

City and County of San Francisco Edwin M. Lee, Mayor

February 22, 2017

Department of Public Health Barbara A. Garcia, MPA Director of Health

Honorable Board of Supervisors City and County of San Francisco City Hall, 1 Dr. Carlton B. Goodlett Place San Francisco, California 94102

Re: Extension Option for Lease at 1701 Ocean Ave., San Francisco, CA

Dear Board Members:

Attached for your consideration is a Resolution authorizing the Director of Property to exercise the first 5-year extension period of the lease located at 1701 Ocean Ave. comprising 5,000 square feet for the continued use by the Department of Public Health's Ocean-Merced-Ingleside (OMI) Family Program providing mental health services to OMI residents.

The City, on behalf of the Department of Public Health (the "DPH"), entered into a lease for the Premises with Huey Lan F. 2004 Trust, as Landlord, for an initial term of 10-years commencing March 1, 2007, which included two 5-year extension periods, each subject to an enactment of a resolution by the Board of Supervisors and Mayor.

At the request of the DPH, the Real Estate Division negotiated the fully serviced fair market monthly rent of \$17,950 or \$3.59 per square foot for the Premises for the first 5-year extension term to commence upon approval by the Board of Supervisors and Mayor and terminate on March 1, 2022, with no other change to the existing terms.

The Department of Public Health and Director of Property recommend approval of the 5-year lease extension. Funds are available in index code HMHMcc730515.

If you have any questions in this regard, please contact the DPH representative, David Borgognoni, at 415-255-3405 or Claudine Venegas with the General Services Agency's Real Estate Division at 415-554-9872.

Respectfully,

Barbara Garcia, MPA, Director Department of Public Health cvh;\\\1701OceanBOS2-15-17

Attachments

cc: Lisa Zayas Chien, Kathryn Jung, DPH John Updike, Director, Real Estate Division Claudine Venegas, RED Naomi Kelly, City Administrator