

## OFFICE OF THE SHERIFF CITY AND COUNTY OF SAN FRANCISCO

1 DR. CARLTON B. GOODLETT PLACE ROOM 456, CITY HALL SAN FRANCISCO, CALIFORNIA 94102



VICKI L HENNESSY SHERIFF

April 11, 2019 Reference: 2019-035

Honorable Board of Supervisors City and County of San Francisco Room 244, City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102

## Subject: Sheriff's Department – Exercise of Extension Option in Connection with the Office Lease Located at 70 Oak Grove Street, San Francisco, CA

Attached for your consideration is a resolution ("Resolution") authorizing the exercise of an extension option ("Extension Option") as provided for under Section 3.4 of the above referenced Lease ("Lease"). The San Francisco Sheriff's Department ("SFSD") occupies the property referenced above ("Premises") to provide court-ordered Alternative Programs including computer training, public programs, and administrative offices for the Sheriff's Department and our educational subcontractor. The existing Lease expires on May 30, 2019. The proposed Resolution approving the Extension Option, would extend the Lease term by five (5) years ("Extended Term"), terminating in 2024.

The Extended Term for the 10,000 square foot Premises will commence on June 1, 2019. The monthly rent for the Extended Term will be fixed at \$39,920.90 (or \$3.99 per sq. ft. per month). Compared to the current rent, this represents a monthly increase of \$2,712.90, or 7.2 percent. The annual rate of \$479,050.80 (or \$47.91 per sq. ft., per year) is less than 95% of the current fair market rent as determined by an appraisal.

If you have any programmatic questions, please contact Crispin Hollings at 415-554-4316. If you have any questions regarding the lease terms, please contact Elsa Lamb of the Real Estate Division by phone at 415-554-9861.

Vicki L. Hennessy Sheriff