[Real Property Purchase and Sale Agreement - Sale of Three Parcels in Millbrae, California -Pradeep Gandhi and Gabriel Gonzalez - \$2,340,000]

Resolution approving and authorizing the execution of a Purchase and Sale Agreement with Pradeep Gandhi and Gabriel Gonzalez (together "Buyer") or Buyer's nominee, for the conveyance by the City and County of San Francisco, acting through the San Francisco Public Utilities Commission (SFPUC), to Buyer of three parcels, consisting of approximately 15,341 square feet of real property located between Helen Drive and Dexter Place, Millbrae, California for \$2,340,000; adopting findings under the California Environmental Quality Act; adopting findings that the conveyance is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing the Director of Property and/or the SFPUC's General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution.

WHEREAS, The City and County of San Francisco ("City") owns certain real property known as the SFPUC former Millbrae Lots under the jurisdiction of the San Francisco Public Utilities Commission ("SFPUC") located between 248 and 308 Helen Drive (Parcel I), between 247 and 307 Helen Drive (Parcel II), and between 12 and 16 Dexter Place (Parcel III) in Millbrae, California (together, the "Property"), also known as San Mateo County Assessor's Parcels Numbers 093-212-010 (Parcel I), 093-213-010 (Parcel II), and 093-213-020 (Parcel III); and

WHEREAS, The SFPUC Commission determined that the Property is no longer required for SFPUC operational needs by Resolution No. 16-0264, dated December 13, 2016, a copy of which is on file with the Clerk of the Board of Supervisors in File No. 170053; and

WHEREAS, Charter, Section 8B.121(a) grants the SFPUC Commission the exclusive charge of the real property assets under the Commission's jurisdiction; Charter, Section 8B.121(e) provides that the Commission may transfer real property interests the Commission declares to be surplus to the needs of any utility: and Charter, Section 9.118(c) provides that any sale of real property owned by the City must be approved in advance by the Board of Supervisors; and

WHEREAS, The SFPUC complied with reporting, notice, and other requirements of the California Surplus Property Statute (California Government Code, Sections 54220 through 54233) and the San Francisco Surplus Property Ordinance (Administrative Code, Chapter 23A) with respect to the sale of the Property; and

WHEREAS, The SFPUC, through its real estate broker Colliers International CA, Inc., solicited bids from prospective buyers of the Property to be submitted between October 12, 2016, and October 27, 2016; and

WHEREAS, Pradeep Gandhi and Gabriel Gonzalez (together, "Buyer") offered to purchase the Property for \$2,340,000, which SFPUC staff have determined to be the highest and best responsible offer; and

WHEREAS, SFPUC staff, through consultation with the Director of Property and the Office of the City Attorney, have negotiated a proposed Purchase and Sale Agreement with Buyer ("Purchase and Sale Agreement"), a copy of which is on file with the Clerk of the Board of Supervisors under File No. 170053, which is incorporated herein by this reference; and

WHEREAS, The Director of the Planning Department, by letter dated
October 28, 2016, found that the sale of the Property is consistent with the General Plan and
with the eight priority policies of Planning Code, Section 101.1, and is not a project under
California Environmental Quality Act (CEQA) Guidelines, Sections 15060(c) and 15378, a

copy of which is on file with the Clerk of the Board of Supervisors under File No. 170053 and is incorporated herein by reference; and now, therefore, be it

RESOLVED, That the Board of Supervisors hereby finds that the sale of the Property is not a project under CEQA Guidelines, Sections 15060(c) and 15378 and is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1 as set forth in the letter from the Director of Planning dated October 28, 2016; and, be it

FURTHER RESOLVED, That the City's Board of Supervisors, in accordance with the recommendations of the SFPUC and the Director of Property, hereby approves the terms and conditions of the Purchase and Sale Agreement for the sale of the Property to Buyer, or its nominee, and authorizes the Director of Property and/or the SFPUC's General Manager, in the name and on behalf of the City, to execute the Purchase and Sale Agreement in substantially the form presented to the Board and to take any and all steps (including, but not limited to, the execution and delivery of any and all certificates, agreements, notices, consents, escrow instructions, closing documents, and other instruments or documents) as the Director of Property or SFPUC General Manager deems necessary or appropriate in order to consummate the sale contemplated by the Purchase and Sale Agreement to Buyer or its nominee, or to otherwise effectuate the purpose and intent of this Resolution, such determination to be conclusively evidenced by the execution and delivery by the Director of Property and/or SFPUC General Manager of any such documents; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of Property and/or the SFPUC General Manager, in the name and on behalf of the City, to enter into any amendments or modifications to the Purchase and Sale Agreement (including the attached exhibits) and enter into ancillary agreements, any consent to the assignment of the Purchase and Sale Agreement to Buyer's nominee, and any other documents or instruments in connection with the Purchase and Sale Agreement that the Director of Property or SFPUC

General Manager determines, in consultation with the City Attorney, are in the City's best interest, do not materially decrease the City's benefits or materially increase the City's liabilities or obligations in connection with the proposed sale transaction, and are necessary and advisable to complete the proposed sale transaction and effectuate the purpose and intent of this Resolution, such determination to be conclusively evidenced by the execution and delivery by the Director of Property or SFPUC General Manager of any such additions, amendments, or other modifications; and, be it

FURTHER RESOLVED, That the Director of Property and/or the SFPUC General Manager is hereby authorized and urged, in the name and on behalf of the City and County of San Francisco, to take any and all steps (including, but not limited to, the execution and delivery of any and all certificates, agreements, notices, consents, escrow instructions, closing documents and other instruments or documents) as the Director of Property deems necessary or appropriate in order to consummate the conveyance of the Property pursuant to the Purchase and Sale Agreement, or to otherwise effectuate the purpose and intent of this Resolution, such determination to be conclusively evidenced by the execution and delivery by the Director of Property and/or the SFPUC General Manager of any such documents; and, be it

FURTHER RESOLVED, That the Director of Property shall provide the Clerk of the Board of Supervisors a fully executed copy of the Purchase and Sale Agreement within thirty (30) days of signature of same.

Recommended;

JOHN UPPIKE

Director of Property

HARLAN L. KELLY, JR.

General Manager of the SFPUC



City and County of San Francisco **Tails**

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

Resolution

File Number:

170053

Date Passed: February 28, 2017

Resolution approving and authorizing the execution of a Purchase and Sale Agreement with Pradeep Gandhi and Gabriel Gonzalez (together "Buyer") or Buyer's nominee, for the conveyance by the City and County of San Francisco, acting through the San Francisco Public Utilities Commission (SFPUC), to Buyer of three parcels, consisting of approximately 15,341 square feet of real property located between Helen Drive and Dexter Place, Millbrae, California for \$2,340,000; adopting findings under the California Environmental Quality Act; adopting findings that the conveyance is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing the Director of Property and/or the SFPUC's General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution.

February 16, 2017 Budget and Finance Committee - RECOMMENDED

February 28, 2017 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

File No. 170053

I hereby certify that the foregoing Resolution was ADOPTED on 2/28/2017 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved