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[Authorizing the Acquisition of a Lease by Eminent Domain - Central Shops Relocation - 1975] Galvez Avenuel

Resolution authorizing the acquisition of a lease at the real property commonly known as 1975 Galvez Avenue, Assessor's Parcel Block No. 5250, Lot No. 016, by eminent domain for the public purpose of completing and constructing the Central Shops Relocation; affirming the Planning Department's Categorical Exemption determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

WHEREAS, The San Francisco General Services Agency ("GSA") desires to relocate the City's Central Fleet Maintenance Shop ("Central Shops") from its current location at 1800 Jerrold Avenue to a nearby site, composed of contiguous parcels located at 1975 Galvez, and 555 Selby as well as a nearby parcel at 450 Toland, that collectively would meet GSA's needs to construct a modern facility and free up the 1800 Jerrold Avenue property for use by the San Francisco Public Utilities Commission ("SFPUC") for temporary and ongoing repair, replacement, upgrades, and other capital improvement projects at its Southeast Water Pollution Control Plant ("SEP") facilities (the "Project"); and

WHEREAS, The SEP facilities are also in need of substantial maintenance, repair, and replacement, and the adopted Wastewater Enterprise Capital Plan includes an allocation toward these improvements, and the SFPUC seeks to secure additional land in proximity of the SEP to support these improvements; and

WHEREAS, The Project's primary objective is to relocate the Central Shops from existing, outdated facility to a repurposed and newly-constructed modern facility necessary for GSA to perform its duties, as well as provide additional space for SFPUC's immediate and long-term use in connection with its SEP facilities; and

WHEREAS, The City purchased the real property commonly known as 1975 Galvez Avenue, San Francisco, California, Assessor's Parcel No. 5250-016 ("Galvez Property") in 2016, subject to an existing lease ("Lease"), pursuant to which BlueLine Rentals, LLC ("Lessee") (formerly Volvo Construction Rentals, Inc.), currently occupies and operates an equipment rental business at the Galvez Property; and

WHEREAS, The legal description of the Galvez Property and a copy of the Lease are on file with the Clerk of the Board of Supervisors in File No. 161101 and are each incorporated herein by reference as though fully set forth; and

WHEREAS, California Government Code, Sections 25350.5 and 37350.5 authorize the City's Board of Supervisors to acquire any property necessary to carry out any of the powers or functions of the City by eminent domain; and

WHEREAS, The City requires the acquisition of the property interest set forth in the Lease for the Project; and

WHEREAS, On October 28, 2015, the Planning Department made required findings and determined that the Project is categorically exempt from the California Environmental Quality Act (California Public Resources Code, Sections 21000 et seq.) as a Class 32 in-fill development project; and

WHEREAS, This determination is on file with the Clerk of the Board of Supervisors in File No. 161101 and is incorporated herein by reference as though fully set forth; the Board affirms this determination; and

WHEREAS, Real Estate Division staff obtained an appraisal of the Lease in compliance with California Government Code Section 7267 et seq. and all related statutory procedures for possible acquisition of the Lease, submitted an offer to the Lessee to purchase the Lease as required by California Government Code Section 7267.2 on

September 14, 2016, and continues to negotiate the possible acquisition of the Lease with the Lessee; and

WHEREAS, On November 5, 2015, the City's Planning Department found the Project to be consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1, to the extent applicable; this determination is on file with the Clerk of the Board of Supervisors in File No. 161101 and is incorporated herein by reference as though fully set forth; the Board affirms this determination; and

WHEREAS, This Board finds and determines that each person whose name and address appears on the last equalized County Assessment Roll as an owner of the Galvez Property, as well as the Lessee, has been given notice and a reasonable opportunity to appear and be heard on this date on the matter referred to in California Code of Civil Procedure Section 1240.030 in accordance with California Code of Civil Procedure Section 1245.235; now, therefore, be it

RESOLVED, That by at least a two-thirds vote of this Board under California Code of Civil Procedure Sections 1240.030 and 1245.230, this Board finds and determines each of the following:

- 1. The public interest and necessity require the proposed Project;
- 2. The proposed Project is planned and located in the manner that will be most compatible with the greatest public good and the least private injury;
- 3. The Lease, should it be acquired, would terminate Lessee's interest in the Galvez Property and is necessary for the Project; and
- 4. The offer required by California Government Code Section 7267.2 has been made to the Lessee; and, be it

FURTHER RESOLVED, That to the extent that any portion of the Galvez Property or use allowed under the Lease sought to be acquired is presently appropriated to a public use.

the use for which the Lease is sought, specifically, construction of the Project, is a more necessary public use under Section 1240.610 of the California Code of Civil Procedure; and, be it

FURTHER RESOLVED, That to the extent that any portion of the Galvez Property or use allowed under the Lease sought to be acquired is presently appropriated to a public use, the use for which the Lease is sought, specifically, construction of the Project, will not unreasonably interfere with or impair the continuance of the public use under Section 1240.510 of the California Code of Civil Procedure; and, be it

FURTHER RESOLVED, That to the extent that any portion of the Galvez Property or use allowed under the Lease sought to be acquired is substitute property, the substitute property is necessary for the purpose specified in Section 1240.330 of the California Code of Civil Procedure; and, be it

FURTHER RESOLVED, That the City Attorney is hereby authorized and directed to take all necessary steps to commence and prosecute proceedings in eminent domain, including settlement or compromise of any such proceedings consistent with the City's Charter and all applicable law, against the Lessee and the owner or owners of any and all interests in the Galvez Property or claims thereto for the condemnation thereof for the public use of the City, to the extent such proceedings are necessary; together with the authorization and direction to take any and all actions or comply with any and all legal procedures to obtain an order for immediate or permanent possession of the Lease, in conformity with existing or amended law; and, be it

FURTHER RESOLVED, That this Board has reviewed and considered the Planning Department's determination that the Project qualifies under a Class 32 Categorical Exemption pursuant to CEQA; and, be it

FURTHER RESOLVED, That this Board finds that there have been no substantial changes proposed for the Project, and no substantial changes in Project circumstances, that would disqualify the Project's Categorical Exemption; and, be it

FURTHER RESOLVED, That this Board hereby adopts as its own and incorporates by reference, as though fully set forth herein, the findings of the Planning Department that the acquisition of the Lease is consistent with the General Plan and the Eight Priority Policies of City Planning Code Section 101.1.

RECOMMENDED:

Director of Property John Updike

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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:

161101

Date Passed: November 29, 2016

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November 29, 2016 Board of Supervisors - ADOPTED

Ayes: 9 - Avalos, Campos, Cohen, Farrell, Kim, Mar, Tang, Wiener and Yee

Noes: 2 - Breed and Peskin

File No. 161101

I hereby certify that the foregoing Resolution was ADOPTED on 11/29/2016 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Mayor/

Date Approved