall be provided to the Clerk of the Board for inclusion in 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:

150689

Date Passed: July 14, 2015

Resolution approving the Second Amendment to the Amended and Restated Agreement with TEGSCO, LLC, dba San Francisco AutoReturn, for towing, storage, and disposal of abandoned and illegally-parked vehicles to extend the Agreement and the License for eight months, from August 1, 2015, through March 31, 2016.

July 08, 2015 Budget and Finance Sub-Committee - RECOMMENDED

July 14, 2015 Board of Supervisors - ADOPTED

Ayes: 9 - Avalos, Breed, Christensen, Cohen, Farrell, Mar, Tang, Wiener and Yee

Noes: 2 - Campos and Kim

File No. 150689

I hereby certify that the foregoing Resolution was ADOPTED on 7/14/2015 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved