

May 1, 2019

Angela Calvillo, Clerk of the Board Board of Supervisors 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco, CA 94102-4689

Subject: 17- ROOM TRANSITIONAL HOUSING PROPERTY – 10 YEARS

Dear Ms. Calvillo:

Attached please find the proposed resolution for Board of Supervisors approval, authorizing the lease of the building located at 1601 Quesada Avenue, San Francisco, California ("Building"), between the City and County of San Francisco ("City") and JELANI INC., ("Landlord"), on behalf of the Department of Homelessness and Supportive Housing (HSH) for the purpose of creating transitional housing to serve pregnant women experiencing homelessness in San Francisco. The Building contains 17 bedrooms and community/service space. This proposed new lease was found to be in conformance with the City's General Plan via the enclosed letter dated July 11, 2018.

HSH, in partnership with a nonprofit service provider, will operate the Building as a transitional housing program for pregnant women and mothers with infants, who are experiencing homelessness. Homeless pregnant and post-partum women face significant and unique challenges to stable housing. HSH's service provider will provide comprehensive, intensive case management and supportive services to all participants on site with the intention that these participants stay at the residence through the birth of their babies and during their post-partum bonding/healing period. Furthermore, in conjunction with various partners, the service provider will help these families exit to permanent, safe and stable housing.

HSH seeks Board of Supervisors approval and authorization of the negotiated lease agreement for an initial ten-year term at a base rent of \$18,100 per month (\$217,200 per year). The proposed lease terms state that annual rent shall increase by one percent (1%) on each anniversary date of the lease. The lease includes two (2) options to extend the term for an additional ten (10) years each. The total potential term under the proposed lease is 30 years.

Sincerely,

Jeff Kositsky Director

P. O. BOX 427400 SAN FRANCISCO, CA 94142-7400 415.252.3232 http://hsh.sfgov.org

