File	No.	191068

Committee Item No.	6	
Board Item No.		

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

	Government Audit and Oversight pervisors Meeting:	-	ate: ate:	Nov. 21, 2019
Cmte Boar	d			
	Motion Resolution Ordinance Legislative Digest Budget and Legislative Analyst Youth Commission Report Introduction Form Department/Agency Cover Lette MOU Grant Information Form Grant Budget Subcontract Budget DRAFT Mills Act Agreement Form 126 – Ethics Commission Award Letter Mills Act Application Docs Public Correspondence	-	^r Rep	ort
OTHER				
	Planning Case Report – October HPC Reso No. 1094 – October 2 Assessor's Mills Act Valuation Assessor's Updated Estimated T Transmittal Letter – October 15, 2	2, 2019 ax Savin	igs C	hart
Prepared by Prepared by		Date: _! Date: _	Nov.	15, 2019

Resolution approving an historical property contract between Adele Feng, Timothy Wen Haw Yen, Brent Goldman, and 2735 Folsom Street, LLC, the owners of 2731-2735 Folsom Street, and the City and County of San Francisco, under Administrative Code, Chapter 71; and authorizing the Planning Director and the Assessor-Recorder to execute and record the historical property contract.

WHEREAS, The California Mills Act (Government Code, Sections 50280 et seq.) authorizes local governments to enter into a contract with the owners of a qualified historical property who agree to rehabilitate, restore, preserve, and maintain the property in return for property tax reductions under the California Revenue and Taxation Code; and

WHEREAS, The Planning Department has determined that the actions contemplated in this Resolution comply with the California Environmental Quality Act (California Public Resources Code, Sections 21000 et seq.); and

WHEREAS, Said determination is on file with the Clerk of the Board of Supervisors in File No. 191068, is incorporated herein by reference, and the Board herein affirms it; and

WHEREAS, San Francisco contains many historic buildings that add to its character and international reputation and that have not been adequately maintained, may be structurally deficient, or may need rehabilitation, and the costs of properly rehabilitating, restoring, and preserving these historic buildings may be prohibitive for property owners; and

WHEREAS, Administrative Code, Chapter 71 was adopted to implement the provisions of the Mills Act and to preserve these historic buildings; and

WHEREAS, 2731-2735 Folsom Street is designated as an Article 10 individual Landmark (No. 276) and thus qualifies as an historical property as defined in Administrative Code, Section 71.2; and

WHEREAS, A Mills Act application for an historical property contract has been submitted by Adele Feng, Timothy Wen Haw Yen, Brent Goldman, and 2735 Folsom Street, LLC, the owners of 2731-2735 Folsom Street, detailing rehabilitation work and proposing a maintenance plan for the property; and

WHEREAS, As required by Administrative Code, Section 71.4(a), the application for the historical property contract for 2731-2735 Folsom Street was reviewed by the Assessor's Office and the Historic Preservation Commission; and

WHEREAS, The Assessor-Recorder has reviewed the historical property contract and has provided the Board of Supervisors with an estimate of the property tax calculations and the difference in property tax assessments under the different valuation methods permitted by the Mills Act in its report transmitted to the Board of Supervisors on October 15, 2019, which report is on file with the Clerk of the Board of Supervisors in File No. 191068 and is hereby declared to be a part of this Resolution as if set forth fully herein; and

WHEREAS, The Historic Preservation Commission recommended approval of the historical property contract in its Resolution No. 1094, including approval of the Rehabilitation Program and Maintenance Plan, attached to said Resolution, which is on file with the Clerk of the Board of Supervisors in File No. 191068 and is hereby declared to be a part of this Resolution as if set forth fully herein; and

WHEREAS, The draft historical property contract between Adele Feng, Timothy Wen Haw Yen, Brent Goldman, and 2735 Folsom Street, LLC, the owners of 2731-2735 Folsom Street, and the City and County of San Francisco is on file with the Clerk of the Board of

Supervisors in File No. 191068 and is hereby declared to be a part of this Resolution as if set forth fully herein; and

WHEREAS, The Board of Supervisors has conducted a public hearing pursuant to Administrative Code, Section 71.4(d) to review the Historic Preservation Commission's recommendation and the information provided by the Assessor's Office in order to determine whether the City should execute the historical property contract for 2731-2735 Folsom Street; and

WHEREAS, The Board of Supervisors has balanced the benefits of the Mills Act to the owners of 2731-2735 Folsom Street with the cost to the City of providing the property tax reductions authorized by the Mills Act, as well as the historical value of 2731-2735 Folsom Street and the resultant property tax reductions, and has determined that it is in the public interest to enter into a historical property contract with the applicants; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby approves the historical property contract between Adele Feng, Timothy Wen Haw Yen, Brent Goldman, and 2735 Folsom Street, LLC, the owners of 2731-2735 Folsom Street, and the City and County of San Francisco; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the Planning Director and the Assessor-Recorder to execute the historical property contract and record the historical property contract.

Recording Requested by, and when recorded, send notice to: Michelle Taylor 1650 Mission Street, Suite 400 San Francisco, CA 94103-2414

CALIFORNIA MILLS ACT HISTORIC PROPERTY AGREEMENT

THIS AGREEMENT is entered into by and between the City and County of San Francisco, a California municipal corporation ("City") and Adele Feng, Timothy Wen Haw Yen, Brent Goldman, and 2735 Folsom Street, LLC ("Owners").

RECITALS

Owners are the owners of the property located at 2731-2735 Folsom Street, in San Francisco, California (Block 3640, Lot 031). The building located at 2731-2735 Folsom Street is designated as an individual landmark pursuant to Article 10 of the Planning Code, and is also known as the "Historic Property". The Historic Property is a Qualified Historic Property, as defined under California Government Code Section 50280.1.

Owners desire to execute a rehabilitation and ongoing maintenance project for the Historic Property. Owners' application calls for the rehabilitation and restoration of the Historic Property according to established preservation standards, which it estimates will cost three-hundred five thousand and five hundred seventy-three dollars (\$305,573.00) (See Rehabilitation Plan, Exhibit A.) Owners' application calls for the maintenance of the Historic Property according to established preservation standards, which is estimated will cost approximately five thousand and one hundred forty-eight dollars (5,148.00) annually (See Maintenance Plan, Exhibit B).

The State of California has adopted the "Mills Act" (California Government Code Sections 50280-50290, and California Revenue & Taxation Code, Article 1.9 [Section 439 et seq.]) authorizing local governments to enter into agreements with property Owners to reduce their property taxes, or to prevent increases in their property taxes, in return for improvement to and maintenance of historic properties. The City has adopted enabling legislation, San Francisco Administrative Code Chapter 71, authorizing it to participate in the Mills Act program.

Owners desire to enter into a Mills Act Agreement (also referred to as a "Historic Property Agreement") with the City to help mitigate anticipated expenditures to restore and maintain the Historic Property. The City is willing to enter into such Agreement to mitigate these expenditures and to induce Owners to restore and maintain the Historic Property in excellent condition in the future.

NOW, THEREFORE, in consideration of the mutual obligations, covenants, and conditions contained herein, the parties hereto do agree as follows:

1. <u>Application of Mills Act.</u> The benefits, privileges, restrictions and obligations provided for in the Mills Act shall be applied to the Historic Property during the time that this Agreement is in effect commencing from the date of recordation of this Agreement.

- 2. Rehabilitation of the Historic Property. Owners shall undertake and complete the work set forth in Exhibit A ("Rehabilitation Plan") attached hereto according to certain standards and requirements. Such standards and requirements shall include, but not be limited to: the Secretary of the Interior's Standards for the Treatment of Historic Properties ("Secretary's Standards"); the rules and regulations of the Office of Historic Preservation of the California Department of Parks and Recreation ("OHP Rules and Regulations"); the State Historical Building Code as determined applicable by the City; all applicable building safety standards; and the requirements of the Historic Preservation Commission, the Planning Commission, and the Board of Supervisors, including but not limited to any Certificates of Appropriateness approved under Planning Code Article 10. The Owners shall proceed diligently in applying for any necessary permits for the work and shall apply for such permits within no more than six (6) months after recordation of this Agreement, shall commence the work within six (6) months of receipt of necessary permits, and shall complete the work within three (3) years from the date of receipt of permits. Upon written request by the Owners, the Zoning Administrator, at his or her discretion, may grant an extension of the time periods set forth in this paragraph. Owners may apply for an extension by a letter to the Zoning Administrator, and the Zoning Administrator may grant the extension by letter without a hearing. Work shall be deemed complete when the Director of Planning determines that the Historic Property has been rehabilitated in accordance with the standards set forth in this Paragraph. Failure to timely complete the work shall result in cancellation of this Agreement as set forth in Paragraphs 12 and 13 herein.
- 3. <u>Maintenance</u>. Owners shall maintain the Historic Property during the time this Agreement is in effect in accordance with the standards for maintenance set forth in Exhibit B ("Maintenance Plan"), the Secretary's Standards; the OHP Rules and Regulations; the State Historical Building Code as determined applicable by the City; all applicable building safety standards; and the requirements of the Historic Preservation Commission, the Planning Commission, and the Board of Supervisors, including but not limited to any Certificates of Appropriateness approved under Planning Code Article 10.
- 4. Damage. Should the Historic Property incur damage from any cause whatsoever, which damages fifty percent (50%) or less of the Historic Property, Owners shall replace and repair the damaged area(s) of the Historic Property. For repairs that do not require a permit, Owners shall commence the repair work within thirty (30) days of incurring the damage and shall diligently prosecute the repair to completion within a reasonable period of time, as determined by the City. Where specialized services are required due to the nature of the work and the historic character of the features damaged, "commence the repair work" within the meaning of this paragraph may include contracting for repair services. For repairs that require a permit(s), Owners shall proceed diligently in applying for any necessary permits for the work and shall apply for such permits within no more than sixty (60) days after the damage has been incurred, commence the repair work within one hundred twenty (120) days of receipt of the required permit(s), and shall diligently prosecute the repair to completion within a reasonable period of time, as determined by the City. Upon written request by the Owners, the Zoning Administrator, at his or her discretion, may grant an extension of the time periods set forth in this paragraph. Owners may apply for an extension by a letter to the Zoning Administrator, and the Zoning Administrator may grant the extension by letter without a hearing. All repair work shall comply with the design and standards established for the Historic Property in Exhibits A and B attached hereto and Paragraph 3 herein. In the case of damage to twenty percent (20%) or more of the Historic Property due to a catastrophic event, such as an earthquake, or in the case of damage from any cause whatsoever that destroys more than fifty percent (50%) of the Historic Property, the City and Owners may mutually agree to terminate this Agreement. Upon such termination, Owners shall not be obligated to pay the cancellation fee set forth in Paragraph 13 of this Agreement. Upon such termination, the City shall assess the full value of the Historic Property without regard to any restriction imposed upon the Historic Property by this Agreement and Owners shall

pay property taxes to the City based upon the valuation of the Historic Property as of the date of termination.

- 5. <u>Insurance.</u> Owners shall secure adequate property insurance to meet Owners' repair and replacement obligations under this Agreement and shall submit evidence of such insurance to the City upon request.
- 6. <u>Inspections and Compliance Monitoring.</u> Prior to entering into this Agreement and every five years thereafter, and upon seventy-two (72) hours advance notice, Owners shall permit any representative of the City, the Office of Historic Preservation of the California Department of Parks and Recreation, or the State Board of Equalization, to inspect of the interior and exterior of the Historic Property, to determine Owners' compliance with this Agreement. Throughout the duration of this Agreement, Owners shall provide all reasonable information and documentation about the Historic Property demonstrating compliance with this Agreement, as requested by any of the above-referenced representatives.
- 7. <u>Term.</u> This Agreement shall be effective upon the date of its recordation and shall be in effect for a term of ten years from such date ("Term"). As provided in Government Code section 50282, one year shall be added automatically to the Term, on each anniversary date of this Agreement, unless notice of nonrenewal is given as set forth in Paragraph 9 herein.
- 8. <u>Valuation</u>. Pursuant to Section 439.4 of the California Revenue and Taxation Code, as amended from time to time, this Agreement must have been signed, accepted and recorded on or before the lien date (January 1) for a fiscal year (the following July 1-June 30) for the Historic Property to be valued under the taxation provisions of the Mills Act for that fiscal year.
- 9. Notice of Nonrenewal. If in any year of this Agreement either the Owners or the City desire not to renew this Agreement, that party shall serve written notice on the other party in advance of the annual renewal date. Unless the Owners serves written notice to the City at least ninety (90) days prior to the date of renewal or the City serves written notice to the Owners sixty (60) days prior to the date of renewal, one year shall be automatically added to the Term of the Agreement. The Board of Supervisors shall make the City's determination that this Agreement shall not be renewed and shall send a notice of nonrenewal to the Owners. Upon receipt by the Owners of a notice of nonrenewal from the City, Owners may make a written protest. At any time prior to the renewal date, City may withdraw its notice of nonrenewal. If either party serves notice of nonrenewal of this Agreement, this Agreement shall remain in effect for the balance of the period remaining since the original execution or the last renewal of the Agreement, as the case may be. Thereafter, the Owners shall pay property taxes to the City without regard to any restriction imposed on the Historic Property by this Agreement, and based upon the Assessor's determination of the fair market value of the Historic Property as of expiration of this Agreement.
- 10. <u>Payment of Fees.</u> As provided for in Government Code Section 50281.1 and San Francisco Administrative Code Section 71.6, upon filing an application to enter into a Mills Act Agreement with the City, Owners shall pay the City the reasonable costs related to the preparation and approval of the Agreement. In addition, Owners shall pay the City for the actual costs of inspecting the Historic Property, as set forth in Paragraph 6 herein.
- 11. Default. An event of default under this Agreement may be any one of the following:
- (a) Owners' failure to timely complete the rehabilitation work set forth in Exhibit A, in accordance with the standards set forth in Paragraph 2 herein;
- (b) Owners' failure to maintain the Historic Property as set forth in Exhibit B, in accordance with the requirements of Paragraph 3 herein;

(c) Owners' failure to repair any damage to the Historic Property in a timely manner, as provided in Paragraph 4 herein;

(d) Owners failure to allow any inspections or requests for information, as provided in

Paragraph 6 herein;

(e) Owners' failure to pay any fees requested by the City as provided in Paragraph 10 herein;

(f) Owners' failure to maintain adequate insurance for the replacement cost of the Historic Property, as required by Paragraph 5 herein; or

(g) Owners' failure to comply with any other provision of this Agreement.

An event of default shall result in Cancellation of this Agreement as set forth in Paragraphs 12 and 13 herein, and payment of the Cancellation Fee and all property taxes due upon the Assessor's determination of the full value of the Historic Property as set forth in Paragraph 13 herein. In order to determine whether an event of default has occurred, the Board of Supervisors shall conduct a public hearing as set forth in Paragraph 12 herein prior to cancellation of this Agreement.

- 12. <u>Cancellation.</u> As provided for in Government Code Section 50284, City may initiate proceedings to cancel this Agreement if it makes a reasonable determination that Owners have breached any condition or covenant contained in this Agreement, has defaulted as provided in Paragraph 11 herein, or has allowed the Historic Property to deteriorate such that the safety and integrity of the Historic Property is threatened or it would no longer meet the standards for a Qualified Historic Property. In order to cancel this Agreement, City shall provide notice to the Owners and to the public and conduct a public hearing before the Board of Supervisors as provided for in Government Code Section 50285. The Board of Supervisors shall determine whether this Agreement should be cancelled.
- 13. <u>Cancellation Fee.</u> If the City cancels this Agreement as set forth in Paragraph 12 above, and as required by Government Code Section 50286, Owners shall pay a Cancellation Fee of twelve and one-half percent (12.5%) of the fair market value of the Historic Property at the time of cancellation. The City Assessor shall determine fair market value of the Historic Property without regard to any restriction imposed on the Historic Property by this Agreement. The Cancellation Fee shall be paid to the City Tax Collector at such time and in such manner as the City shall prescribe. As of the date of cancellation, the Owners shall pay property taxes to the City without regard to any restriction imposed on the Historic Property by this Agreement and based upon the Assessor's determination of the fair market value of the Historic Property as of the date of cancellation.
- 14. Enforcement of Agreement. In lieu of the above provision to cancel the Agreement, the City may bring an action to specifically enforce or to enjoin any breach of any condition or covenant of this Agreement. Should the City determine that the Owners has breached this Agreement, the City shall give the Owners written notice by registered or certified mail setting forth the grounds for the breach. If the Owners do not correct the breach, or do not undertake and diligently pursue corrective action to the reasonable satisfaction of the City within thirty (30) days from the date of receipt of the notice, then the City may, without further notice, initiate default procedures under this Agreement as set forth in Paragraph 12 and bring any action necessary to enforce the obligations of the Owners set forth in this Agreement. The City does not waive any claim of default by the Owners if it does not enforce or cancel this Agreement.
- 15. <u>Indemnification</u>. The Owners shall indemnify, defend, and hold harmless the City and all of its boards, commissions, departments, agencies, agents and employees (individually and collectively, the "City") from and against any and all liabilities, losses, costs, claims, judgments, settlements, damages, liens, fines, penalties and expenses incurred in connection with or arising in whole or in part from: (a) any accident, injury to or death of a person, loss of or damage to

property occurring in or about the Historic Property; (b) the use or occupancy of the Historic Property by the Owners, their Agents or Invitees; (c) the condition of the Historic Property; (d) any construction or other work undertaken by Owners on the Historic Property; or (e) any claims by unit or interval Owners for property tax reductions in excess those provided for under this Agreement. This indemnification shall include, without limitation, reasonable fees for attorneys, consultants, and experts and related costs that may be incurred by the City and all indemnified parties specified in this Paragraph and the City's cost of investigating any claim. In addition to Owners' obligation to indemnify City, Owners specifically acknowledge and agree that they have an immediate and independent obligation to defend City from any claim that actually or potentially falls within this indemnification provision, even if the allegations are or may be groundless, false, or fraudulent, which obligation arises at the time such claim is tendered to Owners by City, and continues at all times thereafter. The Owners' obligations under this Paragraph shall survive termination of this Agreement.

- 16. <u>Eminent Domain.</u> In the event that a public agency acquires the Historic Property in whole or part by eminent domain or other similar action, this Agreement shall be cancelled and no cancellation fee imposed as provided by Government Code Section 50288.
- 17. <u>Binding on Successors and Assigns.</u> The covenants, benefits, restrictions, and obligations contained in this Agreement shall run with the land and shall be binding upon and inure to the benefit of all successors in interest and assigns of the Owners. Successors in interest and assigns shall have the same rights and obligations under this Agreement as the original Owners who entered into the Agreement.
- 18. <u>Legal Fees.</u> In the event that either the City or the Owners fail to perform any of their obligations under this Agreement or in the event a dispute arises concerning the meaning or interpretation of any provision of this Agreement, the prevailing party may recover all costs and expenses incurred in enforcing or establishing its rights hereunder, including reasonable attorneys' fees, in addition to court costs and any other relief ordered by a court of competent jurisdiction. Reasonable attorneys' fees of the City's Office of the City Attorney shall be based on the fees regularly charged by private attorneys with the equivalent number of years of experience who practice in the City of San Francisco in law firms with approximately the same number of attorneys as employed by the Office of the City Attorney.
- 19. <u>Governing Law.</u> This Agreement shall be construed and enforced in accordance with the laws of the State of California.
- 20. <u>Recordation.</u> Within 20 days from the date of execution of this Agreement, the parties shall cause this Agreement to be recorded with the Office of the Recorder of the City and County of San Francisco. From and after the time of the recordation, this recorded Agreement shall impart notice to all persons of the parties' rights and obligations under the Agreement, as is afforded by the recording laws of this state.
- 21. <u>Amendments.</u> This Agreement may be amended in whole or in part only by a written recorded instrument executed by the parties hereto in the same manner as this Agreement.
- 22. <u>No Implied Waiver.</u> No failure by the City to insist on the strict performance of any obligation of the Owners under this Agreement or to exercise any right, power, or remedy arising out of a breach hereof shall constitute a waiver of such breach or of the City's right to demand strict compliance with any terms of this Agreement.
- 23. <u>Authority.</u> If the Owners sign as a corporation or a partnership, each of the persons executing this Agreement on behalf of the Owners does hereby covenant and warrant that such entity is a duly authorized and existing entity, that such entity has and is qualified to do business

in California, that the Owners have full right and authority to enter into this Agreement, and that each and all of the persons signing on behalf of the Owners are authorized to do so.

- 24. <u>Severability.</u> If any provision of this Agreement is determined to be invalid or unenforceable, the remainder of this Agreement shall not be affected thereby, and each other provision of this Agreement shall be valid and enforceable to the fullest extent permitted by law.
- 25. <u>Tropical Hardwood Ban.</u> The City urges companies not to import, purchase, obtain or use for any purpose, any tropical hardwood or tropical hardwood product.
- 26. <u>Charter Provisions.</u> This Agreement is governed by and subject to the provisions of the Charter of the City.
- 27. Signatures. This Agreement may be signed and dated in parts

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as follows:

CITY AND COUNTY OF SAN FRANCISCO:

By:Carmen Chu, Assessor-Recorder	DATE:
By:	DATE:
APPROVED AS TO FORM: DENNIS J. HERRERA CITY ATTORNEY	
By:Andrea Ruiz-Esquide, Deputy City Attorney	DATE:
OWNERS	
By:Adele Feng, Owner	DATE:
By: Timothy Wen Haw Yen, Owner	DATE:
By:Brent Goldman, Owner	DATE:

By:		DATE:_	
	Brent Goldman on behalf of 2735 Folsom	Street, LLC	

OWNER(S)' SIGNATURE(S) MUST BE NOTARIZED. ATTACH PUBLIC NOTARY FORMS HERE.

REHABILITATION/RESTORATION & MAINTENANCE PLAN

All pricing below has been prepared by J.R. Conkey & Associates, professional cost estimator.

Exhibit A: Rehabilitation/Restoration Plan

Scope. # 1	Street Easade - Wood B	Popair							
	Building Feature: Folsom Street Façade – Wood Repair								
Rehab/Restoration X	Maintenance	Completed	Proposed X						
Contract year work comp	letion: 2020 (Coordinate	ed scaffold/access w	vith Scope 2)						
Total Cost: \$15,587.50									
Description of work:									
Repair wood deterioratio	n at base of building abo	ove pavement wher	e moisture appears to be gett	ing in.					
Correct cause of moisture	including concrete curl	below as needed.	Repair various splitting wood	as needed.					
Prepare, prime, and paint	with appropriate paint.	•							
Work will be done in conf	ormance with the Secre	tary of the Interior'	s Standards and Preservation	Brief #47:					
Maintaining the Exterior of	of Small and Medium Siz	e Historic Buildings							

Scope: # 2 Building Feature: Windows	at Secondary Façade	es in the second se			
Rehab/Restoration X	Maintenance	Completed	Proposed	X	
Contract year work comple	etion: 2020				
Total Cost: \$19,314.00					
Description of work:					
Repair splitting and separa	tion at finger-jointed	wood window sills	as needed. Rep	lace failed sealant at	
perimeter of windows as n	eeded. Prepare, prim	e, and paint sills.			
Work will be done in confo	ormance with the Sec	retary of the Interio	or's Standards a	nd Preservation Brief #47:	
Maintaining the Exterior of	Small and Medium S	ize Historic Building	gs and Preservat	tion Brief #9: The Repair of	
Historic Wooden Windows				•	

Page & Turnbull, Inc.

Scope: # 3	AND DESCRIPTION OF				
Building Feature: Wood Wir	ndows at Folsom Stre	et			
Rehab/Restoration X	Maintenance	Completed	Proposed	X	
Contract year work complet	tion: 2025 (Coordinat	ed scaffold/access v	with Scopes 4, 5	5, 6, & 15)	
Total Cost: \$53,940.00 - \$84	1,825.00				
Description of work:				,	
Rehabilitate wood window:	sash. Consider restor	ing operability to th	ne windows at 1	the first level that are not	
operable. Repair deteriorate	ed wood and replace	unsound/deteriora	ted/missing gla	zing putty as needed.	
Prepare, prime, and paint a	ll wood and putty. Co	onsider installation	of appropriate	weather stripping or interior	
storm windows. If window	replacement is consid	dered for weatheriz	ation/energy/n	oise, perform conditions	
assessment, and replaceme	nts will match the exi	sting appearance a	nd material (wo	ood), including curved	
elements.					
Work will be done in confor	mance with the Secre	etary of the Interior	's Standards an	d Preservation Brief #47:	
Maintaining the Exterior of	Small and Medium Siz	ze Historic Buildings	s and Preservat	ion Brief #9: The Repair of	

Building Feature: North F	açade - Site Maintenance	Completed	Proposed	X
Contract year work comp	letion: 2025			
Total Cost: \$6,119.00				
Description of work:				
Perform work to remove	vegetation that is dir	ectly against the b	uilding at the nort	th façade and to improve site
drainage directly adjacent	to the foundation o	of the building. Wor	k will be done in o	conformance with the
Secretary of the Interior's	Standards			

Scope: # 5 Building Feature: Folsom	Street Façade - Paintir	ng		
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work comp	oletion: 2025 and every	y 10 years thereafter	as needed	
Total Cost: \$45,211.00				

Description of work:

Historic Wooden Windows.

Repaint Folsom Street façade with appropriate paint (including wood and concrete entry stairs with metal railings as well as windows – see Rehabilitation/Restoration Item #3 "Wood Windows at Folsom Street" for detail at windows). Install new sealants every 10 years at flashings and where occurs or as needed. Repair wood and other substrates as needed. All work will be performed in conformance with the Secretary of the Interior's Standards. Work will be done in accordance with the National Park Service's Preservation Brief #10: Exterior Paint Problems on Historic Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

Scope: # 6 Building Feature: Second:	ary Exterior Facades -	Painting		
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work comp	letion: 2025 and ever	y 10 years thereaft	er as needed	-
Total Cost: \$39,179.00				
Description of work:		-		
Repaint secondary façade	es with appropriate pa	int. Repair wood a	and other substr	rates as needed.
All work will be performe	d in conformance with	n the Secretary of t	he Interior's Sta	andards. Work will be done in
accordance with the Natio	onal Park Service's Pre	eservation Brief #10	D: Exterior Paint	Problems on Historic
Woodwork and Preservat	ion Brief #47: Maintai	ning the Exterior o	f Small and Med	dium Size Historic Buildings.

Scope: # 7 Building Feature: Flashing	g - Roof			
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work comp	letion: 2025 and eve	ry 10 years thereaf	ter as needed	
Total Cost: \$5,539.00		-		
Description of work:				
Install new sealant at flas conformance with the Se of Small and Medium Size	cretary of the Interio			d. Work will be done in ief #47: Maintaining the Exterior

Scope: # 8 Building Feature: Roof				
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work com	pletion: 2029			
Total Cost: \$120,683.50				
Description of work:				
Replace roofing membra performed in accordance				rs as needed. All work to be

Exhibit B: Maintenance Plan

Scope: # 9				
BuildingFeature: Facade	es – Visual Inspection			
Rehab/Restoration	Maintenance X	Completed	Proposed	×
Contract year work com	pletion: 2020 and annu	ally thereafter		
Total Cost: \$1,305.00				·
Description of work:			,	
Perform visual inspection	on of exterior facades, in	cluding wood and o	concrete main er	ntry stair with metal railings,
with binoculars, spottin	g scope, or similar as ne	eded annually for p	aint and sealant	t failure, wood deterioration,
metal railing deteriorat	ion, and other signs of d	eterioration (see Ite	em #5 "Wood W	'indows at Folsom Street –
Visual Inspection" and I	tem #6 "Windows at Sec	condary Facades – I	nspection" for d	etails related to those
elements). Repair as ne	eeded.			
All work will be perform	ned in conformance with	the Secretary of th	e Interior's Stan	dards. Work will be done in
accordance with the Na	tional Park Service's Pre	servation Brief #10:	: Exterior Paint P	roblems on Historic

Inspection					
Rehab/Restoration	Maintenance	Х	Completed	Proposed	X
Contract year work co	mpletion: 2020 and	annuall	y thereafter		
Total Cost: \$870.00		-			
Description of work:					
Perform visual inspect	ion of wood windov	vs with b	oinoculars, spottin	g scope, or sim	ilar as needed annually for
والممم لمسام وطافرتم طمامم	ant failure as well as	wood	nd other signs of c	eterioration R	anair as needed

Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

All work will be performed in conformance with the Secretary of the Interior's Standards. Work will be done in accordance with the National Park Service's Preservation Brief #10: Exterior Paint Problems on Historic Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

Scope: # 11 Building Feature: Wind	dows at Secondary Facac	des - Inspection		
Rehab/Restoration	Maintenance <u>Y</u>	Completed	Proposed	X
Contract year work co	mpletion: 2020 and ann	ually thereafter		
Total Cost: \$1,305.00				-
Description of work:	-			
Inspect glazing seals, s manufacturer.	sealants, and clean weep	s. Lubricate operatin	g hardware as i	recommended by
Work will be done in	conformance with the Se	ecretary of the Interic	or's Standards a	nd Preservation Brief #47:
Maintaining the Exteri	or of Small and Medium	Size Historic Building	s and Preservat	tion Brief #9: The Repair of
Historic Wooden Wind	dows.			

Scope: # 12 Building Feature: Gutte	ers, Drains, and Downs	pouts - Roof		
Rehab/Restoration	Maintenance	X Completed	Proposed	X
Contract year work con	npletion: 2020 and ann	nually thereafter		
Total Cost: \$986.00			-	
Description of work:				
Inspect and clean all ro	of gutters, drains, and	downspouts. Repa	ir as needed.	
Work will be done in co	onformance with the S	Secretary of the Inte	erior's Standards	and Preservation Brief #47:
Maintaining the Exterio	or of Small and Mediun	n Size Historic Build	ings.	

Scope: # 13 Building Feature: Roofir)g			
Rehab/Restoration	Maintenance X	Completed	Proposed	X
Contract year work com	pletion: 2020 and annua	lly thereafter		
Total Cost: \$246.50				
Description of work:				
Inspect roofing for defe	cts and deterioration ann	ually. Repair as ne	eded.	
Work will be done in co	onformance with the Secr	etary of the Interio	or's Standards a	nd Preservation Brief #47:
Maintaining the Exterior	r of Small and Medium Si	ze Historic Building	gs.	

Scope: # 14 Building Feature: Flash	ing - Roof			
Rehab/Restoration	Maintenance X	Completed	Proposed	X
Contract year work cor	mpletion: 2020 and anr	nually thereafter		
Total Cost: \$435.00				
Description of work:				- Management
Inspect flashing for def	ects and deterioration	annually (includes re	elated sealant).	Repair as needed. Work will
be done in conformance	ce with the Secretary o	f the Interior's Stand	ards and Preser	vation Brief #47: Maintaining
the Exterior of Small ar	nd Medium Size Histori	c Buildings.		

Scope: # 15 Building Feature: Folso	om Street Façade –	Staine	d Glass Inspection		
Rehab/Restoration	Maintenance	X	Completed	Proposed	X
Contract year work co	mpletion: 2025 an	d every	10 years thereafter	as needed	
Total Cost: \$1,740.00					
	ary of the Interior'	s Stand	•		as needed. All work will 3: The Preservation and

Case No.:

2019-006455MLS

Project Address:

2731-2735 Folsom Street (District 9)

Landmark District:

Article 10 Landmark No. 276: The Gaughran House

Zoning:

RH-2 (Residential – House, Two Family)

Height and Bulk:

40-X 3640/031

Block/Lot:

Adele Feng

Applicant:

2733 Folsom Street

San Francisco, CA 94110



Mills Act Historical Property Contracts Case Report

Hearing Date:

October 2, 2019

Staff Contact:

Michelle Taylor - (415) 575-9197

Michelle Taylor@sfgov.org

Reviewed By:

Elizabeth Gordon-Jonckheer - (415) 575-8728

Elizabeth Gordon-Jonckheer @sfgov.org

a. Filing Date:

May 1, 2019

Case No.:

2019-006323MLS

Project Address:

2251 Webster Street (District 2)

Landmark District:

Contributor to the Webster Street Historic District

Zoning:

RH-2 (Residential-House, Two-Family District)

Height &Bulk:

40-X

Block/Lot:

0612/001A

Applicant:

Sally A. Sadosky Revocable Trust

2251 Webster Street San Francisco, CA 94115

b. Filing Date:

May 1, 2019

Case No.:

2019-006384MLS

Project Address:

1401 Howard Street (District 6)

Landmark No.:

Zoning:

RCD - Regional Commercial District

Height and Bulk:

55/65-X

Block/Lot:

3517/035

Applicant:

1401 Howard LLC

1401 Howard Street

San Francisco, CA 94103

c. Filing Date:

May 1, 2019

Case No.:

2019-006322MLS

Project Address:

64 Potomac Street (District 8)

Landmark District:

Contributor to the Duboce Park Historic District

Zoning:

RH-2 (Residential-House, Two-Family District)

Height and Bulk:

40-X

Block/Lot:

0866/014

Applicant:

Gustav Lindquist & Caroline Ingeborn

64 Potomac Street

San Francisco, CA 94117

www.sfplanning.org

1650 Mission St. Suite 400 San Francisco, CA 94103-2479

Reception:

415.558.6378

415.558.6409

Planning Information: 415.558.6377

Mill Act Applications October 2, 2019

2019-006323MLS (2251 Webster Street); 2019-006384MLS (1401 Howard Street); 2019-006323MLS (64 Potomac Street); 2019-005831MLS (2168 Market Street); 2019-006455MLS (2731-2735 Folsom Street);

d. Filing Date:

May 1, 2019

Case No.:

2019-005831MLS

Project Address:

2168 Market Street (District 8)

Landmark No.:

267

Zoning:

NCT – Upper Market Neighborhood Commercial Transit

Height and Bulk:

40/50-X

Block/Lot:

3542/062

Applicant:

Swedish Society of San Francisco

2168 Market Street

San Francisco, CA 94114

e. Filing Date:

May 1, 2019

Case No.:

2019-006455MLS

Project Address:

2731-2735 Folsom Street (District 9)

Landmark No.:

276

Zoning:

RH-2 – Residential-House, Two-Family

Height and Bulk:

40-X

Block/Lot:

3640/031

Applicant: Adele Feng

2733 Folsom Street

San Francisco, CA 94110

PROPERTY DESCRIPTIONS

a. <u>2251 Webster Street</u>: The subject property is located on the west side of Webster Street between Washington and Clay streets, Assessor's Block 0612, Lot 001A. The subject property is located within a RH-2 (Residential-House, Two-Family District) zoning district and a 40-X Height and Bulk district. The subject property is a contributing building to the Webster Street Historic District. It is a two-story, plus basement, wood-frame, single-family dwelling designed in the Italianate style and built in circa 1900.

- b. 1401 Howard Street: The subject property is located on the south corner of Howard and 10th Streets, Assessor's Block 3517, Lot 035. The subject property is located within an RCD (Regional Commercial District) zoning district and a 55/65-X Height and Bulk district. The subject property, historically known as St. Joseph's Church, is an Article 10 individual landmark (No. 120), located in the California Register Western SOMA Light Industrial and Residential Historic District, and added to the National Register of Historic Places in 1982. The subject property is a former Catholic church constructed in 1913 and designed in the Romanesque Revival style by architect John J. Foley.
- c. <u>64 Potomac Street</u>: The subject property is located on the east side of Potomac Street between Waller Street and Duboce Park, Assessor's Block 0866 Lot 014. The subject property is located within a RH-2 (Residential-House, Two-Family District) zoning district and a 40-X Height and

Bulk district. The subject property is a contributing building to the Article 10 Duboce Park Historic District. It is a two story over garage, wood-frame, single-family dwelling built in 1899 and features a gable roof and bay window.

- d. <u>2168 Market Street:</u> The subject property is located on the north side of Market Street between Sanchez and Church streets, Assessor's Block 3542 Lot 062. The subject property is located within an NCT (Upper Market Neighborhood Commercial Transit) zoning district and a 40/50-X Height and Bulk district. The subject property is an Article 10 individual landmark (No. 267). It is a three-story wood-frame commercial building constructed in 1907 and designed by master architect August Noridn.
- e. <u>2731-2735 Folsom Street</u>: The subject property is located on the west side of Folsom Street between 23rd and 24th streets, Assessor's Block 3640, Lot 031. The subject property is located within the RH-2 (Residential House, Two Family) zoning district and 40-X Height and Bulk district. The subject property is a three-story, wood frame, three-unit residential building with a rectangular plan. The subject property is an Article 10 individual landmark building (No. 276). The subject property was designed in the Beaux-Arts style by architect James Francis Dunn (1874-1921) and constructed in 1900 for James Gaughran.

PROJECT DESCRIPTION

This project is a Mills Act Historical Property Contract application.

MILLS ACT REVIEW PROCESS

Once a Mills Act application is received, the matter is referred to the Historic Preservation Commission (HPC) for review. The HPC shall conduct a public hearing on the Mills Act application, historical property contract, and proposed rehabilitation and maintenance plan, and make a recommendation for approval or disapproval to the Board of Supervisors.

The Board of Supervisors will hold a public hearing to review and approve or disapprove the Mills Act application and contract. The Board of Supervisors shall conduct a public hearing to review the Historic Preservation Commission recommendation, information provided by the Assessor's Office, and any other information the Board requires in order to determine whether the City should execute a historical property contract for the subject property.

The Board of Supervisors shall have full discretion to determine whether it is in the public interest to enter into a Mills Act contract and may approve, disapprove, or modify and approve the terms of the contract. Upon approval, the Board of Supervisors shall authorize the Director of Planning and the Assessor-Recorder's Office to execute the historical property contract.

MILLS ACT REVIEW PROCEDURES

The Historic Preservation Commission is requested to review and make recommendations on the following:

- The draft Mills Act Historical Property Contract between the property owner and the City and County of San Francisco.
- The proposed rehabilitation and maintenance plan.

The Historic Preservation Commission may also comment in making a determination as to whether the public benefit gained through restoration, continued maintenance and preservation of the property is sufficient to outweigh the subsequent loss of property taxes to the City.

APPLICABLE PRESERVATION STANDARDS

Ordinance No. 191-96 amended the San Francisco Administrative Code by adding Chapter 71 to implement the California Mills Act, California Government Code Sections 50280 *et seq*. The Mills Act authorizes local governments to enter into contracts with private property owners who will rehabilitate, restore, preserve, and maintain a "qualified historical property." In return, the property owner enjoys a reduction in property taxes for a given period. The property tax reductions must be made in accordance with Article 1.9 (commencing with Section 439) of Chapter 3 of Part 2 of Division 1 of the California Revenue and Taxation Code.

TERM

Mills Act contracts must be made for a minimum term of ten years. The ten-year period is automatically renewed by one year annually to create a rolling ten-year term. One year is added automatically to the initial term of the contract on the anniversary date of the contract, unless notice of nonrenewal is given or the contract is terminated. If the City issues a notice of nonrenewal, then one year will no longer be added to the term of the contract on its anniversary date and the contract will only remain in effect for the remainder of its term. The City must monitor the provisions of the contract until its expiration and may terminate the Mills Act contract at any time if it determines that the owner is not complying with the terms of the contract or the legislation. Termination due to default immediately ends the contract term. Mills Act contracts remain in force when a property is sold.

ELIGIBILITY

San Francisco Administrative Code Chapter 71, Section 71.2, defines a "qualified historic property" as one that is not exempt from property taxation and that is one of the following:

- (a) Individually listed in the National Register of Historic Places;
- (b) Listed as a contributor to an historic district included on the National Register of Historic Places;
- (c) Designated as a City landmark pursuant to San Francisco Planning Code Article 10;
- (d) Designated as contributory to a landmark district designated pursuant to San Francisco Planning Code Article 10; or
- (e) Designated as significant (Categories I or II) or contributory (Categories III or IV) to a conservation district designated pursuant to San Francisco Planning Code Article 11.

Mill Act Applications October 2, 2019

2019-006323MLS (2251 Webster Street); 2019-006384MLS (1401 Howard Street); 2019-006323MLS (64 Potomac Street); 2019-005831MLS (2168 Market Street); 2019-006455MLS (2731-2735 Folsom Street);

All properties that are eligible under the criteria listed above must also meet a tax assessment value to be eligible for a Mills Act Contract. The tax assessment limits are listed below:

Residential Buildings

Eligibility is limited to a property tax assessment value of not more than \$3,000,000.

Commercial, Industrial or Mixed-Use Buildings

Eligibility is limited to a property tax assessment value of not more than \$5,000,000.

Properties may be exempt from the tax assessment values if it meets any one of the following criteria:

- The qualified historic property is an exceptional example of architectural style or represents a work of a master architect or is associated with the lives of persons important to local or national history; or
- Granting the exemption will assist in the preservation and rehabilitation of a historic structure (including unusual and/or excessive maintenance requirements) that would otherwise be in danger of demolition, deterioration, or abandonment;

Properties applying for a valuation exemption must provide evidence that it meets the exemption criteria, including a historic structure report to substantiate the exceptional circumstances for granting the exemption. The Historic Preservation Commission shall make specific findings in determining whether to recommend to the Board of Supervisors that the valuation exemption should be approved. Final approval of this exemption is under the purview of the Board of Supervisors.

PRIORITY CRITERIA CONSIDERATIONS

Staff reviewed all applications on the merits of five Priority Consideration. The five priority considerations are:

Necessity: The project will require a financial incentive to help ensure the preservation of the property. This criterion will establish that the property is in danger of deterioration and in need of substantial rehabilitation and restoration that has significant associated costs. Properties with open complaints, enforcement cases or violations will not meet this criterion.

Investment: The project will result in additional private investment in the property other than for routine maintenance. This may include seismic retrofitting and substantial rehabilitation and restoration work. This criterion will establish that the owner is committed to investing in the restoration, rehabilitation and maintenance the property.

Distinctiveness: The project preserves a distinctive example of a property that is especially deserving of a contract due to its exceptional nature.

Recently Designated City Landmarks: properties that have been recently designated landmarks will be given priority consideration.

Legacy Business: The project will preserve a property at which a business included in the Legacy Business Registry is located. This criterion will establish that the owner is committed to preserving the property, including physical features that define the existing Legacy Business.

PUBLIC/NEIGHBORHOOD INPUT

The Department has not received any public comment regarding the Mills Act Historical Property Contract.

STAFF ANAYLSIS

The Department received five Mills Act applications by the May 1, 2019 filing date. The Project Sponsors, Planning Department Staff, and the Office of the City Attorney have negotiated the five attached draft historical property contracts, which include a draft rehabilitation and maintenance plan for the historic building. Department Staff believes the draft historical property contracts and plans are adequate. Please see below for complete analysis.

a. <u>2251 Webster Street</u>: As detailed in the Mills Act application, the applicant proposes to rehabilitate and maintain the historic property. Staff determined that the proposed work, detailed in the attachments, is consistent with the Secretary of Interior's Standards for Rehabilitation.

The subject property is currently valued by the Assessor's Office as under \$3,000,000 (see attached Market Analysis and Income Approach reports) and did not require a Historic Structure Report.

The applicant completed some rehabilitation of the building in 2019, including dry rot repair and painting with an estimated cost of \$12,650. The proposed Rehabilitation Plan includes in kind window replacement, interior plaster and lathe repair from and exterior leak, in-kind replacement of the front and rear doors, roof repair and replacement, painting. Rehabilitation work is estimated to cost \$113,610 over ten years.

The proposed Maintenance Plan includes annual inspection of the wood siding, windows, and roof. Maintenance work is estimated to cost \$2,880 annually. Any needed repairs will be made in kind and will avoid altering, removing or obscuring character-defining features of the building.

No changes to the use of the property are proposed. Please refer to the attached Rehabilitation and Maintenance Plan for a full description of the proposed work. The attached draft historical property contract will help the applicant mitigate these expenditures and will induce the applicant to maintain the property in excellent condition in the future.

The subject property meets three of the five Priority Considerations: Necessity, Investment and Distinctiveness. The proposed rehabilitation will require significant associated costs to ensure the preservation of the subject property. The property owner will invest additional money towards

the rehabilitation other than for routine maintenance. Finally, the proposed rehabilitation project will preserve a distinctive example of a grouping of Italianate homes constructed circa 1900. The subject property does not meet the Recently Designated City Landmarks or the Legacy Business criteria. The building was designated an Article 10 landmark district in 1991 and therefore is not a recent landmark. A Legacy Business is not located at the subject property.

b. 1401 Howard Street: As detailed in the Mills Act application, the applicant proposes to rehabilitate and maintain the historic property. Staff determined that the proposed work, detailed in the attachments, is consistent with the Secretary of Interior's Standards for Rehabilitation.

The subject property is currently valued by the Assessor's Office at over \$5,000,000 (see attached Market Analysis and Income Approach reports); therefore, an exemption from the tax assessment value is required. The subject property qualifies for an exemption as it is designated an individual landmark under Article 10 of the Planning Code. A Historic Structure Report was required in order to demonstrate that granting the exemption would assist in the preservation of a property that might otherwise be in danger of demolition, deterioration or abandonment.

In 2018, the applicant completed a full rehabilitation and restoration of the building and received final approval for the Federal Historic Preservation Tax Incentive in September 2018. Work included the restoration of exterior and interior finishes, seismic strengthening, repair of the slate roof, and restoration of the sheet metal domes. The cost of the completed work was approximately \$3,962,310.00.

Future rehabilitation and restoration scope items include full repainting of the interior and exterior. The estimated cost of the proposed rehabilitation work is \$291,065.00 over ten years.

The proposed Maintenance Plan includes annual inspection of exterior stucco, metal roof elements, windows, doors, and roof on a regular basis. The applicant will be maintaining interior character defining features identified in the National Register nomination, such as the entry lobby floors, plaster detailing, and woodwork. Maintenance work is estimated to cost \$31,040 annually. Any needed repairs will be made in kind and will avoid altering, removing or obscuring character-defining features of the building.

No changes to the use of the property are proposed. Please refer to the attached Rehabilitation and Maintenance Plan for a full description of the proposed work. The attached draft historical property contract will help the applicant mitigate these expenditures and will induce the applicant to maintain the property in excellent condition in the future.

The subject property meets two of the five Priority Considerations: Distinctiveness and Investment. The building represents a distinctive example of the Romanesque Revival architectural style. Completed in 2018, the applicant has invested in a full building restoration and rehabilitation scope, including seismic strengthening. The subject application does not meet the Necessity, Recently Designated Landmark, and Legacy Business criteria. The applicant completed a full building rehabilitation and restoration scope in 2018 and the building is in excellent condition; therefore, the application does not meet the Necessity criteria. The building

was designated an Article 10 landmark in 1980 and therefore is not a recent landmark. A Legacy Business is not located at the subject property.

c. 64 Potomac Street: As detailed in the Mills Act application, the applicant proposes to rehabilitate and maintain the historic property. Staff determined that the proposed work, detailed in the attachments, is consistent with the Secretary of Interior's Standards for Rehabilitation.

The subject property is currently valued by the Assessor's Office as under \$3,000,000 (see attached Market Analysis and Income Approach reports) and did not require a Historic Structure Report.

The proposed Rehabilitation Plan includes seismic strengthening, roof replacement, wood siding repair and painting, front façade window repair, restoration of front stairs, front door and garage door replacement. Rehabilitation work is estimated to cost \$126,035 over ten years.

The proposed Maintenance Plan includes annual inspection of roof, gutters and downspouts, windows, doors, foundation, and wood siding and trim. Any needed repairs will be made in kind and will avoid altering, removing or obscuring character-defining features of the building. Maintenance work is estimated to cost approximately \$4,000 annually.

No changes to the use of the property are proposed. Please refer to the attached Rehabilitation and Maintenance Plan for a full description of the proposed work. The attached draft historical property contract will help the applicant mitigate these expenditures and will induce the applicant to maintain the property in excellent condition in the future.

The subject property meets three of the five Priority Considerations: Necessity, Investment and Distinctiveness. The proposed rehabilitation will require significant associated costs to ensure the preservation of the subject property. The property owner will invest additional money towards the rehabilitation other than for routine maintenance. Finally, the proposed rehabilitation project will preserve a distinctive example of Victorian style home. The subject property does not meet the Recently Designated City Landmarks or the Legacy Business criteria. The building was designated an Article 10 landmark district in 2013 and therefore is not a recent landmark. A Legacy Business is not located at the subject property.

d. <u>2168 Market Street</u>: As detailed in the Mills Act application, the applicant proposes to rehabilitate and maintain the historic property. Staff determined that the proposed work, detailed in the attachments, is consistent with the Secretary of Interior's Standards for Rehabilitation.

The subject property is currently valued by the Assessor's Office as under \$5,000,000 (see attached Market Analysis and Income Approach reports) and did not require a Historic Structure Report.

The proposed Rehabilitation Plan includes repair and restoration of the exterior front entry features such as terrazzo, doors, windows, and brick. Rehabilitation work is estimated to cost \$95,160 over ten years.

The proposed Maintenance Plan includes annual inspection of front façade, windows, interior wood elements, and roof. Any needed repairs resulting from inspection will be made in kind and will avoid altering, removing or obscuring character-defining features of the building. Maintenance work is estimated to cost approximately \$7,500 annually.

No changes to the use of the property are proposed. Please refer to the attached Rehabilitation and Maintenance Plan for a full description of the proposed work. The attached draft historical property contract will help the applicant mitigate these expenditures and will induce the applicant to maintain the property in excellent condition in the future. A Certificate of Appropriateness has been submitted for the following scopes to be completed in the next two to three years: replace existing non historic main doors and supporting framework; replace non-historic glass window facing market street with leaded glass window to match the historic nature of the façade.

The subject property meets three of the five Priority Considerations. It represents an exceptional example of the Arts & Crafts architectural style and therefore meets the Distinctiveness priority consideration. The building was designated an Article 10 landmark in 2015 and was designated on the National Register of Historic Places in 2019 and therefore is a recent landmark. In 2015 the applicant performed a full building rehabilitation, including seismic strengthening and elevator upgrades, at the subject property; therefore, the subject property not meet the Necessity or Investment criteria. Café du Nord, a registered Legacy Business ca. 2016, is located at the subject property and will continue to operate as such.

e. <u>2731-2735 Folsom Street:</u> As detailed in the Mills Act application, the applicant proposes to rehabilitate and maintain the historic property. Staff determined that the proposed work, detailed in the attachments, is consistent with the Secretary of Interior's Standards for Rehabilitation.

The subject property is currently valued by the Assessor's Office at over \$3,000,000 (see attached Market Analysis and Income Approach reports); therefore, an exemption from the tax assessment value is required. The subject property qualifies for an exemption as it is designated an individual landmark under Article 10 of the Planning Code. A Historic Structure Report was required in order to demonstrate that granting the exemption would assist in the preservation of a property that might otherwise be in danger of demolition, deterioration or abandonment.

The building underwent a full rehabilitation c.2014 which included full re-painting of all elevations, façade restoration, structural strengthening, and re-roofing. The proposed Rehabilitation Plan includes dry rot repair of wood elements at the base of the building, repair and restoration of windows, improve site drainage against foundation of building, repaint exterior, replace roof flashing, and fully re-roof the building. Rehabilitation work is estimated to cost \$305,573 over ten years.

The proposed Maintenance Plan includes annual inspection of gutters and downspouts, windows, front facade, and roof. Any needed repairs resulting from inspection will be made in

Mill Act Applications October 2, 2019

2019-006323MLS (2251 Webster Street); 2019-006384MLS (1401 Howard Street); 2019-006323MLS (64 Potomac Street); 2019-005831MLS (2168 Market Street); 2019-006455MLS (2731-2735 Folsom Street);

kind and will avoid altering, removing or obscuring character-defining features of the building. Maintenance work is estimated to cost approximately \$5,148 annually.

No changes to the use of the property are proposed. Please refer to the attached Rehabilitation and Maintenance Plan for a full description of the proposed work. The attached draft historical property contract will help the applicant mitigate these expenditures and will induce the applicant to maintain the property in excellent condition in the future.

The subject property meets three of the five Priority Considerations: Distinctiveness, Investment and Recently Designated City Landmark. The subject property represents a distinctive and well-preserved example of the Beaux-Arts style architecture. The property owner will be investing additional money towards the rehabilitation other than for routine maintenance. Additionally, in 2017 the City of San Francisco designated the subject building as an individual landmark under Article 10. The subject property does not meet the Necessity and Legacy Business criteria. In 2014, a full building rehabilitation, including seismic strengthening, was performed therefore the building is in good condition. Furthermore, the building is fully occupied and is not in danger of deterioration or abandonment. A Legacy Business is not located at the subject property.

ASSESSOR-RECORDER INFORMATION

Based on information received from the Assessor-Recorder, the following properties will receive an estimated first year reduction as a result of the Mills Act Contract. Please refer to the attached Preliminary Valuation spreadsheet prepared by the Assessor for detailed information about each property.

- a) <u>2251 Webster Street:</u> Estimated Property Tax Savings of <u>\$14,184</u> (a 66.37% reduction from factored base year value)
- b) <u>1401 Howard Street:</u> Estimated Property Tax Savings of <u>\$66,974</u> (a 31.20% reduction from factored base year value)
- c) <u>64 Potomac Street:</u> Estimated Property Tax Savings of \$22,679 (a 76.47% reduction from factored base year value)
- d) <u>2168 Market Street:</u> Estimated Property Tax Savings of \$0 (a 0.00% reduction from factored base year value). The property owner is aware that they will not receive a tax savings but would like to move forward with the Mills Act knowing that the property will be re-evaluated in the future.
- e) <u>2731-2735 Folsom Street:</u> Estimated Property Tax Savings of <u>\$35,495</u> (a 49.46% reduction from factored base year value)

PLANNING DEPARTMENT RECOMMENDATION

- The Planning Department recommends that the Historic Preservation Commission adopt a resolution recommending approval of the Mills Act Historical Property Contracts and Rehabilitation and Maintenance Plans to the Board of Supervisors for the following properties:
 - a. 2251 Webster Street
 - b. 1401 Howard Street
 - c. 64 Potomac Street
 - d. 2168 Market Street
 - e. 2731-2735 Folsom Street

ISSUES AND OTHER CONSIDERATIONS

Mills Act Contract property owners are required to submit an annual affidavit demonstrating compliance with Rehabilitation and Maintenance Plans.

HISTORIC PRESERVATION COMMISSION ACTIONS

Review and adopt a resolution for each property:

- 1. Recommending to the Board of Supervisors approval of the proposed Mills Act Historical Property Contract between the property owner(s) and the City and County of San Francisco;
- 2. Approving the proposed Mills Act Rehabilitation and Maintenance Plan for each property.

Attachments:

a. 2251 Webster Street:

Site & Aerial Photos

Draft Resolution

Draft Mills Act Historical Property Contract

Draft Rehabilitation Program& Maintenance Plan

Draft Mills Act Valuation provided by the Assessor-Recorder's Office

Pre-Approval Inspection Report

Mills Act Application

b. 1401 Howard Street:

Site & Aerial Photos

Draft Resolution

Draft Mills Act Historical Property Contract

Draft Rehabilitation Program & Maintenance Plan

Draft Mills Act Valuation provided by the Assessor-Recorder's Office

Pre-Approval Inspection Report

Mills Act Application

Mill Act Applications October 2, 2019

2019-006323MLS (2251 Webster Street); 2019-006384MLS (1401 Howard Street); 2019-006323MLS (64 Potomac Street); 2019-005831MLS (2168 Market Street); 2019-006455MLS (2731-2735 Folsom Street);

Historic Structure Report

c. 64 Potomac Street:

Site & Aerial Photos

Draft Resolution

Draft Mills Act Historical Property Contract

Draft Rehabilitation Program & Maintenance Plan

Draft Mills Act Valuation provided by the Assessor-Recorder's Office

Pre-Approval Inspection Report

Mills Act Application

d. 2168 Market Street:

Site & Aerial Photos

Draft Resolution

Draft Mills Act Historical Property Contract

Draft Rehabilitation Program & Maintenance Plan

Draft Mills Act Valuation provided by the Assessor-Recorder's Office

Pre-Approval Inspection Report

Mills Act Application

e. 2731-2735 Folsom Street:

Site & Aerial Photos

Draft Resolution

Draft Mills Act Historical Property Contract

Draft Rehabilitation Program & Maintenance Plan

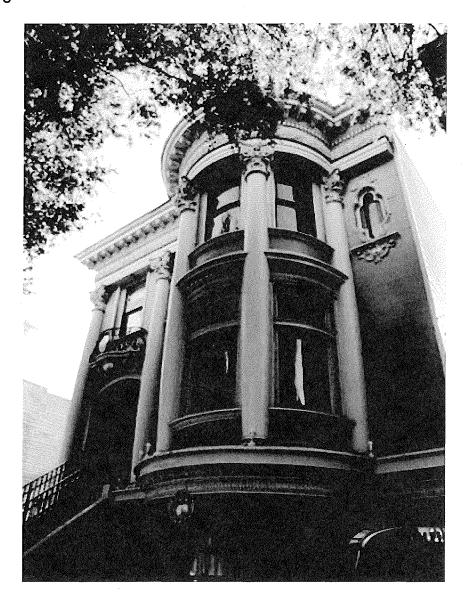
Draft Mills Act Valuation provided by the Assessor-Recorder's Office

Pre-Approval Inspection Report

Mills Act Application

Historic Structure Report

SITE PHOTO



AERIAL PHOTO



SUBJECT PROPERTY



Historic Preservation Commission Resolution No. 1094

HEARING DATE: OCTOBER 2, 2019

1650 Mission St. Suite 400 San Francisco, CA 94103-2479

Reception: 415.558.6378

Fax:

415.558.6409

Planning Information: 415.558.6377

Case No.:

2019-006455MLS

Project Address:

2731-2733-2735 Folsom Street (District 9)

Eligibility:

Article 10 Landmark No. 276: Gaughran House

Zoning:

RH-2 (Residential House, Two-Family)

Height and Bulk: Block/Lot:

3640-031

Staff Contact:

Michelle Taylor - (415) 575-9197

Michelle.Taylor@sfgov.org

Reviewed By:

Elizabeth Gordon-Jonckheer – (415) 575-8728

Elizabeth.Gordon-Jonckheer@sfgov.org

ADOPTING FINDINGS RECOMMENDING TO THE BOARD OF SUPERVISORS APPROVAL OF THE DRAFT MILLS ACT HISTORICAL PROPERTY CONTRACT, REHABILITATION PROGRAM, AND MAINTENANCE PLAN FOR 2731-2733-2735 FOLSOM STREET.

WHEREAS, The Mills Act, California Government Code Sections 50280 et seq. ("the Mills Act") authorizes local governments to enter into contracts with owners of private historical property who assure the rehabilitation, restoration, preservation and maintenance of a qualified historical property; and

WHEREAS, In accordance with Article 1.9 (commencing with Section 439) of Chapter 3 of Part 2 of Division 1 of the California Revenue and Taxation Code, the City and County of San Francisco may provide certain property tax reductions, such as those provided for in the Mills Act; and

WHEREAS, Ordinance No. 191-96 amended the San Francisco Administrative Code by adding Chapter 71, to implement Mills Act locally; and

WHEREAS, The Planning Department has determined that the actions contemplated in this Resolution are categorically exempt from with the California Environmental Quality Act (California Public Resources Code Sections 21000 et seq.) under section 15331; and

WHEREAS, The existing building located at 2731-2735 Folsom Street is listed under Article 10 as Landmark Number 276 and thus qualifies as a historical property for the purposes of the Mills Act; and

WHEREAS, The Planning Department has reviewed the Mills Act Application, draft Historical Property Contract, Rehabilitation Program, and Maintenance Plan for 2731-2735 Folsom Street, which are located in Case Docket No. 2019-006455MLS. The Planning Department recommends approval of the draft Mills Act historical property contract, rehabilitation program, and maintenance plan; and

WHEREAS, The Historic Preservation Commission (HPC) recognizes the historic building at 2731-2735 Folsom Street as an historical resource and believes the Rehabilitation Program and Maintenance Plan are appropriate for the property; and

WHEREAS, At a duly noticed public hearing held on October 2, 2019, the HPC reviewed documents, correspondence and heard oral testimony on the Mills Act Application, Historical Property Contract, Rehabilitation Program, and Maintenance Plan for 2731-2735 Folsom Street, which are located in Case Docket No. 2019-006455MLS.

THEREFORE BE IT RESOLVED that the HPC hereby recommends that the Board of Supervisors approve the draft Mills Act Historical Property Contract, including the Rehabilitation Program, and Maintenance Plan for the historic building located at 2731-2735 Folsom Street, attached herein as Exhibits A and B, and fully incorporated by this reference.

BE IT FURTHER RESOLVED That the Historic Preservation Commission hereby directs its Commission Secretary to transmit this Resolution, the draft Mills Act Historical Property Contract, including the Rehabilitation Program, and Maintenance Plan for 2731-2735 Folsom Street, and other pertinent materials in the case file 2019-006455MLS to the Board of Supervisors.

I hereby certify that the foregoing Resolution was ADOPTED by the Historic Preservation Commission on October 2, 2019.

Jonas P. Jonin

Commissions Secretary

AYES:

Johns, Pearlman, So, Hyland, Matsuda, Black

NOES:

None

ABSENT:

None

RECUSED:

Foley

ADOPTED:

October 2, 2019

REHABILITATION/RESTORATION & MAINTENANCE PLAN

All pricing below has been prepared by J.R. Conkey & Associates, professional cost estimator.

Exhibit A: Rehabilitation/Restoration Plan

Building Feature: Folsom	Street Facade – Wood F	Repair	
Rehab/Restoration X	Maintenance	Completed	Proposed X
Contract year work comp	letion: 2020 (Coordinate	ed scaffold/access w	vith Scope 2)
Total Cost: \$15,587.50			
Description of work:	***************************************		
Repair wood deterioratio	n at base of building abo	ove pavement where	e moisture appears to be getting in.
Correct cause of moisture	e including concrete curk	below as needed.	Repair various splitting wood as needed.
Prepare, prime, and paint	t with appropriate paint.		
		•	's Standards and Preservation Brief #47:
Maintaining the Exterior	ot Smail and Medium Siz	'e Historic Buildings	

Scope: # 2 Building Feature: Windows	at Secondary Façade	es			
Rehab/Restoration X	Maintenance	Completed	Proposed	X	
Contract year work comple	tion: 2020	, ,			
Total Cost: \$19,314.00		SECTION OF THE PROPERTY OF THE			
Description of work: Repair splitting and separa perimeter of windows as n	0 ,		as needed. Rep	lace failed sealant at	
Work will be done in confo Maintaining the Exterior of		-			

Scope: #3 Building Feature: Wood	Windows at Folsom Stre	eet			
Rehab/Restoration	Maintenance	Completed	Proposed	X	
Contract year work comp	oletion: 2025 (Coordinat	ced scaffold/access	with Scopes 4,	5, 6, & 15)	
Total Cost: \$53,940.00 -	\$84,825.00				
Description of works					

Rehabilitate wood window sash. Consider restoring operability to the windows at the first level that are not operable. Repair deteriorated wood and replace unsound/deteriorated/missing glazing putty as needed. Prepare, prime, and paint all wood and putty. Consider installation of appropriate weather stripping or interior storm windows. If window replacement is considered for weatherization/energy/noise, perform conditions assessment, and replacements will match the existing appearance and material (wood), including curved elements.

Work will be done in conformance with the Secretary of the Interior's Standards and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings and Preservation Brief #9: The Repair of Historic Wooden Windows.

Scope: #4 Building Feature: North Fa	çade - Site			
Rehab/Restoration X	Maintenance	Completed	Proposed	×
Contract year work compl	etion: 2025			
Total Cost: \$6,119.00				
Description of work:				
Perform work to remove v	egetation that is dir	ectly against the bu	uilding at the no	orth façade and to improve site
drainage directly adjacent	to the foundation o	f the building. Wor	k will be done i	n conformance with the
Secretary of the Interior's	Standards			

Scope: # 5 Building Feature: Folsom Street Façade - Painting					
Rehab/Restoration X	Maintenance	Completed	Proposed	x	
Contract year work com	pletion: 2025 and every	10 years thereafter	as needed		
Total Cost: \$45,211.00		-			
Description of work:					
Renaint Folsom Street fa	cade with appropriate	naint (including wood	d and concrete	entry stairs with metal	

Repaint Folsom Street façade with appropriate paint (including wood and concrete entry stairs with metal railings as well as windows - see Rehabilitation/Restoration Item #3 "Wood Windows at Folsom Street" for detail at windows). Install new sealants every 10 years at flashings and where occurs or as needed. Repair wood and other substrates as needed. All work will be performed in conformance with the Secretary of the Interior's Standards. Work will be done in accordance with the National Park Service's Preservation Brief #10: Exterior Paint Problems on Historic Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

Scope: # 6 Building Feature: Second	ary Exterior Facades -	- Painting		
Rehab/Restoration X	Maintenance	Completed	Proposed	Х
Contract year work comp	letion: 2025 and ever	ry 10 years thereaft	er as needed	
Total Cost: \$39,179.00				
Description of work:				
Repaint secondary façade	es with appropriate p	aint. Repair wood a	and other subst	rates as needed.
All work will be performe	d in conformance wit	th the Secretary of t	he Interior's St	andards. Work will be done in
accordance with the Nati	onal Park Service's Pr	eservation Brief #1	0: Exterior Pain	t Problems on Historic
Woodwork and Preservat	tion Brief #47: Mainta	ining the Exterior o	of Small and Me	dium Size Historic Buildings.

Scope: #7 Building Feature: Flashing	; - Roof	•		
Rehab/Restoration X	Maintenance	Completed	Proposed	\boxtimes
Contract year work comp	letion: 2025 and eve	ry 10 years thereaf	ter as needed	
Total Cost: \$5,539.00				
Description of work:				
Install new sealant at flas	hing and roofing eler	nents every 10 yea	rs, or as neede	d. Work will be done in
conformance with the Sec	cretary of the Interio	r's Standards and F	reservation Bri	ief #47: Maintaining the Exterior
of Small and Medium Size	Historic Buildings.			

Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work com	pletion: 2029	(1)		
Total Cost: \$120,683.50				
Description of work:				

Exhibit B: Maintenance Plan

Scope: # 9 BuildingFeature: Facades	– Visual Inspecti	on			
Rehab/Restoration	Maintenance	X	Completed	Proposed X	
Contract year work compl	etion: 2020 and	annually	y thereafter		
Total Cost: \$1,305.00					
Description of work:					
Perform visual inspection with binoculars, spotting smetal railing deterioration Visual Inspection" and Itelelements). Repair as need	scope, or similar n, and other sign m #6 "Windows	as need s of dete	ed annually for perioration (see Ite	aint and sealant failure, v m #5 "Wood Windows a	wood deterioration, t Folsom Street –
All work will be performed accordance with the Natio Woodwork and Preservati	onal Park Service	's Preser	vation Brief #10:	Exterior Paint Problems	on Historic

Scope: #10 Building Feature: Wood Inspection	d Windows at Folso	om Street	– Visual		
Rehab/Restoration	Maintenance	х	Completed	Proposed	X
Contract year work con	npletion: 2020 and	annually	thereafter		
Total Cost: \$870.00					No.
Description of work:					
Perform visual inspection	on of wood windov	ws with b	inoculars, spottir	ng scope, or simi	ilar as needed annually for
paint, putty, and sealar	nt failure as well as	wood an	d other signs of o	deterioration. R	epair as needed.

All work will be performed in conformance with the Secretary of the Interior's Standards. Work will be done in accordance with the National Park Service's Preservation Brief #10: Exterior Paint Problems on Historic Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

Scope: # 11 Building Feature: Win	dows at Secondary Facade	es - Inspection		
Rehab/Restoration	Maintenance <u>X</u>	Completed	Proposed	X
Contract year work co	mpletion: 2020 and annua	ally thereafter		
Total Cost: \$1,305.00				
Description of work:				
Inspect glazing seals, s	sealants, and clean weeps.	Lubricate operating	hardware as r	recommended by
manufacturer.				
Work will be done in	conformance with the Sec	retary of the Interior	's Standards a	nd Preservation Brief #47:
Maintaining the Exter	ior of Small and Medium S	iize Historic Buildings	and Preservat	ion Brief #9: The Repair of
Historic Wooden Wind	dows.			

Scope: # 12 Building Feature: Gutte	ers. Drains, and Dow	nspout	s - Roof		
Rehab/Restoration	Maintenance	X	Completed	Proposed	X
Contract year work con	npletion: 2020 and a	nnually	thereafter		
Total Cost: \$986.00					
Description of work:					
Inspect and clean all ro	-				
Maintaining the Exterio					and Preservation Brief #47:
Iviantianning the Extend	or or orman and wed	uiii Size	E THISTOTIC DUNGHIE	53.	
Scope: #13					
Building Feature: Roofi	ng				
Rehab/Restoration	Maintenance	X	Completed	Proposed	X
Contract year work con	npletion: 2020 and a	nnually	/ thereafter		
Total Cost: \$246.50					
Description of work:					
Inspect roofing for defe					and Draconistian Priof #47.
Maintaining the Exterio			•		and Preservation Brief #47:
Ividiritairing the Exterio	or Sman and Wed	u111 5120	2 Thistoric Bunding		
Scope: #14					
Building Feature: Flashi	ng - Roof				
Rehab/Restoration	Maintenance	x	Completed	Proposed	X
Contract year work com	npletion: 2020 and a	nnually	thereafter		
Total Cost: \$435.00					
Description of work:					
				-	Repair as needed. Work will
the Exterior of Small an	•			ras and Preserv	vation Brief #47: Maintaining
the Exterior of Sinah an	a Weardin Size Mist	oric bui	1411163.		
Scope: #15		146.1			
Building Feature: Folsor	m Street Façade – St	ained G	Slass Inspection		
Rehab/Restoration	Maintenance	<	Completed	Proposed	X
Contract year work com	pletion: 2025 and e	very 10	years thereafter	as needed	
Total Cost: \$1,740.00					- Control of the Cont
Description of work:					
_		-			as needed. All work will
l .	·		is and NPS Presei	rvation Brief # 3	33: The Preservation and
Repair of Historic Staine	ed and Leaded Glass	•			•



Office of the Assessor / Recorder - City and County of San Francisco Mills Act Valuation



2731-2735 Folsom St

OFFICE OF THE ASSESSOR-RECORDER - CITY & COUNTY OF SAN FRANCISCO MILLS ACT VALUATION

APN:

3640 031

Lien Date:

7/1/2019

Address:

2731-2735 Folsom St

Application Date:

5/1/2019

SF Landmark No.:

276

Application Term:

12 months

Applicant's Name:

. . .

Adele Feng; Timothy Yen; Brent Goldman; 2735 Folsom St LLC 0.00 Last Sale Date:

3/26/2018

Agt./Tax Rep./Atty:

Fee Appraisal Provided:

0.00 *No*

Last Sale Price:

\$6,050,000

FACTORED BASE Y	EAR (Roll) VALUE	INCOME CAPITALIZATION APPROACH SALES C			ISON APPROACH
Land	\$4,319,698	Land	\$1,871,400	Land	\$4,550,000
Imps.	\$1,851,299	Imps.	\$1,247,600	Imps.	\$1,950,000
Personal Prop	\$0	Personal Prop	\$0	Personal Prop	\$0
Total	\$6,170,997	Total	\$3,119,000	Total	\$ 6,500,000

Property Description

Property Type:

Multi-Unit / Flats

Year Built:

1900/2014

Neighborhood:

Inner Mission 9c

Type of Use:

Residential

(Total) Rentable Area:

5200

Land Area:

4974 square feet

Owner-Occupied:

Yes - 2 out of 3

Stories:

3

Zoning:

RH-2

Unit Types:

Full floor flats

Parking Spaces:

0

Total No. of Units: 3

Special Conditions (Where Applicable)

*FMV of Subject property determined by aggregating values concluded through sales comparisons of each of the three TIC units. Building partially owner-occupied (2 out of 3 units).

Conclusions and Recommendations

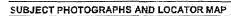
	 Per Unit	Per SF	Total
Factored Base Year Roll	\$ 2,056,999	\$ 1,187	\$ 6,170,997
Income Approach - Direct Capitalization	\$ 1,039,667	\$ 600	\$ 3,119,000
Sales Comparison Approach*	\$ 2,166,667	\$ 1,250	\$ 6,500,000
Recommended Value Estimate	\$ 1,039,667	\$ 600	\$ 3,119,000

Appraiser:

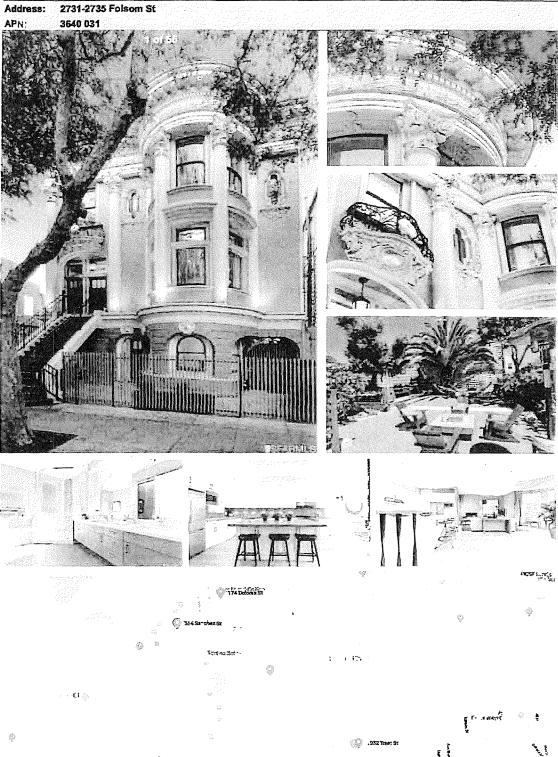
Laurie Shulock

Principal Appraiser: Concepcion Vindell

Hearing Date:



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Page 1

INCOME APPROACH

Address:

2731-2735 Folsom St

Lien Date: 7/1/2019

	Monthly Rent		<u>Annualized</u>	
Potential Gross Income	\$31,000	x	12	\$372,000
Less: Vacancy & Collection Loss			3%	(\$11,160)
Effective Gross Income				\$360,840
Less: Anticipated Operating Expenses	(Pre-Property Tax)	•	15%	(\$54,126)
Net Operating Income (Pre-Property Tax)			\$306,714
Restricted Capitalization Rate				
2019 interest rate per State Board of Equ	alization		4.7500%	
Risk rate (4% owner occuped/2% all othe	r property types)***	-	3.4194%	
2018 property tax rate **			1.1630%	
Amortization rate for improvements only				
Remaining economic life (Years)	60 (0.0167	<u>0.5000%</u>	
Improvements constitute % of total pro	pperty value	30%		9.8324%

RESTRICTED VALUE ESTIMATE

\$3,119,436

Rounded:

\$3,119,000

Notes:

- Annual operating expenses include water service, refuse collection, insurance, and regular maintenance items. Assumes payment of PG&E by lessee.
- ** The 2019 property tax rate will be determined in September 2019.
- Weighted Risk Rate used as two of the three units are owner-occupied, with
 Unit 2735 presumed to be tenant-occupied or used for rental purposes.
 Monthly rent estimated based upon rent comps as well as rent potential quoted in Subject's
 2018 MLS listing

Weighted Risk Rate - Owner-Occupied and Leased Units

			Pre-Set	Weighted
	Rent	<u>%</u>	Risk Rates	Risk Rate
Owner-Occupied Monthly Income	\$22,000	71.0%	4.00%	0.028387097
Leased Monthly Income	\$9,000	29.0%	2.00%	0.005806452
	\$31,000			0.034193548

Address:

2731-2735 Folsom St

Lien Date:

7/1/2019

Rentsi Comp #1



Listing Agent:
Address:
Cross Streets:
SF:
Layout:
Monthly Rent
Rent/Foot/Mo
Annual Rent/Foot:

Bill Harkins Brokerage 30 Abbey St #A 17th St 1,600 8br, 2ba, no parking \$9,900 \$8.19 \$74.25

Rental Comp #5



Listing Agent:
Address:
Cross Streets:
SF:
Layout:
Monthly Rent
Rent/Foot/Mo
Annual Rent/Foot:

Bill Haridns Brokerage 876 Hemoshire St 21st St 1,500 4br, 1bs, no parking, furnished 57,850 \$5,23 \$62,80

Rental Comp #2



Elevation Rest Eatata, Eddie O'Sullivan 404 Jersey St Castro St 1,800 3br, 2 ba, no parking 57,795 \$4.33 \$51.97

Rental Comp #8



Bill Harkins Brukerage 64 San Jose Ave 23rd St 2,400 8br, 4ba, 1 cer parking \$14,500 \$8.04 \$72,50

Rental Comp #3



Paragon Real Estate Group, Oggi Kashi 823 Luke St 9th Ave 2,220 3br, 3.5bs, 1 car parking \$10,000 \$4.50 \$4.50 \$54.05



Sotheby's, Grent Edward Beggs 3324 Scott St Chestnut St 1,550 3br, 2be, 1 car parking \$8,000 \$5.16 \$61.94

Rantal Comp #4



GPK Luxury Real Estate, Bryani Kowakzyk 2519 Chestnut St Broderick 2,085 3bt, 3be, 2 cer perking \$12,000 \$52,66 \$69.06



Bill Harkins Brokerage 2414 Futten St Willerd St N 1,650 5br, 2,25ba, no parking \$7,200 \$4,38 \$52,36 : More

2735 Folsom St, San Francisco, CA 94110 | Zillow nitps://www.zijuw.com/namedeteits/2755-Felsom../2103712589_zpid/~ The property 2736 Felzem St. See Francisco, CA 94110 is currently not fel sale. View detaile, sales history and Zeetmate data for this property on Ziliber.

2736 Folsom St., San Francisco, GA 84110 - House for Rent . . . https://www.apartments.com / Houses / California / Sen Francisco ~ See all available apartments for past of \$735 Follows 5t in Ban Francisco. CA. 2735 Follows St has rental units starting at \$12650.

2735 21st St, Sacramento, CA 95818 - Condo for Rent in ... https://www.apartments.com > Condos > Callionia > Sacramento > See all available apertments for rent in 2735 21st St in Sucrements, CA, 2735 21st St has rental units starting at \$1195.

2735 Poleom St, San Prendeco, CA 84118 4 . . - Zumper https://www.zumper.com/...fpr-rend.../4-bedroom-mission-san-irancisco-cal v 4 Segreom Condo with 3 Bethyporps for rent at 2015 Felloom St, San Francisco, CA 54110 for 511000 per month

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Apartments.com

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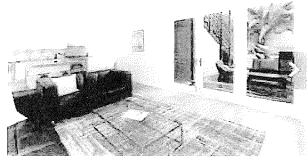
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⇒ 2735 Folsom St

Avoid Scams

C 2 Weeks Ago





There are no avalidable units.

Baths

Unite

3 Baths

1,800 SF

These similar rentals nearby have available units.

O This Property 🏺 Available Property



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apartments.

Avarana Sira

13.81

\$1,795

1024 Sq Ft

<u>33,600</u>

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200 Sq Ft

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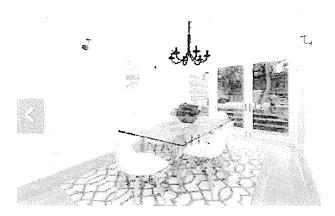
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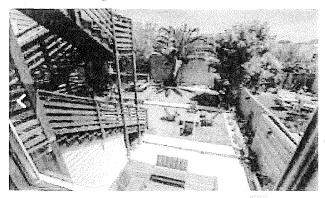
- Close to Highway 101

Johnson Process Paulinia

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PLEASE NOTE:

- NO Symblens













2735 Folsom St

San Francisco Mission Apartments for Rent



\$10,500 1340 TAYLOR Apariments & Suites 4 Bedrooms - 9 Bathrooms



\$9,990 Cabrillo St & 24th Ave 4 Bedrooms - 2 Ballyrooms



\$10,000 Pierce St & Sutter St 4 Bedrooms - 2 Bathrooms



\$12,000 80 Gold Mine Dr 4 Bedrooms - 3 Bethrooms



\$12,500 Divisadero Street & Duboce Street 4 Bedrooms - 3 Bashrooms

See apartments in Mission

See apartments in San Francisco



About 2735 Folsom St

Ø

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Similar listings

O market Sense 121 2017



Bummer! This listing is no longer available. Message similar apartments for rent in

\$10.6K 4 Beds





3 Full, 1 Half Bath

No pels

(1) 5+ Days Ago

\$10.8K 4 Bade

Nob

Avašabla September 1st

Q Searsi

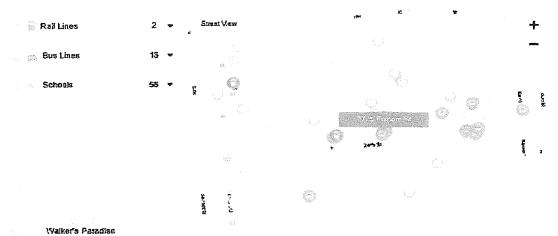
2735 Folsom Street is a striking remodel of a classic unit in a three-unit building in one of the most desirable neighborhoods of San Francisco, the lines Mission. The 4 bedroom. 3.5 battroom flat boasts an open floor plan with specious bedrooms, modern bathrooms, a gournal kitchen, and access to the magical rear garden. The building's ideal location and exciting array of amenities needby make it a compelling option. Folsom Street is an easie in the certier of N ali.

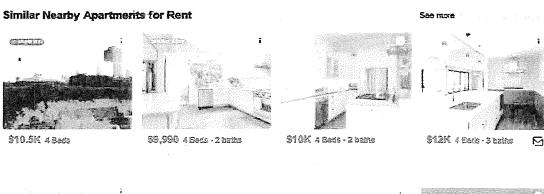
With a specious 1,840 square fout open from plan, this expansive unit boasts 4 backworns and 3.5 bathrooms. A well-equipped gournal kitchen is periect for creating that perfect meal after a day of fresh ands from the farmer's market. The daring room seals aix people correctably with applicas to seal four more at the generous kitchen. island. An exclusive use outdoor pallo la conveniently located off the living room. There are two master bedroom suites with private bathrooms plue two additional bedrooms. Cable TV and wireless internet are available for your ententshment needs. The building has been extensively removated with new plumbing, electrical systems, and elegant finishes.

Located at Follown and 23rd Street, this one-of-e-trind condo in the Miselos District is around the corner from great restaurants like Flour and Water, Slowfish Sushi, Atlas Cafe, and Local Mission Eatery. The original Philix Coffee, Local Mission Market. Sidewalk Julca, and new dity partriplayground are steps away. Conventences such as the Potrero Hill Safeway and Valencie Whole Foods are just minutes away. There is sasy access to tech churiles to the Peninsula, main bus routes, 24th Street BART Station, interelate 280, and downtown. Live in and experience one of San Francisco's most diverse neighborhoodsi

- · Spacious 1,686 square foot open floor plan (per currer)
- · Large living room and dining room
- · Cournel Michen with custom calcinetry, stiestone counters. Sertazzoni 6-burner gas stova, Külchen-kid reitigeretor, Bosch dishivseher, bult-in Men-al svine fridgs
- A spacious bedrooms including two master suites
- All bedroom closets are cutilited with custom storage systems
- 3.5 luxurious balbrooms featuring confernperery life. Groke fixtures, deep easking adas, glase-enclosed ahowere and high-editionary Tota tollels
- · Natural white oak flooring throughout living press and badrooms
- · Custom steined glass whidow detailing
- · LG energy-efficient front loading washer and gas dryer in talt
- · New plumbing, electrical, mechanical, forced-eir gas furnace, and on-demend tankless hot water heaters
- · Hat channel and Green Glue technology soundproofing between each floor
- Street parking

Near This Condo - 2735 Folsom St, San Francisco, CA 94110







\$12.5K 4 Beds - 3 baths Divisadoro Street & L'uboce



\$11.5K 48eds - 2 baths



\$9,995 4 Beds - 3 baths 🖾



\$11.9K 4 Beds - 3 baths

Riena Vislati shkany

Marina

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hotpads. Apartments

Viculing 1 - 25 01 204

HAYES VALLEY

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This peed is no languar everlable.

\$10,000

La ionger available

MISSION

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1780 Folsesh Street

2735 Folsom Street

2735 Polsom Street highlights

5.5 baths

About 2739 Polsom Street

basses 4 Bedracess and 3.5 bethreams. A viell-equipped gournest itches is perfect for creating that perfect rical after a cay of fresh finds from the

to sept following at the generalize Michael Island. An exclusive use author

becroom subce with private bethecome plus two additional bedrooms.

Apps Property Tax Rules... Assessors' Handbo... Time Value of Money AH 505 attractions/events -... >> hotpads. Aparments thouses Poverice Allers

AT there Apperted A education attractions attractions/events -... >> All education closets are outfried with custom storage systems

All bedroom closets are outfried with custom storage systems

All bedroom closets are outfried with custom storage systems

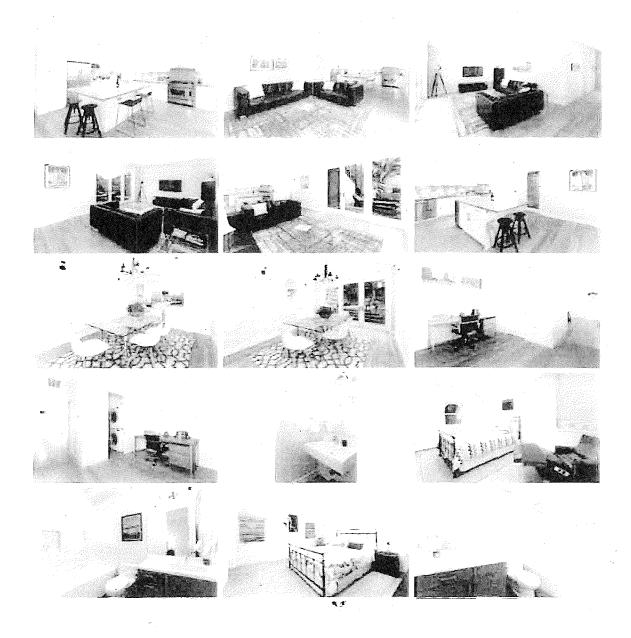
Street periong

Pricing comparison

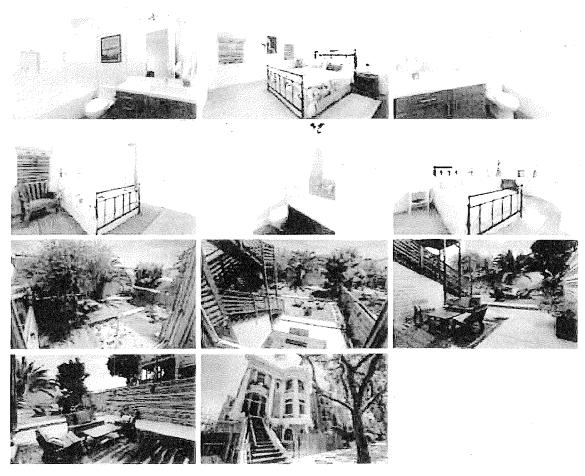
In 9180 20 for \$12,500

* *

Nearby schools



2755 Falson: Street 25 gazine



2735 Falsom Street 26 of otos

Sales Comparison Approach - TIC

APN:

3640 031

Address:

2731 Folsom St

Value Date:

7/1/2019

	SUBJECT	COMPARABLE	SALE 1	COMPARABLE	ESALE 2	COMPARABLE	SALE 3
APN	3640 031	- 3640 07	7	3564 00)4	6653 04	0
Address	2731 Folsom St	1032 Treat	Ave	314 Sanch	ez St	288 Randa	II St
Proximity to Subj.		.1 ml		1.6 m	i	1.6 ml	
Sales Price		\$2,007,00) 0	\$2,700,000		\$2,800,0	00
Conditions of Sale		None	0%	None	0%	None	0%
Effective/Sale Date	7/1/2019	5/1/2011	9	8/31/20	18	4/30/201	19
Cash Equivalency							1
Market Conditions		Stable	0%	Stable	0%	Stable	0%
ADJ. SALES PRICE							
\$ Per GBA	DESCRIPTION	\$1,056 DESCRIPTION	+(-) \$ADJ.	\$1,348 DESCRIPTION	+(-) \$ADJ.	\$1,580 DESCRIPTION	
· · · · · · · · · · · · · · · · · · ·		1	4(-) simó.		(*) \$ADJ.		+(-) \$ADJ.
Rights Conveyed	Fee Simple	Fee Simple	ļ	Fee Simple Eureka Valleyi		Fee Simple	1
Neinhborhood	Inner Mission	Inner Mission		Dolores His	-\$135,000	Glen Park	-\$140,000
Location	Good	Good		Good	1	Good	
Complex Type	TICs	TICs		TiCs		TICs	İ
Total No. of Units	3	3 .		2		2	
View	Nel_hborhood	Neighborhood		Neighborhood		Cit./Downtown	-\$280,000
Floor	Toj	Top		Bottom	\$10,000	Bottóm	\$10,000
No. of Levels	11	2		2	<u> </u>	3	
Year Bit	1900	1940	1	1927		1976	
Year Renovated	2014	2016	<u> </u>	2018	1	2019	
Condition	Good	Good	<u> </u>	Good	i	Good	
GLA	1,815	1,900		2,006	-\$55,000	1,772	
Total # of Rooms	6	7	l	7	1	6	1
Bedrooms	3	3		3		3 .	ŀ
Full/Bath baths	3.0	2.5	\$25,000	3.0	. \$0	4	-\$50,000
Parking	0	1	-\$40,000	<u> </u>	-\$40,000	1	-\$40,000
Amenities	Shared Yard	Private Roof Deck	-\$10,000	Excl Use Yard	-\$5,000	Balcon,/Yard	
Adjusted PPSF		\$1,043		\$1,234		\$1,298	
***************************************					İ		
Net Adj. (total)			125,000)		225,000		(500,000)
Total Adj. as %					-8.3%		-18%
ADJ. SALES PRICE	<u> 1 (1911) při po transké (1911) při po při</u>	1	1,982,000	<u> </u>	\$2,475,000	<u> </u>	2,300,000

REMARKS

Adjustments:

5% for Neighborhood 10% for View \$10,000 for Floor \$650 per square foot for GLA \$50,000 for Baths (or fractions thereof)

\$40,000 for Parking \$5,000 - \$10,000 for Outdoor Amenitles

CONCLUSIONS:

INDICATED RANGE OF VALUE BY THE SALES COMPARISON APPROACH:

FROM: \$1,982,000

TO: \$2,475,000

Final Concluded Value as of 7/1/2019:

= \$2,250,000

Appraiser:

Laurie Shulock

Principal Appraiser: Concepcion Vindell

Date:

7/3/2019

Sales Comparison Approach - TIC

APN:

3640 031

Address:

2733 Folsom St

Value Date:

7/1/2019

	SUBJECT	COMPARABLE	BALE 1	COMPARABLE SALE 2		COMPARABL	ESALE 3	
APN	3640 031	3597 070		3640 077		6653 0	40	
Address	2733 Foisom St	3521 19th S	St	1032 Treat	Ave	288 Randall St		
Proximity to Subj.		.9 mi	***************************************	.1 mi	.1 mi . 1.4		ml	
Sales Price		\$1,818,880)	\$2,007,00	0	\$2,800,0	\$2,800,000	
Conditions of Sale		None '	0%	None	0%	None	0%	
Effective/Sale Date	7/1/2019	5/24/2019	t	5/1/2019	<u> </u>	4/30/20	19	
Cash Equivalency								
Market Conditions ADJ. SALES PRICE		Stable	0%	Stable	0%	Stable	0%	
\$ Per GBA	 	\$1,236		\$1,056		\$1,580	•	
3 Lei ODY	DESCRIPTION	DESCRIPTION	+(-) \$ADJ.	DESCRIPTION	+(-) \$ADJ.	DESCRIPTION	+(-) \$ADJ.	
Rights Conveyed	Fee Simple	Fee Simple		Fee Simple		Fee Simule		
Neighborhood	Inner Mission	Mission Dolores		Inner Mission		Glen Park	-\$140,000	
Location	Good	Good		Good !		Good	!	
Complex Type	TICs	TICs		TICs		TIÇs		
Total No. of Units	а .	3 .		3		2		
View	Nei; hborhood	Neighborhood		Neighborhood		Cli /Downtown	-\$280,000	
Floor	Middle	Τ ο ρ	-\$10,000	Too	-\$10,000	Bottom		
No. of Levels	1	1 1		2	*******************************	. 3	1	
Year Bit	1900	. 1907		1940		1978	!	
Year Renovated	2014	2016/2019		2016		2019		
Condition	Good	Good		Good	**************************************	Good		
GLA	1,697	1,471	\$147,000	1,900	\$147,000	1,772		
Total # of Room	5	5		7		6	i	
Bedrooms	3	3		3		3		
Full/Bath baths	2.5	1.5	\$50,000	2.5	\$0	4	-\$75,000	
Parking	0	2	-\$80,000	1 1	-\$40,000	1	-\$40,000	
Amenities	Shared Yard	Shared Garden		Private Roof Deck	-\$10,000	Balcon, /Yard		
Adjusted PPSF		\$1,309		\$1,102		\$1,278	<u> </u>	
Net Adj. (total)			107,000		87,000		(535,000	
Total Adj. as %			5.9%		4.3%		-19%	
ADJ. SALES PRICE		\$1	1,925,880	Lauren de Casada in et 🔰 💲	2,094,000	(edito Arelia viuli) — i	\$2,265,000	

REMARKS

Adjustments:

5% for Neighborhood 10% for View \$10,000 for Floor \$550,000 for Baths (or fractions thereof) \$40,000 for Parking \$5,0000 - \$10,000 for Outdoor Amenities

CONCLUSIONS:

INDICATED RANGE OF VALUE BY THE SALES COMPARISON APPROACH:

FROM: \$1,925,880

To: \$2,265,000

Final Concluded Value as of 7/1/2019:

\$2,100,000

Appraiser: Laurie Shulock Principal Appraiser: Concepcion Vindell Date: 7/3/2019

Sales Comparison Approach - TIC

APN:

3640 031

Address:

2735 Folsom St

Value Date:

7/1/2019

	SUBJECT	COMPARABLE	SALE 1	COMPARABL	E SALE 2	COMPARABL	E SALE 3
APN	3640 031	3597 07	0	3544 0	13	3640 0	77
Address	2735 Folsom St	3521 19th	St	174 Dolon	es St	1032 Trea	f Ave
Proximity to Subj.		.9 ml		1.6 m	1.6 ml		I
Sales Price		\$1,818,88		\$2,715,000		\$2,007,0	60
Conditions of Sale		None	0%	None	0%	None	0%
Effective/Sale Date	7/1/2019	5/24/201	19	6/5/201	19	5/1/201	19
Cash Equivalency		Stable		Stable	0%		
Market Conditions ADJ. SALES PRICE		Otable	0%	Stable	1 076	Stable	0%
\$ Per GBA	 	\$1,236		\$1,450	2	\$1,05	E
VI BI QUA	DESCRIPTION	DESCRIPTION	+(-) \$ADJ.	DESCRIPTION	÷(-) \$ADJ.	DESCRIPTION	+(-) \$ADJ.
Rights Conveyed	Fee Simple	Fee Simple		Fee Simple		Fee Simple	
Nelghborhood	Inner Mission	Mission Dolores		Mission Dolores		Inner Mission	!
Location	² Good	Good	!	Superior	-\$135,750	Good	
Complex Type	TICs	TICs		TiCs		TICs	
Total No. of Units	3	3		3		3	
View	Neighborhood	Nei:hborhood		Neishborhood	<u> </u>	Neighborhood	1
Floor	Bottom	Tou	-\$10,000	Bottom		Ter	-\$10,000
No. of Levels	1	1		1	-	2	1
Year Bit	1900	1907		1915	<u> </u>	1940	İ
Year Renovated	2014	2016/2019		2019	1	2016	!
Condition	Good	*Good		Good		Good	ĺ
GLA	1,688	1,471	\$141,000	1,850	-\$105,000	1,900	\$141,000
Total # of Room	6	5		6		7	
Bedrooms	4	3	E !	3		3	
Baths	3.5	1.5	\$100,000	2.0	\$75,000	2.5	\$0
Parking	0	2	-\$80,000	1	-\$40,000	1	-\$80,000
Amenities	Deck/Yard	Shared Garden		Yard		Private Roof Deck	-\$10,000
Adjusted PPSF		\$1,339		\$1,356		\$1,078	
Net Adj. (total)		(*************************************	151,000		(205,750)		41,000
Total Adj. as %		نسني المالية	8,3%		-7.6%		2%
ADJ. SALES PRICE	<u> 1 1 10 2 2 2 2 2 2 1 1 1 1 1 1 1 1 1 1 </u>		1,969,880	2466000000	\$2,509,250	Maria 1944 1	\$2,048,000

REMARKS

Adjustments:

5% for Location \$10,000 for Floor \$650 per square foot for GLA \$50,000 for Baths (or fractions thereof) \$40,000 for Parking \$10,000 for Outdoor Amenities

CONCLUSIONS: INDICATED RANGE OF VALUE BY THE SALES COMPARISON APPROACH:

FROM: \$1,969,680

\$2,509,250

Final Concluded Value as of 7/1/2019:

\$2,150,000

Laurie Shulock Principal Appraiser: Concepcion Vindell Appraiser: Date: 7/3/2019



PRE-APPROVAL INSPECTION REPORT

Report Date:

May 31, 2019

Inspection Date:

May 17, 2019; 2:00pm

Filing Date:

May 1, 2019

Case No.:

2019-006455MLS

Project Address:

2731-2735 Folsom Street

Block/Lot:

3640/031

Eligibility

Article 10 Landmark No. 276: The Gaughran House

Zoning:

RH-2 - Residential-House, Two-Family

Height &Bulk:

40-X

Supervisor District:

District 9 (Hillary Ronen)

Project Sponsor:

Adele Feng

Address:

2733 Folsom Street

San Francisco, CA 94110

510-304-3662

Feng.adele@gmail.com

Staff Contact:

Michelle Taylor - (415) 575-9197

michelle.taylor@sfgov.org

Reviewed By:

Shannon Ferguson - (415) 575-9074

shannon.ferguson@sfgov.org

PRE-INSPECTION

☑ Application fee paid

☑ Record of calls or e-mails to applicant to schedule pre-contract inspection

5/7/2019: Email applicant to schedule site visit.

5/17/2019: Email applicant to confirm site visit.

1650 Mission St. Suite 400 San Francisco, CA 94103-2479

Reception:

415.558.6378

Fax:

415.558.6409

Planning Information: **415.558.6377**

Mills Act Pre-Approval Inspection Report May 22, 2019

Case Number: 2019-006455MLS 2731-2735 Folsom Street

INSPECTION OVERVIEW

Date and	time of ins	pection: Friday, May 17, 2019, 2:00pm
Parties p	resent: Ade	le Feng, Michelle Taylor
☑ Provid	e applicant	with business cards
☑ Inform	applicant	of contract cancellation policy
☑ Inform	ı applicant	of monitoring process
Inspect p	roperty. If	multi-family or commercial building, inspection included a:
. [I Thorough	n sample of units/spaces
5	7 Represen	tative
[I Limited	
☑ Reviev	v any recen	tly completed and in progress work to confirm compliance with Contract.
☑ Reviev	v areas of p	proposed work to ensure compliance with Contract.
☑ Reviev	v proposed	maintenance work to ensure compliance with Contract.
	y and phot entract peri	ograph any existing, non-compliant features to be returned to original condition od. n/a
☑ Yes	□ No	Does the application and documentation accurately reflect the property's existing condition? If no, items/issues noted:
☑ Yes	□ No	Does the proposed scope of work appear to meet the Secretary of the Interior's Standards? If no, items/issues noted: See below
☑ Yes	□No	Does the property meet the exemption criteria, including architectural style, work of a master architect, important persons or danger of deterioration or demolition without rehabilitation? If no, items/issues noted:
□ Yes	☑ No	Conditions for approval? If yes, see below.

Mills Act Pre-Approval Inspection Report May 22, 2019

Case Number: 2019-006455MLS 2731-2735 Folsom Street

NOTES

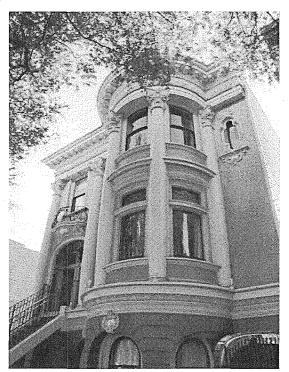
2731-2735 Folsom Street (District 9) is located on the west side of Folsom Street between 23rd and 24th streets, Assessor's Block 3640, Lot 031. The subject property is located within the RH-2 (Residential House, Two Family) zoning district and 40-X Height and Bulk district. 2731-2735 Folsom Street is a three-story, wood frame, three-unit residential building with a rectangular plan. It was designed in the Beaux-Arts style by architect James Francis Dunn (1874-1921) and constructed in 1900 for James Gaughran. The subject property was designated as an Article 10 individual landmark building (No. 276) in 2017.

The subject property is currently valued by the Assessor's Office at over \$3,000,000. Therefore, an exemption from the tax assessment value is required. The application includes a Historic Structure Report prepared by Page & Turnbull that provides evidence that the property meets the exemption criteria for tax assessment value.

The building underwent a full rehabilitation c. 2014 which included full re-painting of all elevations, façade restoration, structural strengthening and re-roofing. The rehabilitation plan proposes to repair wood elements at the base of the building, repair and restore windows, improve site drainage against foundation of building, repaint the exterior, replace roof flashing, and fully re-roof the building. The estimated cost of the proposed rehabilitation work is \$305,573.

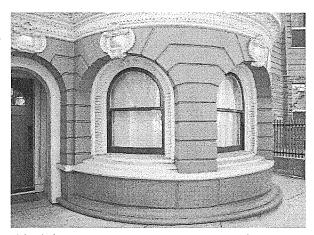
The maintenance plan proposes to inspect and make any necessary repairs to the siding, windows, gutters and downspouts, and roof on an annual basis. The estimated cost of maintenance work is \$6,888 annually.

PHOTOGRAPHS



Front Facade





Front entryway (left) and rounded bay at ground level (right)

To whom it may concern:

Thank you for taking the time to review our Mills Act application. We wanted to take this opportunity to emphasize our commitment to restore and maintain this gorgeous historic property that has become our home, and to explain how the three of us came to be co-owners.

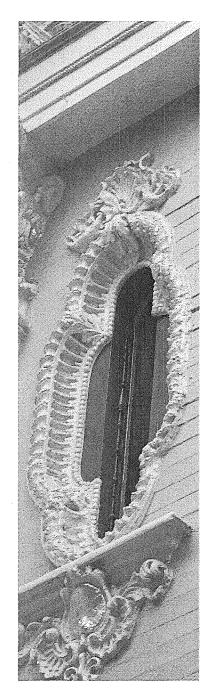
Tim and Brent first met through mutual friends in 2014, shortly after Tim decided to make the move from Seattle to San Francisco. In 2015, Tim, Adele, and a few mutual friends found themselves as tenants of a beautiful Victorian in the Mission, just a few blocks away from the Gaughran House. When Adele made the decision to move to Sacramento to pursue residency, Tim found himself perfectly placed to become Brent's roommate for the next two years in a Civic Center apartment building. During that time, Brent and Tim had multiple chats about homeownership: which neighborhood, what price range, and who would be a neighbor.

When Brent's realtor showed him the Gaughran House listing in early 2018, Brent couldn't help but fall in love with the property's iconic curved bay flanked by Corinthian pilasters, iron balcony, domed turret, and both stained glass and baroque ornamental windows. Evident to every open house attendee was the amount of time and effort the seller had invested in rehabilitating and renovating both the interior and exterior of this previously dilapidated property. Strategically, Brent reached out to Tim and Adele to gauge their interest in combining purchasing power to buy this three-unit home. Unsurprisingly, Tim and Adele too were awestruck by the house's architectural prominence, and were excited about the thought of buying a home in the prime neighborhood they had once resided. After a heated bidding war, the three friends were blessed with the keys to this wonderful residence.

As proper friends and co-owners, Tim, Brent, and Adele fell into a rhythm of regular meetings to discuss rules and etiquette surrounding cohabitation. With time, they began to realize that their recently renovated home needed both restoration and maintenance sooner rather than later. With the rainy season came the realization that the gutters were damaged, and that the wood panelling near the curved base trim was beginning to deteriorate. Street noises drew attention to the imperfect sealing of the home's original curved windows, and the vegetative growth in an inaccessible area on the north facade caused concern for the fidelity of the foundation. Quickly, the owners learned that the double-edged blade of owning a historically recognized home was that the price tag for any work would be steeper than that of a typical residence in order to adhere to the stricter standards and quidelines for preserving historic buildings.

Truthfully, we can't complain. We are blessed to live amongst friends in a one-of-a-kind architectural wonder. We are grateful to be part of a vibrant neighborhood that is home to spectacular murals and street art, community gardens, and a diverse array of eateries and shops. And we are 100% committed to restoring and maintaining our Gaughran home. We humbly ask for the city's assistance to help preserve a historic property that represents and reflects much of the community around it.

Sincerely yours, Tim, Brent, and Adele



MILLS ACT APPLICATION

273 I - 2735 FOLSOM STREET

SAN FRANCISCO, CALIFORNIA
[19066]

PREPARED FOR: ADELE FENG PRIMARY PROJECT CONTACT: Elisa Skaggs Page & Turnbull 170 Maiden Lane, 5th Floor San Francisco, CA 94108 415.593.3224/415.362.5560 fax skaggs@page-turnbull.com

TABLE OF CONTENTS

This application contains the following documents:

I. APPLICATION FORM

APPLICATION CHECKLIST

MILLS ACT HISTORICAL PROPERTY CONTRACT.

REHABILITATION/RESTORATION & MAINTENANCE PLAN

CALIFORNIA MILLS ACT HISTORICAL PROPERTY AGREEMENT

NOTARY ACKNOWLEDGEMENT FORM

REHABILITATION/RESTORATION & MAINTENANCE PLAN (CONTINUATION/ATTACHMENT)

II. EXEMPTION STATEMENT AND SIGNIFICANCE EVALUATION

EXEMPTION STATEMENT

III. HISTORIC STRUCTURE REPORT

BRIEF HISTORY OF 2731 - 2735 FOLSOM STREET AND HISTORIC SIGNIFICANCE

ARCHITECTURAL DESCRIPTION

EXISTING CONDITIONS

TREATMENT RECOMMENDATIONS

IV. 2731 - 2735 FOLSOM STREET ADDITIONAL PHOTOGRAPHY

V. SITE PLAN

VI. TAX BILL

VII. RENTAL INCOME INFORMATION

I. APPLICATION FORM



APPLICATION GUIDE FOR

Mills Act Historical Property Contract

Planning Department 1650 Mission Street Suite 400 San Francisco, CA 94103-9425

P: 415,558,6378 F: 415,558,6409

Office of the Assessor-Recorder Clty Hall, Room 190 San Francisco, CA 94102

P: 415,554,5596 Recording Hours 8:00a.m. – 4:00p.m. Chapter 71 of the San Francisco Administrative Code allows the City and County of San Francisco to enter into a preservation contract with local property owners who restore and preserve qualified historic properties. In exchange for maintaining and preserving a historic property, the owner receives a property tax reduction.

Planning staff are available to advise you in the preparation of this application. Call. (415) 558-6377 for further information.

WHAT IS A MILLS ACT PROPERTY CONTRACT?

The Mills Act Contract is an agreement between the City and County of San Francisco and the owner of a qualified property based on California Government Code, Article 12, Sections 50280-50290 (Mills Act). This state law, established in 1976, provides for a property tax reduction for owners of qualifying historic properties who agree to comply with certain preservation restrictions and use the property tax savings to help offset the costs to restore, rehabilitate, and maintain their historic resource according to the Secretary of the Interior's Standards and the California Historical Building Code. The Mills Act allows historic property owners to restore their historic buildings; obligate future owners to the maintenance and care of the property; and may provide significant property tax savings to the property owner, particularly to smaller, single-family homeowners. The San Francisco Board of Supervisors approves all final contracts. Once executed, the contract is recorded on the property and leads to reassessment of the property the following year.

WHO MAY APPLY FOR A MILLS ACT PROPERTY CONTRACT?

The Mills Act is for qualified historic property owners who are actively rehabilitating their properties or have recently completed a rehabilitation project compliant with the *Secretary of the Interior's Treatment of Historic Properties*, in particular the Standards for Rehabilitation, and the California Historical Building Code. Recently completed projects shall mean completed in the year prior to the application. Qualified historic properties are those that have been designated as a City Landmark or those listed on the National Register of Historic Places. Eligibility for Historical Property Contracts shall be limited to residential buildings or structures with a pre-contract assessed valuation of \$3,000,000 or less and commercial and industrial buildings with a pre-contract assessed valuation of \$5,000,000 or less, unless the individual property is granted an exemption from those limits by the Board of Supervisors.

If a property has multiple owners, all property owners of the subject property must enter into the contract simultaneously.

THE APPLICATION PACKET

This Application Packet is a summary of the Mills Act Historical Property Contract ("Mills Act Contract") Program's features. The complete details are described in the legal texts of the San Francisco Administrative Code, Chapter 71, California Government Code Sections 50280-50290 (Appendix A to this packet.) and California Taxation Code Article 1.9, Sections 439-439.4. (Appendix B to this packet.)

IMPORTANT: Please read the entire application packet before getting started. Applicants are responsible for all of the information contained in the Application Guide. Be sure to review the Application Checklist to ensure that you are submitting all of the required documents. A Mills Act Historical Property Contract application provides the potential for property tax reduction. It is not a guarantee. Each property varies according to its income-generating potential and current assessed value. Mills Act properties are reassessed annually and periodically inspected for contract compliance. Incomplete applications may not meet the schedule outlined in this application.

ROLE OF THE PLANNING DEPARTMENT

The Planning Department oversees all Mills Act applications, presents applications before the appropriate hearing bodies and monitors the City's existing Mills Act properties. Preservation Planners work with property owners to complete their applications and develop rehabilitation and maintenance plans that are specific to each property. Planners keep the applicants informed throughout the year, as the application moves forward through the Office of the Assessor-Recorder, the Historic Preservation Commission, and the Board of Supervisors. The Planning Department also serves as the main point of contact for annual monitoring.

ROLE OF THE OFFICE OF ASSESSOR-RECORDER

The role of the Office of the Assessor-Recorder is to locate and accurately assess all taxable property in San Francisco and also serve as the county's official record-keeper of documents such as deeds, liens, maps and property contracts. In a Mills Act Historical Property contract, the Office of the Assessor-Recorder assesses qualified properties based on a state prescribed approach and records the fully executed contract. All Mills Act properties will receive an initial valuation during the application process and will be assessed annually by the January 1st lien date and in subsequent years, as required by state law.

ROLE OF THE HISTORIC PRESERVATION COMMISSION

The Historic Preservation Commission will hold a hearing to make a recommendation to the Board of Supervisors whether to approve, modify or deny the application. The HPC may include recommendations regarding the proposed rehabilitation, restoration, and maintenance work, the historic value of the qualified property and any proposed restrictions or maintenance requirements to be included in the final Historical Property Contract. The HPC's recommendation will be forwarded to the Board of Supervisors.

If the Historic Preservation Commission recommends disapproval of the contract, such decision shall be final unless the property owner files an appeal with the Clerk of the Board of Supervisors within 10 days of final action of the Historic Preservation Commission.

ROLE OF THE BOARD OF SUPERVISORS

The Mills Act Application is referred by the Planning Department to the Board of Supervisors. Every contract must be scheduled in a Committee of the Board of Supervisors. A report prepared by the Board of Supervisors Budget & Legislative Analysts Office will detail the property tax savings and the potential impact this may have on the City's finances. The Committee may recommend, not recommend or forward the application without recommendation to the full Board of Supervisors.

The Board of Supervisors has complete discretion whether to approve, disapprove, or approve with modifications the Mills Act Historical Property Contract. The final decision rests with the Board of Supervisors. The legislative process may take a minimum of five weeks.

WHICH PROPERTIES ARE ELIGIBLE TO APPLY?

In order to participate in the Mills Act Contract Program, properties must meet the following criteria:

- 1. Qualified Historic Property
- Individually Designated Pursuant to Article 10 of the Planning Code. Properties that
 have been designated as an individual city landmark are eligible.
- Buildings in Landmark Districts Designated Pursuant to Article 10 of the Planning Code. Properties that have been listed as a contributor to a city landmark district are eligible.
- Properties Designated as Significant (Category I or II) Pursuant to Article 11 of the Planning Code. Properties located in the C-3 Zoning District that have been determined to be a Category I or II, Significant Building are eligible.
- Properties Designated as Contributory (Category IV) to a Conservation District
 Pursuant to Article 11 of the Planning Code. Properties located in the C-3 Zoning
 District that have been determined to be Category IV are eligible.
- Properties Designated as Contributory (Category III) Pursuant to Article 11 of the Planning Code. Properties in the C-3 Zoning District that have been listed as a Contributory Structure (Category III) which are located <u>outside</u> of a Conservation District are eligible for the Mills Act program.
- Individual Landmarks under the California Register of Historical Resources.
 Properties that have been officially designated as a California Register individual landmark are eligible for the Mills Act program.
- Contributory Buildings in California Register of Historical Resources Historic
 Districts. Properties that have been identified as a contributory building in a National
 Register Historic District are eligible for the Mills Act program.
- Individual Landmarks listed in the National Register of Historic Places. Properties
 that have been individually listed in the National Register are eligible for the Mills Act
 program.
- Contributory Buildings listed in the National Register of Historic Places as a Historic
 District. Properties that have been identified as a contributory building to a National
 Register Historic District are eligible for the Mills Act program.

If there are any questions about whether your property is eligible please contact the Planning Department at (415) 558-6377.

2. Tax Assessment Value

Qualified historic properties must also meet a tax assessment value to be eligible for a Mills Act Contract. All owners of the property must enter into the Mills Act contract with the City.

For Residential Buildings:

Eligibility is limited to a property tax assessment value of less than \$3,000,000.

For Commercial, Industrial or Mixed-Use Buildings:

Eligibility is limited to a property tax assessment value of less than \$5,000,000.

Exceptions To Property Value Limits:

A property may be exempt from the tax assessment value if it meets the following criteria:

- The qualified historic property is an exceptional example of architectural style or represents a work of a master architect or is associated with the lives of persons important to local or national history; or
- Granting the exemption will assist in the preservation and rehabilitation of a historic structure (including unusual and/or excessive maintenance requirements) that would otherwise be in danger of demolition, deterioration, or abandonment.

Properties applying for a valuation exemption must provide evidence that the property meets the exemption criteria. This evidence must be documented by a qualified historic preservation consultant in a Historic Structures Report or Conditions Assessment to substantiate the circumstances for granting the exemption. Please contact Planning Department Preservation Staff to determine which report your property requires.

The Historic Preservation Commission shall make specific findings to the Board of Supervisors recommending approval or denial of the exemption. Final approval of this exemption is under the purview of the Board of Supervisors.

NOTE: Owners of properties with comparatively low property taxes due to Proposition 13 will likely not see a benefit with a Mills Act Contract. The assessed value under the Mills Act will likely be higher than the existing base-year value of the property. Generally, an owner who has purchased their property within the last ten years is most likely to benefit from entering into a Mills Act contract.

TERMS OF THE MILLS ACT HISTORICAL PROPERTY CONTRACT

Duration of Contract

The Mills Act contract is for a minimum term of ten years. It automatically renews each year on its anniversary date and a new ten-year term becomes effective. The contract runs (essentially in perpetuity) with the land.

Termination of the Contract

The owner may terminate the contract by notifying the Planning Department at least ninety days prior to the annual renewal date. The City may terminate the contact by notifying the owner at least sixty days prior to the renewal date. The City could terminate contract if the owner is not conforming with the plans and timelines established in the Contract. The owner may make a written protest about termination by the City. The contract remains in effect for the balance of the 10-year term of the contract beyond the notice of non-renewal.

Alterations or Additions

Any work performed to the property must conform to the Secretary of the Interior's Standards for the Treatment of Historic Properties, specifically, the Standards for Rehabilitation and the California Historical Building Code. If components of the Mills Act Rehabilitation/ Restoration or Maintenance Plan requires approvals by the Historic Preservation Commission, Planning Commission, Zoning Administrator, or any other government body, those approvals must be secured prior to applying for a Mills Act Historical Property Contract.

Inspections and Monitoring

The City may conduct periodic inspections of the property in addition to issuing an annual affidavit of compliance. These inspections are to confirm work has been completed in conformance with the approved Mills Act Contract. The City also encourages the property owner to self-inspect and apprise the Planning Department of the progress of rehabilitating and maintaining their property. In compliance with state law, onsite inspections of the property by the Planning Department and the Office of the Assessor-Recorder will occur every five years. All site visits will be scheduled in advance with the property owner.

Breach of Contact

If the property owner is found to be in breach of contract, the City may cancel the contract whereupon the Assessor-Recorder will collect a cancellation fee of 12 1/2 percent of the fair market value of the property as determined by the Assessor-Recorder. Applicants who enter into a Mills Act Contract with the City of San Francisco and fail to rehabilitate or maintain the property are subject to the City cancelling the contract.

Transfer of Ownership

A Mills Act Contract is attached to the property. Subsequent owners are bound by the terms and conditions of the contract, and obligated to complete any work identified in the contract and perform required maintenance. It is incumbent upon the seller of a Mills Act property to disclose this fact to potential buyers. For example, if an owner completes some of the contract mandated work in the first five years and then sells the property, the new buyer would have five years to complete the rehabilitation/restoration of the property.

Recordation

A complete Mills Act contract must be recorded with the Office of the Assessor-Recorder. In order to record the contract, all approvals, signatures, recordation attachments must be included and all applicable recording fees must be paid. A contract may be considered incomplete if all components are not adequately satisfied. To see the current recording fee schedule, go to www.sfassessor.org.

Mills Act Process & Timeline

Phase 1:

Planning Department Reviews Application

Property owner submits completed application to Planning.

Send applications to: 1650 Mission Street, Suite 400. San Francisco, CA 94103

Visit wwwsfplanning.org for application fee information.

APPLICATION DEADLINE: MAY 1

2. Review of applications.
Planning Department reviews
the applications for complete-

ness. Planner works with the Owner if issues are found.

3. Property Inspection.
Planning Department and
Assessor-Recorder schedule
site visits with Owner.

Phase 7: Mills Act Monitoring

18. Affidavit of compliance is issued. Onsite Property inspections occur every five years with Planning and the Assessor Recorder's Office.

Owner returns affidavit to Planning.

DEADLINE: APRIL 30

Recordation and Distribution

6 Office of the Assessor-Recorder records contract.

DEADLINE: DECEMBER 30

17. Office of the Assessor-Recorder mails confirmed copy of contract to property owner.

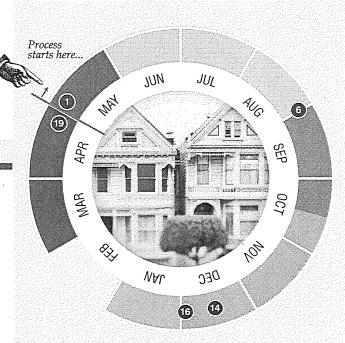
Phase 2:

Assessor-Recorder Calculates Valuations

4. Planning Department submits complete applications to Assessor-Recorder by June 1.

5. Initial valuation completed by Assessor-Recorder's office and submitted to Planning Department for transmittal to property owner by Aug. 31. 6 Property owner reviews valuations.
Owner has until Sept. 15 to review the valuation.

DEADLINE: SEPTEMBER 15



Property Owner Action/Deadline

Phase 5

Final Contracts Issued, Recorded & Distributed

12. City Attorney's Office finalizes contracts. City Attorney verifies prints and signs final contracts then returns to Planning for signature.

13. Planning Department notifies property owner to pick up contracts from Planning Department. Owners sign and notarize contracts.

Owners deliver signed and notarized contracts to Planning Department. Planning Department delivers all contracts to the Assessor-Recorder, City Hall, Room 190.

DEADLINE: DECEMBER 13

15. Assessor-Recorder reviews and signs contracts.

Phase 3:

Historic Preservation Commission Hearing

7. HPC Hearing. The Historic Preservation Commission (HPC) meets the first and third Wednesday of each month. The HPC Hearing will be the third Wednesday in September or the first Wednesday in October. Planning Staff will present the application, rehabilitation and maintenance plans to the HPC.

AUTION TAKEN

The HPC may recommend, modify, or deny approval to the Board of Supervisors.

Planse 4:

Board of Supervisors Committee and Board of Supervisors Final Hearing

- 8. Planning Department transmits application to the Board of Supervisors. The Clerk of the Board is responsible for scheduling the item in the appropriate Board of Supervisors committee.
- 9. Budget & Legislative Analyst's Office prepares report for committee hearing.
- 10. Planning Department, Assessor-Recorder's Office, and Owner present.

ACTION THICK

Board of Supervisors Committee may Recommend, Not Recommend, or forward without Recommendation to the Full Board.

11. Item scheduled at a full Board of Supervisors meeting for consideration. Visit www.sfbos.org for more information.

ACTION THEFT

The BOS may approve, modify, or deny the Mills Act Application.

MILLS ACT HISTORICAL PROPERTY CONTRACT Application Checklist:

Applicant should complete this checklist and submit along with the application to ensure that all necessary materials have been provided. Saying "No" to any of the following questions may nullify the timelines established in this application.

1	Mills Act Application	YES 🔽	NO 🗌
	Has each property owner signed? Has each signature been notarized?		
2	High Property Value Exemption Form & Historic Structure Report	YES 🕢	NO 🗌
	Required for Residential properties with an assessed value over \$3,000,000 and Commercial/Industrial properties with an assessed value over \$5,000,000. Have you included a copy of the Historic Structures Report completed by a qualified consultant?		N/A
3	Draft Mills Act Historical Property Contract	YES 🔽	NO 🗌
	Are you using the Planning Department's standard "Historical Property Contract?" Have all owners signed and dated the contract? Have all signatures been notarized?		
4	Notary Acknowledgement Form	YES 🔽	№ □
	Is the Acknowledgement Form complete? Do the signatures match the names and capacities of signers?		
5	Draft Rehabilitation/Restoration/Maintenance Plan	YES 🗸	NO 🗌
	Have you identified and completed the Rehabilitation, Restoration, and Maintenance Plan organized by contract year, including all supporting documentation related to the scopes of work?		
6	Photographic Documentation	YES 🔽	№ 🗌
	Have you provided both interior and exterior images (either digital, printed, or on a CD)? Are the images properly labeled?		
7	Site Plan	YES 🔽	NO 🗌
	Does your site plan show all buildings on the property including lot boundary lines, street name(s), north arrow and dimensions?		
8	Tax Bill	YES 🔽	№ □
	Did you include a copy of your most recent tax bill?		
9	Rental Income Information	YES 🗸	№ 🗌
-	Did you include information regarding any rental income on the property, including anticipated annual expenses, such as utilities, garage, insurance, building maintenance, etc.?		
10	Payment	YES 🔽	№ □
	Did you include a check payable to the San Francisco Planning Department? Current application fees can be found on the Planning Department Fee Schedule under Preservation Applications.		
11	Recordation Requirements	YES 🔽	NO 🗌
	A Board of Supervisors approved and fully executed Mills Act Historical Property contract must be recorded with the Assessor-Recorder. The contract must be accompanied by the following in order to meet recording requirements:		
	- All approvals, signatures, recordation attachments		
	 Fee: Check payable to the Office of the Assessor-Recorder" in the appropriate recording fee amount Please visit www.sfassessor.org for an up-to-date fee schedule for property contracts. 		
	 Preliminary Change of Ownership Report (PCOR). Please visit www.sfassessor.org for an up-to-date PCOR (see example on page 20). 		

APPLICATION FOR Mills Act Historical Property Contract

Applications must be submitted in both hard copy and digital copy form to the Planning Department at 1650 Mission St., Suite 400 by May 1st in order to comply with the timelines established in the Application Guide. Please submit only the Application and required documents.

1. Owner/Applicant Information (If more than three owners, att	ach additiona			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
PROPERTY OWNER 1 NAME:		TELEPHONE:	ada kalada kat	le ki qildilik
Adele Feng		(510) 304-3662		
PROPERTY OWNER 1 ADDRESS:		EMAIL:		
2733 Folsom Street, San Francisco, CA 94110		feng.adele@gmail.d	mox	
PROPERTY OWNER 2 NAME:	45 sp.444 st. gygsters	TELEPHONE:		
Timothy Yen		(339) 234-4042		
PROPERTY OWNER 2 ADDRESS: EMAIL:				
2733 Folsom Street, San Francisco, CA 94110		yen.timothy@gmail	.com	
PROPERTY OWNER 3 NAME:		TELEPHONE:		naki (Sipikasaka
Brent Goldman		(626) 616-6454		AGC De ste Alabis d'il
PROPERTY OWNER 3 ADDRESS:		EMAIL:	58.55885880.41588	341 036 36 S
2731 Folsom Street, San Francisco, CA 94110		me@brentgoldman.	.com	
2. Subject Property Information				
PROPERTY ADDRESS:			ZIP CODE:	
2731 - 2735 Folsom Street, San Francisco, CA			94110	
PROPERTY PURCHASE DATE:	ASSESSOR BU	OCK/LOT(S):		
3/26/2018	3640/031			
MOST RECENT ASSESSED VALUE:	ZONING DISTR	ICT:		
\$6,043,000	RH-2		~*************************************	
Are taxes on all property owned within the City and County of	f San Franci	co paid to date?	VEO E	NO 🗆
	·	see paid to date:	YES 🔽	NO 📋
Is the entire property owner-occupied? If No, please provide an approximate square footage for owr	or occupio	larage ve reptal	YES 🗌	NO 🔽
income (non-owner-occupied areas) on a separate sheet of		i aleas vs. lelitai		
Do you own other property in the City and County of San Fra			YES 🗆	NO 🗸
If Yes, please list the addresses for all other property owned		ity of San	IES [NO Z
Francisco on a separate sheet of paper.				
Are there any outstanding enforcement cases on the propert		an Francisco	YES 🗌	NO 🗸
Planning Department or the Department of Building Inspection		oligibility for		
If Yes, all outstanding enforcement cases must be abated an the Mills Act.	a ciosea ioi	eligibility for		
I/we am/are the present owner(s) of the property described above	e and hereby	apply for an historic	cal proper	ty
contract. By signing below, I affirm that all information provided	in this appl	ication is true and co	rrect. I fur	
swear and affirm that false information will be subject to penalty	and revocat	ion of the Mills Act C	Contract.	
Owner Signature:		Date:		
Owner Signature:		Date:	······································	
Owner Signature:		Date:	• .	

Mills Act Application

PROPERTY OWNER 4 NAME:

2735 Folsom St LLC

PROPERTY OWNER 4 ADDRESS:

2735 Folsom Street, San Francisco, CA 94110

2735folsom@brentgoldman.com

3. Property Value Eligibility: Choose one of the following options: The property is a Residential Building valued at less than \$3,000,000. YES ☐ NO 🗸 The property is a Commercial/Industrial Building valued at less than \$5,000,000. YES □ NO 🗸 *If the property value exceeds these options, please complete the following: Application of Exemption. Application for Exemption from Property Tax Valuation If answered "no" to either question above please explain on a separate sheet of paper, how the property meets the following two criteria and why it should be exempt from the property tax valuations. 1. The site, building, or object, or structure is a particularly significant resource and represents an exceptional example of an architectural style, the work of a master, or is associated with the lives of significant persons or events important to local or natural history; or 2. Granting the exemption will assist in the preservation of a site, building, or object, or structure that would otherwise be in danger of demolition, substantial alteration, or disrepair. (A Historic Structures Report, completed by a qualified historic preservation consultant, must be submitted in order to meet this requirement.) 4. Property Tax Bill All property owners are required to attach a copy of their recent property tax bill. PROPERTY OWNER NAMES: 1. Adele Feng 4. 2735 Folsom St LLC 2. Timothy Yen 3. Brent Goldman MOST RECENT ASSESSED PROPERTY VALUE: \$6,043,000 PROPERTY ADDRESS: 2731 - 2735 Folsom Street, San Francisco, CA 94110 5. Other Information All property owners are required to attach a copy of all other information as outlined in the checklist on page 7 of this application. By signing below, I/we acknowledge that I/we am/are the owner(s) of the structure referenced above and by applying for exemption from the limitations certify, under the penalty of perjury, that the information attached and provided is accurate.

Date:

Owner Signature:

Owner Signature:

Owner Signature:

J. HUHADIIIIAIIOI / HUSIOI	ation a maintenant	C I IUI i			***************************************
A 10 Year Rehabilitation performed on the subjec		been submitted det	ailing work to be	YES 🔽	№ □
A 10 Year Maintenance I the subject property	Plan has been submitt	ed detailing work to	be performed on	YES 🔽	NO 🗌
Proposed work will mee Historic Properties and/or		-	the Treatment of	YES 🔽	NO 🗌
Property owner will ens	=		=	YES 🔽	NO 🗌
Use this form to outline you apply to your property. Beg work you propose to compleall scopes of work in order of the proposed components of the proposed Zoning Administrator, or an Mills Act Historical Proper part of the Mills Act Historical #(Provide a scope number)	in by listing recently co ete within the next ten of priority. • Codes and Guidelines and I Plan require approva my other government be ty Contract. This plan	ompleted rehabilitation years, followed by years, followed by years, followed by years, included along the second of the second	on work (if applicable) our proposed maintena- ling the Planning Code servation Commission, must be secured prior	and continue ince work. Ar and Building Planning Cor to applying t	with ranging Code. If mmission, for a
Rehab/Restoration	Maintenance [Completed 🗌	Proposed		
CONTRACT YEAR FOR WORK COMPLE		,			
TOTAL COST (rounded to nearest dollar	r):			284-71-2811-11-11-11-11-11-11-11-11-11-11-11-11-	
DESCRIPTION OF WORK:					
:					

Draft Rehabilitation/Restoration/Maintenance Plan (Continued)

# (Provide a scope number)	BUILDING F	EATURE:	
Rehab/Restoration	Maintenance	Completed	Proposed
CONTRACT YEAR WORK COMPLETION:			
TOTAL COST (rounded to nearest dollar):			
DESCRIPTION OF WORK:			
akan kanasi 2016 di dan penguangan di Singabah kanangan Kananda kananda kananda kananda kananda kananda kanand	i dalah 1900 yang di Sasan yang dalah 1909 di Pendania.	miste fish shi shandan da hara bada si di berda.	e proposition and the approximation of the state of the s
		•	
<u>i</u>			
#(Provide a scope number)	BUILDING F	EATURE:	
Rehab/Restoration	Maintenance	Completed	Proposed
CONTRACT YEAR WORK COMPLETION:			
TOTAL COST (rounded to nearest dollar):			
TOTAL COST (rounded to hearest duliar).			
DESCRIPTION OF WORK:			
Processor and account of the account	entropy of the control of the contro		
#(Provide a scope number)	BUILDING F		
Rehab/Restoration	Maintenance	Completed	Proposed 🗌
CONTRACT YEAR WORK COMPLETION:			
TOTAL COST (rounded to nearest dollar):			
DESCRIPTION OF WORK:			
	-		

6. Draft Mills Act Historical Property Agreement

Please complete the following Draft Mills Act Historical Property Agreement and submit with your application. A final Mills Act Historical Property Agreement will be issued by the City Attorney once the Board of Supervisors approves the contract. The contract is not in effect until it is fully executed and recorded with the Office of the Assessor-Recorder.

Any modifications made to this standard City contract by the applicant or if an independently-prepared contract is used, it shall be subject to approval by the City Attorney prior to consideration by the Historic Preservation Commission and the Board of Supervisors. This will result in additional application processing time and the timeline provided in the application will be nullified.

Recording Requested by, and when recorded, send notice to: Director of Planning 1650 Mission Street San Francisco, California 94103-2414

	California Mil	Is Act Historical Property A	Agreement
	Gaughran	House	
	PROPERTY N		
	2731 - 273	35 Folsom Street	
	PROPERTY AL	DDRESS	
	S	San Francisco, California	
	is entered into by and betwee Adele Feng, Timothy Yen, Brent Goldm 2735 Folsom St LLC		ancisco, a California municipal corporation
		RECITALS	
Owners are the own	ers of the property located at _	2731 - 2735 Folsom St	treet, in San Francisco, California
3640		. The building located at	2731 - 2735 Folsom Street
BLOCK NUMBER	LOT NUMBER		PROPERTY ADDRESS
is designated as	a City Landmark pursuant to A	Article 10 of the Planning Code	(e.g. "a City Landmark pursuant to Article
10 of the Planning C	ode") and is also known as the	Gaughran	House
calls for the rehabilit	ation and restoration of the Hopproximately	istoric Property according to est dhousand and thirty-four dollars (\$	Historic Property. Owners' application ablished preservation standards, which it \$300,034). See Rehabilitation Plan,
which is estimated v		ne Historic Property according to nousand, four hundred twenty-six dollars and fifty AMOUNT IN WORD FORMAT	o established preservation standards, vents (\$ 12,426.50 AMOUNT IN NUMERICAL FORMAT)
Revenue & Taxation property owners to J	Code, Article 1.9 [Section 439 potentially reduce their proper has adopted enabling legislati	et seq.) authorizing local goverr rty taxes in return for improvem	Sections 50280-50290, and California nments to enter into agreements with lent to and maintenance of historic re Code Chapter 71, authorizing it to
mitigate its anticipat	ed expenditures to restore and to it these expenditures and to it	d maintain the Historic Property	Property Agreement") with the City to help r. The City is willing to enter into such aintain the Historic Property in excellent

NOW, THEREFORE, in consideration of the mutual obligations, covenants, and conditions contained herein, the parties

Mills Act Application

hereto do agree as follows:

1. Application of Mills Act.

The benefits, privileges, restrictions and obligations provided for in the Mills Act shall be applied to the Historic Property during the time that this Agreement is in effect commencing from the date of recordation of this Agreement.

2. Rehabilitation of the Historic Property.

Owners shall undertake and complete the work set forth in Exhibit A ("Rehabilitation Plan") attached hereto according to certain standards and requirements. Such standards and requirements shall include, but not be limited to: the Secretary of the Interior's Standards for the Treatment of Historic Properties ("Secretary's Standards"); the rules and regulations of the Office of Historic Preservation of the California Department of Parks and Recreation ("OHP Rules and Regulations"); the State Historical Building Code as determined applicable by the City; all applicable building safety standards; and the requirements of the Historic Preservation Commission, the Planning Commission, and the Board of Supervisors, including but not limited to any Certificates of Appropriateness approved under Planning Code Article 10. The Owners shall proceed diligently in applying for any necessary permits for the work and shall apply for such permits not less than six (6) months after recordation of this Agreement, shall commence the work within six (6) months of receipt of necessary permits, and shall complete the work within three (3) years from the date of receipt of permits. Upon written request by the Owners, the Zoning Administrator, at his or her discretion, may grant an extension of the time periods set forth in this paragraph. Owners may apply for an extension by a letter to the Zoning Administrator, and the Zoning Administrator may grant the extension by letter without a hearing. Work shall be deemed complete when the Director of Planning determines that the Historic Property has been rehabilitated in accordance with the standards set forth in this Paragraph. Failure to timely complete the work shall result in cancellation of this Agreement as set forth in Paragraphs 13 and 14 herein.

3. Maintenance.

Owners shall maintain the Historic Property during the time this Agreement is in effect in accordance with the standards for maintenance set forth in Exhibit B ("Maintenance Plan"), the Secretary's Standards; the OHP Rules and Regulations; the State Historical Building Code as determined applicable by the City; all applicable building safety standards; and the requirements of the Historic Preservation Commission, the Planning Commission, and the Board of Supervisors, including but not limited to any Certificates of Appropriateness approved under Planning Code Article 10.

4. Damage.

Should the Historic Property incur damage from any cause whatsoever, which damages fifty percent (50%) or less of the Historic Property, Owners shall replace and repair the damaged area(s) of the Historic Property. For repairs that do not require a permit, Owners shall commence the repair work within thirty (30) days of incurring the damage and shall diligently prosecute the repair to completion within a reasonable period of time, as determined by the City. Where specialized services are required due to the nature of the work and the historic character of the features damaged, "commence the repair work" within the meaning of this paragraph may include contracting for repair services. For repairs that require a permit(s), Owners shall proceed diligently in applying for any necessary permits for the work and shall apply for such permits not less than sixty (60) days after the damage has been incurred, commence the repair work within one hundred twenty (120) days of receipt of the required permit(s), and shall diligently prosecute the repair to completion within a reasonable period of time, as determined by the City. Upon written request by the Owners, the Zoning Administrator, at his or her discretion, may grant an extension of the time periods set forth in this paragraph. Owners may apply for an extension by a letter to the Zoning Administrator, and the Zoning Administrator may grant the extension by letter without a hearing. All repair work shall comply with the design and standards established for the Historic Property in Exhibits A and B attached hereto and Paragraph 3 herein. In the case of damage to twenty percent (20%) or more of the Historic Property due to a catastrophic event, such as an earthquake, or in the case of damage from any cause whatsoever that destroys more than fifty percent (50%) of the Historic Property, the City and Owners may mutually agree to terminate this Agreement. Upon such termination, Owners shall not be obligated to pay the cancellation fee set forth in Paragraph 14 of this Agreement. Upon such termination, the City shall assess the full value of the Historic Property without regard to any restriction imposed upon the Historic Property by this Agreement and Owners shall pay property taxes to the City based upon the valuation of the Historic Property as of the date of termination.

5. Insurance.

Owners shall secure adequate property insurance to meet Owners' repair and replacement obligations under this Agreement and shall submit evidence of such insurance to the City upon request.

6. Inspections.

Owners shall permit periodic examination of the exterior and interior of the Historic Property by representatives of the Historic Preservation Commission, the City's Assessor, the Department of Building Inspection, the Planning Department, the Office of Historic Preservation of the California Department of Parks and Recreation, and the State Board of Equalization, upon seventy-two (72) hours advance notice, to monitor Owners' compliance with the terms of this Agreement. Owners shall provide all reasonable information and documentation about the Historic Property demonstrating compliance with this Agreement as requested by any of the above-referenced representatives.

7. Term.

This Agreement shall be effective upon the date of its recordation and shall be in effect for a term of ten years from such date ("Initial Term"). As provided in Government Code section 50282, one year shall be added automatically to the Initial Term, on each anniversary date of this Agreement, unless notice of nonrenewal is given as set forth in Paragraph 10 herein.

8. Valuation.

Pursuant to Section 439.4 of the California Revenue and Taxation Code, as amended from time to time, this Agreement must have been signed, accepted and recorded on or before the lien date (January 1) for a fiscal year (the following July 1-June 30) for the Historic Property to be valued under the taxation provisions of the Mills Act for that fiscal year.

9. Termination.

In the event Owners terminates this Agreement during the Initial Term, Owners shall pay the Cancellation Fee as set forth in Paragraph 15 herein. In addition, the City Assessor-Recorder shall determine the fair market value of the Historic Property without regard to any restriction imposed on the Historic Property by this Agreement and shall reassess the property taxes payable for the fair market value of the Historic Property as of the date of Termination without regard to any restrictions imposed on the Historic Property by this Agreement. Such reassessment of the property taxes for the Historic Property shall be effective and payable six (6) months from the date of Termination.

10. Notice of Nonrenewal.

If in any year after the Initial Term of this Agreement has expired either the Owners or the City desires not to renew this Agreement that party shall serve written notice on the other party in advance of the annual renewal date. Unless the Owners serves written notice to the City at least ninety (90) days prior to the date of renewal or the City serves written notice to the Owners sixty (60) days prior to the date of renewal, one year shall be automatically added to the term of the Agreement. The Board of Supervisors shall make the City's determination that this Agreement shall not be renewed and shall send a notice of nonrenewal to the Owners. Upon receipt by the Owners of a notice of nonrenewal from the City, Owners may make a written protest. At any time prior to the renewal date, City may withdraw its notice of nonrenewal. If in any year after the expiration of the Initial Term of the Agreement, either party serves notice of nonrenewal of this Agreement, this Agreement shall remain in effect for the balance of the period remaining since the execution of the last renewal of the Agreement.

11. Payment of Fees.

Within one month of the execution of this Agreement, City shall tender to Owners a written accounting of its reasonable costs related to the preparation and approval of the Agreement as provided for in Government Code Section 50281.1 and San Francisco Administrative Code Section 71.6. Owners shall promptly pay the requested amount within forty-five (45) days of receipt.

12. Default.

An event of default under this Agreement may be any one of the following:

- (a) Owners' failure to timely complete the rehabilitation work set forth in Exhibit A in accordance with the standards set forth in Paragraph 2 herein;
- (b) Owners' failure to maintain the Historic Property in accordance with the requirements of Paragraph 3 herein;
- (c) Owners' failure to repair any damage to the Historic Property in a timely manner as provided in Paragraph 4 herein;
- (d) Owners' failure to allow any inspections as provided in Paragraph 6 herein;
- (e) Owners' termination of this Agreement during the Initial Term;
- (f) Owners' failure to pay any fees requested by the City as provided in Paragraph 11 herein;
- (g) Owners' failure to maintain adequate insurance for the replacement cost of the Historic Property; or
- (h) Owners' failure to comply with any other provision of this Agreement.

An event of default shall result in cancellation of this Agreement as set forth in Paragraphs 13 and 14 herein and payment of the cancellation fee and all property taxes due upon the Assessor's determination of the full value of the Historic Property as set forth in Paragraph 14 herein. In order to determine whether an event of default has occurred, the Board of Supervisors shall conduct a public hearing as set forth in Paragraph 13 herein prior to cancellation of this Agreement.

13. Cancellation.

As provided for in Government Code Section 50284, City may initiate proceedings to cancel this Agreement if it makes a reasonable determination that Owners have breached any condition or covenant contained in this Agreement, has defaulted as provided in Paragraph 12 herein, or has allowed the Historic Property to deteriorate such that the safety and integrity of the Historic Property is threatened or it would no longer meet the standards for a Qualified Historic Property. In order to cancel this Agreement, City shall provide notice to the Owners and to the public and conduct a public hearing before the Board of Supervisors as provided for in Government Code Section 50285. The Board of Supervisors shall determine whether this Agreement should be cancelled. The cancellation must be provided to the Office of the Assessor-Recorder for recordation.

14. Cancellation Fee.

If the City cancels this Agreement as set forth in Paragraph 13 above, Owners shall pay a cancellation fee of twelve and one-half percent (12.5%) of the fair market value of the Historic Property at the time of cancellation. The City Assessor shall determine fair market value of the Historic Property without regard to any restriction imposed on the Historic Property by this Agreement. The cancellation fee shall be paid to the City Tax Collector at such time and in such manner as the City shall prescribe. As of the date of cancellation, the Owners shall pay property taxes to the City without regard to any restriction imposed on the Historic Property by this Agreement and based upon the Assessor's determination of the fair market value of the Historic Property as of the date of cancellation.

15. Enforcement of Agreement.

In lieu of the above provision to cancel the Agreement, the City may bring an action to specifically enforce or to enjoin any breach of any condition or covenant of this Agreement. Should the City determine that the Owners has breached this Agreement, the City shall give the Owners written notice by registered or certified mail setting forth the grounds for the breach. If the Owners do not correct the breach, or if it does not undertake and diligently pursue corrective action, to the reasonable satisfaction of the City within thirty (30) days from the date of receipt of the notice, then the City may, without further notice, initiate default procedures under this Agreement as set forth in Paragraph 13 and bring any action necessary to enforce the obligations of the Owners set forth in this Agreement. The City does not waive any claim of default by the Owners if it does not enforce or cancel this Agreement.

16. Indemnification.

The Owners shall indemnify, defend, and hold harmless the City and all of its boards, commissions, departments, agencies, agents and employees (individually and collectively, the "City") from and against any and all liabilities, losses, costs, claims, judgments, settlements, damages, liens, fines, penalties and expenses incurred in connection with or arising in whole or in part from: (a) any accident, injury to or death of a person, loss of or damage to property occurring in or about the Historic Property; (b) the use or occupancy of the Historic Property by the Owners, their Agents or Invitees; (c) the condition of the Historic Property; (d) any construction or other work undertaken by Owners on the Historic Property; or (e) any claims by unit or interval Owners for property tax reductions in excess those provided for under this Agreement. This indemnification shall include, without limitation, reasonable fees for attorneys, consultants, and experts and related costs that may be incurred by the City and all indemnified parties specified in this Paragraph and the City's cost of investigating any claim. In addition to Owners' obligation to indemnify City, Owners specifically acknowledge and agree that they have an immediate and independent obligation to defend City from any claim that actually or potentially falls within this indemnification provision, even if the allegations are or may be groundless, false, or fraudulent, which obligation arises at the time such claim is tendered to Owners by City, and continues at all times thereafter. The Owners' obligations under this Paragraph shall survive termination of this Agreement.

17. Eminent Domain.

In the event that a public agency acquires the Historic Property in whole or part by eminent domain or other similar action, this Agreement shall be cancelled and no cancellation fee imposed as provided by Government Code Section 50288.

18. Binding on Successors and Assigns.

The covenants, benefits, restrictions, and obligations contained in this Agreement shall be deemed to run with the land and shall be binding upon and inure to the benefit of all successors and assigns in interest of the Owners.

19. Legal Fees.

In the event that either the City or the Owners fail to perform any of their obligations under this Agreement or in the event a dispute arises concerning the meaning or interpretation of any provision of this Agreement, the prevailing party may recover all costs and expenses incurred in enforcing or establishing its rights hereunder, including reasonable attorneys' fees, in addition to court costs and any other relief ordered by a court of competent jurisdiction. Reasonable attorneys fees of the City's Office of the City Attorney shall be based on the fees regularly charged by private attorneys with the equivalent number of years of experience who practice in the City of San Francisco in law firms with approximately the same number of attorneys as employed by the Office of the City Attorney.

20. Governing Law.

This Agreement shall be construed and enforced in accordance with the laws of the State of California.

21. Recordation.

The contract will not be considered final until this agreement has been recorded with the Office of the Assessor-Recorder of the City and County of San Francisco.

22, Amendments.

This Agreement may be amended in whole or in part only by a written recorded instrument executed by the parties hereto in the same manner as this Agreement.

23. No Implied Waiver.

No failure by the City to insist on the strict performance of any obligation of the Owners under this Agreement or to exercise any right, power, or remedy arising out of a breach hereof shall constitute a waiver of such breach or of the City's right to demand strict compliance with any terms of this Agreement.

24. Authority.

If the Owners sign as a corporation or a partnership, each of the persons executing this Agreement on behalf of the Owners does hereby covenant and warrant that such entity is a duly authorized and existing entity, that such entity has and is qualified to do business in California, that the Owner has full right and authority to enter into this Agreement, and that each and all of the persons signing on behalf of the Owners are authorized to do so.

25. Severability.

If any provision of this Agreement is determined to be invalid or unenforceable, the remainder of this Agreement shall not be affected thereby, and each other provision of this Agreement shall be valid and enforceable to the fullest extent permitted by law.

26. Tropical Hardwood Ban.

The City urges companies not to import, purchase, obtain or use for any purpose, any tropical hardwood or tropical hardwood product.

27, Charter Provisions.

This Agreement is governed by and subject to the provisions of the Charter of the City.

28. Signatures.

This Agreement may be signed and dated in parts

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as follows:

	•		
CARMEN CHU ASSESSOR-RECORDER CITY & COUNTY OF SAN FRANCISCO	Date	JOHN RAHAIM DIRECTOR OF PLANNING CITY & COUNTY OF SAN FRANCISCO	Date _
APPROVED AS PER FORM: DENNIS HERRERA CITY ATTORNEY	NO. 10. 10. 10. 10. 10. 10. 10. 10. 10. 10	Signature	Date
CITY & COUNTY OF SAN FRANCISCO		Print name DEPUTY CITY ATTORNEY	MORPHICATION.
Signature	Date	Signature	Date
Print name	· .	Print name	<u>. </u>
OWNER		OWNER	

Owner/s' signatures must be notarized. Attach notary forms to the end of this agreement. (If more than one owner, add additional signature lines. All owners must sign this agreement.)

7. Notary Acknowledgment Form

The notarized signature of the majority representative owner or owners, as established by deed or contract, of the subject property or properties is required for the filing of this application. (Additional sheets may be attached.)

County of:	:	
20 drity 01.		
On:	before me,	·
DATE	INSERT NAME C	OF THE OFFICER (
IOTARY PUBLIC personally a	appeared: NAME(S) OF SIGNER(S)	
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of which the person(s) acted,	executed the instrument. ERJURY under the laws of the State	ent the person(s), or the entity upon behalf

REHABILITATION/RESTORATION & MAINTENANCE PLAN

All pricing below has been prepared by J.R. Conkey & Associates, professional cost estimator.

Rehabilitation/Restoration Plan

Scope: # 1 Building Feature: Folsom 9	Street Façade – Wood Re	epair		
Rehab/Restoration X	Maintenance	Completed	Proposed	×
Contract year work compl	etion: 2020 (Coordinate	d scaffold/access w	ith Scope 2)	1 1991
Total Cost: \$15,587.50				
Description of work:				
Repair wood deterioration	nat base of building abo	ve pavement where	e moisture app	ears to be getting in.
Correct cause of moisture	including concrete curb	below as needed.	Repair various	splitting wood as needed.
Prepare, prime, and paint	with appropriate paint. $ \\$			
Work will be done in conf	ormance with the Secret	ary of the Interior's	Standards an	d Preservation Brief #47:
Maintaining the Exterior of	of Small and Medium Size	e Historic Buildings.		

Scope: #2					
Building Feature: Wir	idows a	at Secondary Façade	S		100
Rehab/Restoration	Х	Maintenance	Completed	Proposed	X
Contract year work co	omplet	ion: 2020			
Total Cost: \$19,314.0	0				
Description of work:					
Penair colitting and s	enarati	on at finger-jointed	wood window sills	ac needed Ren	lace failed sealant at

Repair splitting and separation at finger-jointed wood window sills as needed. Replace failed sealant at perimeter of windows as needed. Prepare, prime, and paint sills.

Work will be done in conformance with the Secretary of the Interior's Standards and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings and Preservation Brief #9: The Repair of Historic Wooden Windows.

Scope: #3 Building Feature: Wood Wi	ndows at Folsom Street			
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work comple	tion: 2025 (Coordinated	d scaffold/access v	with Scopes 4, 5	5, 6, & 15)
Total Cost: \$53,940.00 - \$8-	4,825.00			
Description of work:				
Rehabilitate wood window	sash. Consider restorir	ng operability to th	ne windows at t	he first level that are not
operable. Repair deteriorat	•			
				weather stripping or interior
storm windows. If window				
assessment, and replaceme	ents will match the exist	ting appearance a	nd material (wo	ood), including curved
elements.				
Work will be done in confo		•		
Maintaining the Exterior of		e Historic Buildings	s and Preservat	ion Brief #9: The Repair of
Historic Wooden Windows.		A		

Scope: #4	ondo Cito	A 490 300 200		
Building Feature: North F Rehab/Restoration X	Açade - Site Maintenance	Completed	Proposed	∏
Contract year work comp		- Compreted		
Total Cost: \$6,119.00				
Description of work:				
	· ·	, 0	-	orth façade and to improve site
drainage directly adjacer		f the building. Wor	k will be done i	in conformance with the
Secretary of the Interior'	s Standards			

Scope: # 5 Building Feature: Folsom	ı Street Façade - Paintir	ng		
Rehab/Restoration X	Maintenance	Completed	Proposed	x
Contract year work comp	oletion: 2025 and every	y 10 years thereafter	as needed	
Total Cost: \$45,211.00				
Description of work:				
Repaint Folsom Street fa	çade with appropriate	paint (including wood	d and concrete e	entry stairs with metal

Repaint Folsom Street façade with appropriate paint (including wood and concrete entry stairs with metal railings as well as windows – see Rehabilitation/Restoration Item #3 "Wood Windows at Folsom Street" for detail at windows). Install new sealants every 10 years at flashings and where occurs or as needed. Repair wood and other substrates as needed. All work will be performed in conformance with the Secretary of the Interior's Standards. Work will be done in accordance with the National Park Service's Preservation Brief #10: Exterior Paint Problems on Historic Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

Scope: # 6				
Building Feature: Second	ary Exterior Facades - F	Painting		
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work comp	letion: 2025 and every	10 years thereaft	er as needed	
Total Cost: \$39,179.00			*	
Description of work:				
Repaint secondary façade	es with appropriate pai	int. Repair wood a	and other substr	rates as needed.
All work will be performe	d in conformance with	the Secretary of t	he Interior's Sta	andards. Work will be done in
accordance with the Nati	onal Park Service's Pre	servation Brief #10	0: Exterior Paint	t Problems on Historic
Woodwork and Preservat	ion Brief #47: Maintair	ning the Exterior o	f Small and Med	dium Size Historic Buildings.

Scope: # 7 Building Feature: Roof				
Rehab/Restoration X	Maintenance	Completed	Proposed	x
Contract year work com	pletion: 2029			
Total Cost: \$120,683.50				
Description of work:				
Replace roofing membra performed in accordance		· , ·	٥,	ers as needed. All work to be

Scope: #8 Building Feature: Flashin	g-Roof			
Rehab/Restoration X	Maintenance	Completed	Proposed	X
Contract year work com	pletion: 2025 and eve	ry 10 years thereaf	fter as needed	
Total Cost: \$5,539.00				
Description of work:			(a) - A(-) () ()	
Install new sealant at fla	shing and roofing elei	ments every 10 yea	irs, or as neede	d. Work will be done in
conformance with the Se	ecretary of the Interio	or's Standards and I	Preservation Br	ief #47: Maintaining the Exterior
of Small and Medium Siz	e Historic Buildings.			

Maintenance Plan

Scope: #9 BuildingFeature: Facades	– Visual Inspectio	on			
Rehab/Restoration	Maintenance	х	Completed	Proposed	X
Contract year work comp	letion: 2020 and	annuall	y thereafter		
Total Cost: \$1,305.00					
Description of work:				-	
Perform visual inspection	of exterior facad	es, inclu	uding wood and	concrete main	entry stair with metal railings,
with binoculars, spotting	scope, or similar	as need	ed annually for p	paint and seala	nt failure, wood deterioration,
metal railing deterioratio	n, and other signs	of dete	erioration (see It	em #5 "Wood \	Windows at Folsom Street –
Visual Inspection" and Ite	em #6 "Windows a	at Secor	ndary Facades –	nspection" for	details related to those
elements). Repair as nee	ded.				
All work will be performe	d in conformance	with th	ne Secretary of th	ne Interior's Sta	andards. Work will be done in
accordance with the Nati	onal Park Service	s Prese	rvation Brief #10	: Exterior Paint	: Problems on Historic
Woodwork and Preservat	tion Brief #47: Ma	intainir	ng the Exterior of	Small and Med	dium Size Historic Buildings.

Building Feature: Wood Windows at Folsom Street – Visual Inspection							
Rehab/Restoration	Maintenance	х	Completed	Proposed	X		
Contract year work cor	mpletion: 2020 and a	annuall	ly thereafter				
Total Cost: \$870.00							
Description of work:							
Perform visual inspecti	ion of wood window	s with	binoculars, spottin	ig scope, or sim	ilar as needed annually for		
paint, putty, and seala	nt failure as well as v	vood a	nd other signs of d	leterioration. R	lepair as needed.		
All work will be perfore	med in conformance	with t	he Secretary of the	e Interior's Stan	dards. Work will be done in		
accordance with the N	ational Park Service'	s Prese	ervation Brief #10:	Exterior Paint P	roblems on Historic		

Woodwork and Preservation Brief #47: Maintaining the Exterior of Small and Medium Size Historic Buildings.

Scope: #11 Building Feature: Win	dows at Secondary I	Facades -	- Inspection		
Rehab/Restoration	Maintenance	X	Completed	Proposed	X
Contract year work co	mpletion: 2020 and	annuall	y thereafter		
Total Cost: \$1,305.00					
Description of work:					
Inspect glazing seals,	sealants, and clean v	weeps. L	ubricate operating	g hardware as i	recommended by
manufacturer.					
Work will be done in	conformance with t	he Secre	tary of the Interio	r's Standards a	nd Preservation Brief #47:
Maintaining the Exter	ior of Small and Me	dium Size	e Historic Buildings	s and Preservat	tion Brief #9: The Repair of
Historic Wooden Win	dows.				

Scope: # 12 Building Feature: Gutte	ers, Drains, and Downsp	oouts - Roof		
Rehab/Restoration	Maintenance X	Completed	Proposed	X
Contract year work cor	npletion: 2020 and anni	ually thereafter		
Total Cost: \$986.00				-
Description of work:				
Inspect and clean all ro	of gutters, drains, and o	downspouts. Repair a	as needed.	
Work will be done in c	onformance with the Se	ecretary of the Interic	or's Standards	and Preservation Brief #47:
Maintaining the Exterio	or of Small and Medium	Size Historic Building	gs.	·

Scope: #13 Building Feature: Roofin	g			
Rehab/Restoration	Maintenance X	Completed	Proposed	X
Contract year work com	pletion: 2020 and annual	ly thereafter		
Total Cost: \$246.50				
Description of work:				,
Inspect roofing for defec	cts and deterioration ann	ually. Repair as ne	eded.	
Work will be done in co	nformance with the Secr	etary of the Interio	or's Standards a	and Preservation Brief #47:
Maintaining the Exterior	of Small and Medium Siz	ze Historic Building	gs	

Scope: #14 Building Feature: Flash	ing - Roof			
Rehab/Restoration	Maintenance X	Completed	Proposed	X
Contract year work cor	mpletion: 2020 and ann	ually thereafter		
Total Cost: \$435.00				-
Description of work:				
Inspect flashing for def	fects and deterioration	annually (includes re	elated sealant).	Repair as needed. Work will
be done in conformand	ce with the Secretary of	the Interior's Stand	ards and Preser	vation Brief #47: Maintaining
the Exterior of Small ar	nd Medium Size Historia	Buildings.		

Scope: #15 Building Feature: Folson	n Street Façade -	Stained	d Glass Inspection		
Rehab/Restoration	Maintenance	X	Completed	Proposed	X
Contract year work com	pletion: 2025 an	d every	10 years thereafter	as needed	
Total Cost: \$1,740.00					
Description of work:					
Perform stained glass in	spection by stain	ed glass	s professional and r	epair/maintain	as needed. All work will
conform to the Secretar	y of the Interior'	s Standa	ards and NPS Prese	rvation Brief # 3	3: The Preservation and
Repair of Historic Staine	d and Leaded Gla	226			

2731-2735 FOLSOM STREET Mark-up Percentage Total Cost (CURRENT) SAN FRANCISCO, CALIFORNIA Unit Price Subtotal REHABILITATION, RESTORATION, & MAINTENANCE PLAN 45.00% 2019 REHABILITATION & RESTORATION 1. Building Feature: Folsom Street Façade - Wood Repair Concrete/ Building Interface, includes patch/ replace/ water proof Rehab/Restoration Maintenance Completed Proposed 70 \$125,00 \$8,750,00 \$3,937,50 \$12,687.50 Contract Year Work Completion; 2020 (Coordinated scaffolding/access with scope 2) Wood trim and siding repair/ replace/ paint \$10.00 200 SF \$2,000.00 \$900,00 \$2,900,00 \$10,750,00 \$4,837.50 Total Cost (Rounded to Nearest Dollar): \$ \$15,587.50 Description of Work: Repair wood deterioration at base of building above pavement where moisture appears to be getting in. Correct cause of moisture including concrete curb below as needed. Repair various splitting wood as needed. Prepare, prime, and paint with appropriate 2. Building Feature: Windows at Secondary Facades Rehab/Restoration, Maintenance Completed Proposed Repair/ replace sill woodwork, site access \$30.00 \$4,320.00 \$1,944.00 \$6,264.00 Contract Year Work Completion: 2020 Remove old sealant, reseal windows, prime paint, site access \$125.00 \$9,000,00 \$4,050.00 \$13,050.00 72 Total Cost (Rounded to Nearest Dollar): \$ \$13,320,00 \$5,994,00 \$19,314.00 Description of Work: Repair splitting and separation at finger jointed wood window sills as needed. Replace failed sealant at perimeter of windows as needed. Prepare, prime, and paint sills, 3.A Building Feature: Wood Windows at Folsom Street - Repair Option

Rehab/Restoration Maintenance Completed Proposed

Contract Year Work Completion: 2025 (Coordinated scaffolding/access with scopes 4, 5, 6, & 15)

Contract Year Work Completion: 2025 (Coordinated scanolding/access with scopes 4, 5, 6, & 15

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Rehabilitate wood window sash. Consider restoring operability to the windows at the first level that are not operable. Repair deteriorated wood and replace unsound/deteriorated/missing glazing putty as needed. Prepare, prime, and paint all wood and putty. Consider installation of appropriate weather-stripping or interior storm windows. If window replacement is considered for weatherization/energy/noise, perform conditions assessment, and replacements will match the existing appearance and material

			\$37,200.00	\$16,740.00	\$53,940.00
. 80) HR	\$125,00	\$10,000.00	\$4,500.00	\$14,500.00
Patch, prime a	and paint				
48	B HR	\$150,00	\$7,200.00	\$3,240,00	. \$10,440.00
Weatherize, re	estore exist	ing hardware			
160) HR	\$125.00	\$20,000.00	\$9,000.00	\$29,000.00
Repair/ replac	e sill wood	work/ existing window :	sash/ putty remove/ repla	ce	

2731-2735 FOLSOM STREET SAN FRANCISCO, CALIFORNIA REHABILITATION, RESTORATION, & MAINTENANCE PLAN

Subtotal

Mark-up Percentage Total Cost (CURRENT)

45.00%

2019

3.B Building Feature: Wood Windows at Folsom Street - Remove and Replace Windows Option

Rehab/Restoration,

Maintenance

Completed

Proposed

Contract Year Work Completion: 2025 (Coordinated scaffolding/access with scopes 4, 5, 6, & 15)

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Rehabilitate wood window sash. Consider restoring operability to the windows at the first level that are not operable. Repair deteriorated wood and replace unsound/deteriorated/missing glazing putty as needed. Prepare, prime, and paint all wood and putty. Consider installation of appropriate weather-stripping or interior storm windows. If window replacement is considered for weatherization/energy/noise, perform conditions assessment, and replacements will match the existing appearance and material

4. Building Feature: North Facades - Site

Rehab/Restoration

Maintenance

Completed

Contract Year Work Completion: 2025

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Perform work to remove vegetation that is directly against the building at the north façade and to improve site drainage directly adjacent to the foundation of the building.

			\$58,500.00	\$26,325.00	\$84,825.00
12	20 HR	\$125.00	\$15,000.00	\$6,750.00	\$21,750.00
Patch, prime	and paint	new windows			
	1 LS	\$38,500.00	\$38,500.00	\$17,325.00	\$55,825.00
(11) new win	dows, cur	red, IGU, wood. Remove	e existing windows, insta	II new.	
4	10 HR	\$125.00	\$5,000.00	\$2,250.00	\$7,250.00
Make new te	mplates fo	r curved and non curved	windows		

				\$4.220.00	\$1.899.00	\$6 119 00
	2	EA	\$750.00	\$1,500.00	\$675.00	\$2,175.00
Landsca	pe drain					
	32	HR	\$85.00	\$2,720.00	\$1,224.00	\$3,944.00
Remove	vegetati	on, grade s	soil, slope, DG cover,	remove and reinstall fe	nce for access	

2731-2735 FOLSOM STREET
SAN FRANCISCO, CALIFORNIA
REHABILITATION, RESTORATION, & MAINTENANCE PLAN

Quantity

t Unit Price

Subtotal

Mark-up Percentage Total Cost (CURRENT)

45.00%

0% 2019

5. Building Feature: Folsom Street Façade - Painting

Rehab/Restoration

Maintenance

Completed

Proposed

Contract Year Work Completion: 2025 and Every 10 Years Thereafter as Needed

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Repaint Folsom Street façade with appropriate paint (including wood and concrete entry stairs with metal railings as well as windows – see Rehabilitation/Restoration Item # 3 "Wood Windows at Folsom Street" for detail at windows). Install new sealants every 10 years at flashings and where occurs or as needed. Repair wood and other substrates as needed.

6. Building Feature: Secondary Exterior Facades - Painting

Rehab/Restoration

Maintenance

Completed

Proposed

Contract Year Work Completion: 2025 and Every 10 Years Thereafter as Needed

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Repaint secondary façades with appropriate paint, Repair wood and other substrates as needed.

7. Building Feature: Roof

Rehab/Restoration

Maintenance

Completed

Proposed

Contract Year Work Completion: 2029

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Replace roofing membrane as well as related flashing, waterproofing, and gutters as needed.

***************************************				\$31,180.00	\$14,031.00	\$45,211.00
	160	HR	\$145.00	\$23,200,00	\$10,440.00	\$33,640.00
Patch,	prime and	l paint win	dows and siding			
	1	LS	\$4,500.00	\$4,500.00	\$2,025.00	\$6,525.00
	24	HR	\$145.00	\$3,480.00	\$1,566.00	\$5,046.00
Patch,	prime and	l paint stai	r rails, concrete entry s	stairs. Scaffold shown a	as LS.	

			\$27,020,00	\$12,159,00	\$39,179,00
120	HR	\$145.00	\$17,400.00	\$7,830.00	\$25,230.00
Patch, prime and	d paint sec	ondary facades			
1	LS	\$4,500.00	\$4,500.00	\$2,025.00	\$6,525,00
32	HR	\$160.00	\$5,120.00	\$2,304.00	\$7,424.00
Repair woodwor	k allowand	e. Scaffold shown as	LS		

Remove	and repl	ace roof.	Includes up to 100Sf	of sub deck replacemen	nt, see attached quote in	1 2019 dollars
	1	LS	\$57,400,00	\$57,400.00	\$25,830,00	\$83,230.00
Escalatio	n to 201	9				
	1	EA	\$25,830.00	\$25,830.00	\$11,623.50	\$37,453.50
				\$83,230.00	\$37,453.50	\$120,683.50

Mark-up Percentage Total Cost (CURRENT) Unit Price SAN FRANCISCO, CALIFORNIA Quantity Subtotal REHABILITATION, RESTORATION, & MAINTENANCE PLAN 45,00% MAINTENANCE PLAN 8. Building Feature: Facades - Visual Inspection Completed Inspection, each year Rehab/Restoration Maintenance Proposed \$150,00 \$900,00 \$405,00 \$1,305.00 Contract Year Work Completion: 2020 and Annually Thereafter \$900,00 \$405.00 \$1,305,00 Total Cost (Rounded to Nearest Dollar): \$ Description of Work: Perform visual inspection of exterior facades, including wood and concrete main entry stair with metal railings, with binoculars, spotting scope, or similar as needed annually for paint and sealant failure, wood deterioration, metal railing deterioration, and other signs of deterioration (see Item #2 "Wood Windows at Folsom Street - Visual Inspection" and Item #6 "Windows at Secondary Facades - Inspection" for details related to those elements). Repair as needed. 9. Building Feature: Wood Windows at Folsom Street - Visual Inspection Rehab/Restoration Completed Inspection, each year Maintenance Proposed \$150,00 \$600,00 \$270,00 \$870.00 Contract Year Work Completion: 2020 and Annually Thereafter \$600,00 \$270,00 \$870.00 Total Cost (Rounded to Nearest Dollar): \$ Description of Work: Perform visual inspection of wood window sash with binoculars, spotting scope, or similar as needed annually for paint, putly, and sealant failure as well as wood and other signs of deterioration. Repair as needed. 10. Building Feature: Windows at Secondary Facades - Inspection Rehab/Restoration Maintenance Completed Proposed Inspection, each year 6 HR \$150.00 \$900,00 \$405,00 \$1,305.00 Contract Year Work Completion: 2020 and Annually Thereafter \$900,00 \$405,00 \$1,305.00 Total Cost (Rounded to Nearest Dollar): \$

2731-2735 FOLSOM STREET

Description of Work:

Inspect glazing seals, sealants, and clean weeps. Lubricate operating hardware as recommended by manufacturer.

\$986,00

\$986.00

\$246.50

\$246,50

\$217.50

\$217.50

\$435.00

2019

Mark-up Percentage Total Cost (CURRENT)

45,00%

\$306.00

\$306.00

\$76.50

\$76.50

\$67.50

\$67.50

\$135.00

2731-2735 FOLSOM STREET SAN FRANCISCO, CALIFORNIA REHABILITATION, RESTORATION, & MAINTENANCE PLAN

11. Building Feature: Gutters, Drains, and Downspouts - Roof Rehab/Restoration Maintenance Completed Proposed Inspection, each year, clean gutters, drains and downspouts. Assume access from rear deck to all of roof. 8 HR \$85,00 \$680,00 Contract Year Work Completion: 2020 and Annually Thereafter \$680,00 Total Cost (Rounded to Nearest Dollar): \$ Description of Work: Inspect and clean all roof gutters, drains, and downspouts. Repair as needed. 12. Building Feature: Roofing Rehab/Restoration Maintenance Completed Proposed Inspection, each year of roof. Assume access from rear deck to all of roof. 2 \$85,00 \$170.00 Contract Year Work Completion: 2020 and Annually Thereafter \$170,00 Total Cost (Rounded to Nearest Dollar): \$ Description of Work: Inspect roofing for defects and deterioration annually, Repair as needed, 13. Building Feature: Flashing - Roof Rehab/Restoration Inspection, each year, roof flashings. Assume access from rear deck to all of roof. Maintenance Completed Proposed 2 HR \$75.00 \$150,00 Contract Year Work Completion: 2020 and Annually Thereafter \$150,00 Total Cost (Rounded to Nearest Dollar): \$ \$300.00 Description of Work: Inspect flashing for defects and deterioration annually (includes related sealant), Repair as needed.

Quantity

2731-2735 FOLSOM STREET
SAN FRANCISCO, CALIFORNIA
REHABILITATION, RESTORATION, & MAINTENANCE PLAN

Subtotal Mark-up Percentage Total Cost (CURRENT) Quantity 45,00% 2019 Remove and reinstall existing roof flashing with new sealant 16 HR \$145.00 \$3,364.00 \$2,320.00 \$1,044.00 New flashing allowance if needed \$1,500.00 \$675,00 \$2,175.00 LS \$1,500.00 \$3,820.00 \$5,539.00 \$1,719.00 Inspection for stained glass 6 HR \$200.00 \$1,200.00 \$540.00 \$1,740.00 \$1,200.00 \$540.00 \$1,740.00

14. Building Feature: Flashing - Roof

Rehab/Restoration

Maintenance

Completed

Proposed

Contract Year Work Completion: 2025 and Every 10 Years Thereafter as Needed

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Install new sealant at flashing and roofing elements every 10 years, or as needed.

15. Building Feature: Folsom Street Façade - Stained Glass Inspection

Rehab/Restoration

Maintenance

Completed

Proposed

Contract Year Work Completion: 2025 and Every 10 Years Thereafter as Needed

Total Cost (Rounded to Nearest Dollar): \$

Description of Work:

Perform stained glass inspection by stained glass professional and repair/maintain as needed.

ESTABLISHED 1906

EXCELSIOR ROOFING CO.

ROOFERS OF REPUTATION MARK POWERS, President

1340 Underwood Ave., San Francisco, CA 94124 Telephone: (415) 822 - 4488 / Facsimile: (415) 822 - 4588

State Contractor's License No.: 448397

May 28, 2019

Adele Feng 2733 Folsom St. San Francisco, CA 94110 feng.adele@gmail.com

Dear Adele Feng:

- Scaffolding is included in the price. Scaffolding will be installed and removed in a timely manner.
- When removing and replacing existing roofing, gravel, dirt, tar and shingle debris will fall into attic space on top of ceiling. Any items of value must be removed. Also, any openings in ceiling, i.e., hatch covers, vents, and canned lighting will be susceptible to dust infiltration which we cannot be responsible for.
- Price includes up to 100 sq. feet of sheathing replacement. Any structural dry rot, i.e., rafters or above 100 sq. feet, will be an additional charge of \$90 (NINETY DOLLARS) per hour, per man.
- Your property is rated as a historic address by the Department of Building Inspection; we have allowed \$1,200.00 for job permit.

Following are the specifications for **reroofing** your building:

MAIN ROOF:

- All existing roofing will be torn off and thrown into the dumps.
- One layer #30 non-perforated underlayment, or Certainteed Diamond Deck underlayment will be applied completely.
- New shingles will be applied completely using galvanized nails of proper length. Shingles to be used are Fiberglass Class A Fire Resistant.
- Shingles are Certainteed Brand, Landmark Pro, manufacturer lifetime limited warranty. If you are interested in another brand or style, please let us know.
- At valleys and walls, install Certainteed 2-ply Self-Adhering Modified Bitumen mineral-surfaced rolled roofing.
- The existing skylights will be taken off and the wall in which they sit on will be repapered and then the skylights replaced. When the existing skylights are removed, debris will fall into the living space. A good precaution is for the homeowner to cover the area beneath the skylights with a sheet or something similar. This does not include new skylights, unless noted.
- All vent flues (roofjack, taper and top) and pipe collars will be replaced new. Galvanized sheet metal and aluminum 025' assemblies will be

used. Does not include chimney decks or spark arrestors, unless otherwise noted.

- All pipe collars and chimneys, etc., will be sealed at their base.
- The existing double wall roof jack and top will be reused.
- · New seamless aluminum gutters will be installed.

ESTABLISHED 1906

EXCELSIOR ROOFING CO.

- A metal nosing will be applied to rakes (outer slated edges) of roof.
- A galvanized metal gravel stop nosing will be applied where the roof meets the outside wall.
- Install high profile Hip and Ridge Shingles.
- All work is performed by insured union labor and guaranteed against leakage for five (5) years. All debris is removed from the premises. Job is to be paid in full within 5 days of completion.
- The price includes the San Francisco reroofing permit. The cost of the job complete, including labor and materials, is \$57,400 (FIFTY SEVEN THOUSAND FOUR HUNDRED DOLLARS).

Please visit us on the web at www.excelsiorroofing.com. See us on Facebook.

Please call if you have any questions or wish to discuss the job.

Sincerely,

Eduardo Franco H.I.S. #108615SP

EF:rc

PRELIMINARY CHANGE OF OWNERSHIP REPORT

To be completed by the transferee (buyer) prior to a transfer of subject property, in accordance with section 480.3 of the Revenue and Taxation Code. A *Preliminary Change of Ownership Report* must be filed with each conveyance in the County Recorder's office for the county where the property is located.



Carmen Chu, Assessor-Recorder Office of the Assessor-Recorder City and County of San Francisco 1 Dr. Carlton B. Goodlett Place, Room 19C San Francisco, CA 94102 www.sfassessor.org (415) 554-5596

FOR ASSESSOR'S USE ONLY	
Γ .	ASSESSOR'S PARCEL NUMBER
	SELLER/TRANSFEROR
	BUYER'S DAYTIME TELEPHONE'NUMBER
L	BUYER'S EMAIL ADDRESS
STREET ADDRESS OR PHYSICAL LOCATION OF REAL PROPERTY	
MAIL PROPERTY TAX INFORMATION TO (NAME)	
ADDRESS	CITY STATE ZIP CODE
YES NO This property is intended as my principal residence. If YES or intended occupancy.	S, please indicate the date of occupancy MO DAY YEAR
PART 1. TRANSFER INFORMATION Please complete a	Market Andrews Committee C
This section contains possible exclusions from reassessment YES NO	for certain types of transfers.
A. This transfer is solely between spouses (addition or remo	
a partner, death of a partner, termination settlement, etc.).	y registered with the California Secretary of State (addition or removal of .
	from grandparent(s) to grandchild(ren).
*D. This transfer is the result of a cotenant's death. Date of d	eath
*E. This transaction is to replace a principal residence by a pe	
Within the same county? YES NO	
section 69.5. Within the same county? YES N	γ ⁻
If YES, please explain:	erson(s) holding title to the property (e.g., a name change upon marriage,
H. The recorded document creates, terminates, or reconveys	
I. This transaction is recorded only as a requirement for fina (e.g., cosigner). If YES, please explain:	ancing purposes or to create, terminate, or reconvey a security interes
J. The recorded document substitutes a trustee of a trust, m	ortgage, or other similar document.
K. This is a transfer of property:	
1. to/from a revocable trust that may be revoked by the to	F
the transferor, and/or the transferor's spouse	registered domestic partner.
2. to/from a trust that may be revoked by the creator/gramnames the other joint tenant(s) as beneficiaries when	- Company of the Comp
3. to/from an irrevocable trust for the benefit of the	's spouse grantor's/trustor's registered domestic partner.
creator/grantor/trustor and/or grantor/s/trustor	
M. This is a transfer between parties in which proportional in	nterests of the transferor(s) and transferee(s) in each and every parce
being transferred remain exactly the same after the transfer subject to subplicit declaring the property subject to subplicit declaring the property subject to subplicit declaring the property subject to subplicit declaring the property subject to subplicit declaring the property subject to subplicit declaring the property subject to subje	
N. This is a transfer subject to subsidized low-income housing	
*O. This transfer is to the first purchaser of a new building cor	ntanning an active solal energy system.
* Please refer to the instructions for Part 1.	he Assessor understand the nature of the transfer.

PART 2. OTHER TRANSFER INFORMATION Check and complete as applic	able.
A. Date of transfer, if other than recording date:	
B. Type of transfer:	initian (Farma DOF 400 D)
Purchase Foreclosure Gift Trade or exchange Merger, stock, or partnership acqu	
Contract of sale. Date of contract:	te of death:
Sale/leaseback Creation of a lease Assignment of a lease Termination of a lease. Date le	ase began:
Original term in years (including written options): Remaining term in years (Other. Please explain:	including written options):
C. Only a partial interest in the property was transferred. YES NO If YES, indicate the percentage to	ransferred: %
PART 3. PURCHASE PRICE AND TERMS OF SALE A. Total purchase price Check and complete as applic	sable.
	Amount ¢
B. Cash down payment or value of trade or exchange excluding closing costs	Amount \$
C. First deed of trust @% interest foryears. Monthly payment \$ FHA (_Discount Points)	/
FHA (Discount Points)	ete
D. Second deed of trust @% interest for years. Monthly payment \$	Amount \$
	7 triount w
Balloon payment \$ Due date: E. Was an Improvement Bond or other public financing assumed by the buyer? YES NO Outstandin	ag halanaa ¢
	ng balance \$
F. Amount, if any, of real estate commission fees paid by the buyer which are not included in the purchase price	/
G. The property was purchased: Through real estate broker. Broker name: Phone	number: ()
Direct from seller From a family member-Relationship	
Other. Please explain:	
H. Please explain any special terms, seller concessions, broker/agent fees waived, financing, and any other infor existing loan balance) that would assist the Assessor in the valuation of your property.	mation (e.g., buyer assumed the
existing loan balance) that would assist the Assessor in the valuation of your property.	
PART 4. PROPERTY INFORMATION Check and complete as applic	able.
A. Type of property transferred	
Single-family residence Co-op/Own-your-own	Manufactured home
Multiple-family residence. Number of units:Condominium	Unimproved lot
Other. Description: (i.e., timber, mineral, water rights, etc.)	Commercial/Industrial
	
B. YES NO Personal/business property, or incentives, provided by seller to buyer are included in the purch property are furniture, farm equipment, machinery, etc. Examples of incentives are club members.	
	tives \$
C. YES NO A manufactured home is included in the purchase price.	
If YES, enter the value attributed to the manufactured home:	
YES NO The manufactured home is subject to local property tax. If NO, enter decal number:	
D. YES NO The property produces rental or other income.	
If YES, the income is from: Lease/rent Contract Mineral rights Other:	
E. The condition of the property at the time of sale was: Good Average Fair	Poor
Please describe:	
CERTIFICATION	A CONTRACTOR OF THE CONTRACTOR
I certify (or declare) that the foregoing and all information hereon, including any accompanying statements or defined the best of my knowledge and belief.	ocuments, is true and correct to
SIGNATURE OF BUYER/TRANSFEREE OR CORPORATE OFFICER DATE	TELEPHONE
	()
NAME OF BUYER/TRANSFEREE/LEGAL REPRESENTATIVE/CORPORATE OFFICER (PLEASE PRINT) TITLE	EMAIL ADDRESS

ADDITIONAL INFORMATION

Please answer all questions in each section, and sign and complete the certification before filing. This form may be used in all 58 California counties. If a document evidencing a change in ownership is presented to the Recorder for recordation without the concurrent filing of a *Preliminary Change of Ownership Report*, the Recorder may charge an additional recording fee of twenty dollars (\$20).

NOTICE: The property which you acquired may be subject to a supplemental assessment in an amount to be determined by the County Assessor. Supplemental assessments are not paid by the title or escrow company at close of escrow, and are not included in lender impound accounts. You may be responsible for the current or upcoming property taxes even if you do not receive the tax bill.

NAME AND MAILING ADDRESS OF BUYER: Please make necessary corrections to the printed name and mailing address. Enter Assessor's Parcel Number, name of seller, buyer's daytime telephone number, buyer's email address, and street address or physical location of the real property.

NOTE: Your telephone number and/or email address is <u>very important</u>. If there is a question or a problem, the Assessor needs to be able to contact you.

MAIL PROPERTY TAX INFORMATION TO: Enter the name, address, city, state, and zip code where property tax information should be mailed. This must be a valid mailing address.

PRINCIPAL RESIDENCE: To help you determine your principal residence, consider (1) where you are registered to vote, (2) the home address on your automobile registration, and (3) where you normally return after work. If after considering these criteria you are still uncertain, choose the place at which you have spent the major portion of your time this year. Check YES if the property is intended as your principal residence, and indicate the date of occupancy or intended occupancy.

PART 1: TRANSFER INFORMATION

If you check YES to any of these statements, the Assessor may ask for supporting documentation.

C,D,E, F: If you checked YES to any of these statements, you may qualify for a property tax reassessment exclusion, which may allow you to maintain your property's previous tax base. A claim form must be filed and all requirements met in order to obtain any of these exclusions. Contact the Assessor for claim forms. NOTE: If you give someone money or property during your life, you may be subject to federal gift tax. You make a gift if you give property (including money), the use of property, or the right to receive income from property without expecting to receive something of at least equal value in return. The transferor (donor) may be required to file Form 709, Federal Gift Tax Return, with the Internal Revenue Service if they make gifts in excess of the annual exclusion amount.

G: Check YES if the reason for recording is to correct a name already on title [e.g., Mary Jones, who acquired title as Mary J. Smith, is granting to Mary Jones]. This is not for use when a name is being removed from title.

H: Check YES if the change involves a lender, who holds title for security purposes on a loan, and who has no other beneficial interest in the property.

"Beneficial interest" is the right to enjoy all the benefits of property ownership. Those benefits include the right to use, sell, mortgage, or lease the property to another. A beneficial interest can be held by the beneficiary of a trust, while legal control of the trust is held by the trustee.

I: A "cosigner" is a third party to a mortgage/loan who provides a guarantee that a loan will be repaid. The cosigner signs an agreement with the lender stating that if the borrower fails to repay the loan, the cosigner will assume legal liability for it.

M: This is primarily for use when the transfer is into, out of, or between legal entities such as partnerships, corporations, or limited liability companies. Check YES only if the interest held in each and every parcel being transferred remains exactly the same.

N: Check YES only if property is subject to subsidized low-income housing requirements with governmentally imposed restrictions; property may qualify for a restricted valuation method (i.e., may result in lower taxes).

O: If you checked YES, you may qualify for a new construction property tax exclusion. A claim form must be filed and all requirements met in order to obtain the exclusion. Contact the Assessor for a claim form.

PART 2: OTHER TRANSFER INFORMATION

A: The date of recording is rebuttably presumed to be the date of transfer. If you believe the date of transfer was a different date (e.g., the transfer was by an unrecorded contract, or a lease identifies a specific start date), put the date you believe is the correct transfer date. If it is not the date of recording, the Assessor may ask you for supporting documentation.

B: Check the box that corresponds to the type of transfer. If OTHER is checked, please provide a detailed description. Attach a separate sheet if necessary.

PART 3: PURCHASE PRICE AND TERMS OF SALE

It is important to complete this section completely and accurately. The reported purchase price and terms of sale are important factors in determining the assessed value of the property, which is used to calculate your property tax bill. Your failure to provide any required or requested information may result in an inaccurate assessment of the property and in an overpayment or underpayment of taxes.

- A. Enter the total purchase price, not including closing costs or mortgage insurance.
 - "Mortgage insurance" is insurance protecting a lender against loss from a mortgagor's default, issued by the FHA or a private mortgage insurer.
- B. Enter the amount of the down payment, whether paid in cash or by an exchange. If through an exchange, exclude the closing costs.
 - "Closing costs" are fees and expenses, over and above the price of the property, incurred by the buyer and/or seller, which include title searches, lawyer's fees, survey charges, and document recording fees.
- C. Enter the amount of the First Deed of Trust, if any. Check all the applicable boxes, and complete the information requested.
 - A "balloon payment" is the final installment of a loan to be paid in an amount that is disproportionately larger than the regular installment.
- D. Enter the amount of the Second Deed of Trust, if any. Check all the applicable boxes, and complete the information requested.
- E. If there was an assumption of an improvement bond or other public financing with a remaining balance, enter the outstanding balance, and mark the applicable box.
 - An "improvement bond or other public financing" is a lien against real property due to property-specific improvement financing, such as green or solar construction financing, assessment district bonds, Mello-Roos (a form of financing that can be used by cities, counties and special districts to finance major improvements and services within the particular district) or general improvement bonds, etc. Amounts for repayment of contractual assessments are included with the annual property tax bill.
- F. Enter the amount of any real estate commission fees paid by the buyer which are not included in the purchase price.
- **G.** If the property was purchased through a real estate broker, check that box and enter the broker's name and phone number. If the property was purchased directly from the seller (who is not a family member of one of the parties purchasing the property), check the "Direct from seller" box. If the property was purchased directly from a member of your family, or a family member of one of the parties who is purchasing the property, check the "From a family member" box and indicate the relationship of the family member (e.g., father, aunt, cousin, etc.). If the property was purchased by some other means (e.g., over the Internet, at auction, etc.), check the "OTHER" box and provide a detailed description (attach a separate sheet if necessary).
- H. Describe any special terms (e.g., seller retains an unrecorded life estate in a portion of the property, etc.), seller concessions (e.g., seller agrees to replace roof, seller agrees to certain interior finish work, etc.), broker/agent fees waived (e.g., fees waived by the broker/agent for either the buyer or seller), financing, buyer paid commissions, and any other information that will assist the Assessor in determining the value of the property.

PART 4: PROPERTY INFORMATION

- A. Indicate the property type or property right transferred. Property rights may include water, timber, mineral rights, etc.
- B. Check YES if personal, business property or incentives are included in the purchase price in Part 3. Examples of personal or business property are furniture, farm equipment, machinery, etc. Examples of incentives are club memberships (golf, health, etc.), ski lift tickets, homeowners' dues, etc. Attach a list of items and their purchase price allocation. An adjustment will not be made if a detailed list is not provided.
- **C.** Check YES if a manufactured home or homes are included in the purchase price. Indicate the purchase price directly attributable to each of the manufactured homes. If the manufactured home is registered through the Department of Motor Vehicles in lieu of being subject to property taxes, check NO and enter the decal number.
- D. Check YES if the property was purchased or acquired with the intent to rent or lease it out to generate income, and indicate the source of that anticipated income. Check NO if the property will not generate income, or was purchased with the intent of being owner-occupied.
- E. Provide your opinion of the condition of the property at the time of purchase. If the property is in "fair" or "poor" condition, include a brief description of repair needed.

II. EXEMPTION STATEMENT AND SIGNIFICANCE EVALUATION

EXEMPTION STATEMENT

The Mills Act Historical Property Contract requires all residential properties that are assessed at a value of more than 3M to include a Historic Structure Report (HSR) as part of the application. Representatives of the San Francisco Planning Department have indicated that the HSR could be limited in scope and should include, at minimum, a brief history of the building, a description of the building's historic condition, a summary of its existing condition, and an outline of short-term and long-term recommendations for rehabilitation.

This limited Historic Structure Report, together with the Rehabilitation/Restoration & Maintenance Plan, serves to fulfill the requirements of the Mills Act and primarily focuses on conditions and treatment recommendations for the exterior of the building.

III. HISTORIC STRUCTURE REPORT

INTRODUCTION

This Focused Historic Structure Report has been prepared to accompany a Mills Act Historical Property Contract for the Gaughran House at 2731-35 Folsom Street (APN 3640/031) in San Francisco's South Mission neighborhood. The multi-family residence was designed in 1899 and completed in 1900 by master architect James Dunn for James Gaughran, the original owner.

2731-35 Folsom Street has been included in several architectural surveys. 2731-35 Folsom Street was included in the 1976 Department of City Planning Architectural Quality Survey (1976 DCP Survey) with a rating of "4" out of "5." The property was documented as part of the South Mission Historic Resource Survey and given a survey rating of "3CS" meaning the property appears eligible for the California Register as an individual property through survey evaluation.1 On December 15, 2017, the property was designated San Francisco Landmark No. 276.



Figure 1: Aerial imagery of 2731-35 Folsom Street. Google Maps, 2019.

¹ The survey was adopted by the San Francisco Historic Preservation Commission on November 17, 2011.

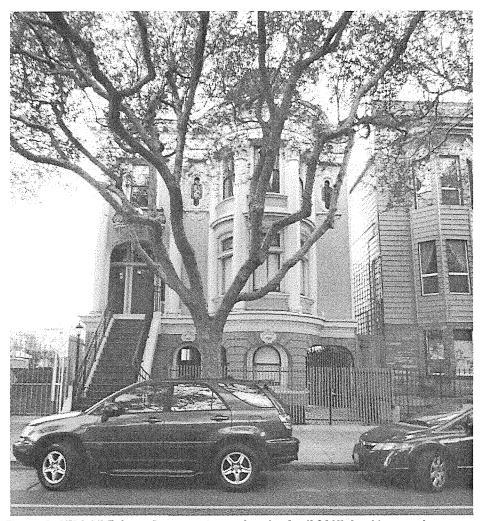


Figure 2: 2731-35 Folsom Street, primary facade, April 2017. Looking south.

BRIEF HISTORY OF 2731 - 2735 FOLSOM STREET AND HISTORIC SIGNIFICANCE

2731-2735 Folsom Street is significant for its association with the development of the Mission District as a streetcar suburb, as a notable work of local master architect James Francis Dunn (1874-1921), and as a fine example of residential Beaux-Arts architecture. The following is excerpted from the Community-Sponsored Article 10 Landmark Designation Application:

Events

The construction, architectural design, and location of the subject building are directly associated with transit developments that occurred in the latter half of the nineteenth century. The period of 1864-1906, often termed the "Gilded Age," was one of the most significant periods of population growth and development in the Mission District. Installation of mass transit lines (and the expansion of city utilities) enabled the Mission District to become San Francisco's first southerly "streetcar suburb." Streetcar lines initially began as horse-car routes that ran from downtown down Valencia, Mission, Howard and Folsom streets. From 1865 to 1883, extensive and reliable streetcar service of the Mission District was

established on major north-south routes, including Folsom Street. The improved mass transit system transported neighborhood residents to and from downtown work places and shopping areas.

Naturally, the lots in close proximity to the streetcar routes were developed to take advantage of the convenience of transit. 2731-35 Folsom Street is a reflection of the mixed, primarily middle-class socioeconomic identity of the Mission District prior to the 1906 earthquake and fires. The building was constructed as a multi-unit flat, rather than a single-family residence. The building's location provided direct proximity to the Folsom Street streetcar line, which began as a horse-car route and transitioned to electrified streetcars in the 1890s, not long before the building at 2731-35 Folsom Street was constructed in 1900.

Architecture

James Dunn (1874-1921) was a self-taught architect, having studied building and design journals. He is known to have travelled the U.S., and it is likely that he visited France as well. By 1897, he partnered with Albert Schroepfer and had a San Francisco office at 3rd and Market streets. Dunn actively designed residential and some commercial buildings from 1897 to 1921 – first as part of his partnership with Albert Schroepfer, then independently, and finally with Daniel Kearns. Dunn was a member of the San Francisco Chapter of the AlA and belonged to the Union League Club. The Architect and Engineer journal ran several pieces by or about Dunn, including his lead piece, "Apartment Houses" in a special September 1919 apartment house issue, and his April 1919 article, "Poor Designing One Reason for Apathy in Apartment House Building."

James Dunn is considered a master architect in San Francisco due to the number of commissions completed and their respective degrees of architectural excellence. Dunn is best known as a designer of multi-unit residential buildings in the Beaux-Arts style. His designs often featured curved balconies and bay windows, delicate ironwork, and exuberant ornamentation, including animal and human faces. Decorative details like cartouches and shields are common. Dunn used eagles or phoenixes to support balconies and cornices. Many of his buildings have a broad, heavily ornamented cornice and a rusticated first story topped with a belt course, defining the ground level from the upper, full-living levels.

Although Dunn often designed his buildings with Beaux-Arts influences, he also experimented with Art Nouveau, Mission Revival, Moorish, Classical Revival, French Renaissance, and Baroque styles. The Alhambra Apartments at 860 Geary Street (1913) have been illustrated and reproduced in architectural journals. Located at the edge of the Tenderloin, the building features a dome, scalloped Moorish windows, and multicolored tile columns. The Chambord Apartments (1922) sit atop Nob Hill at 1298 Sacramento Street. "Few San Francisco apartment houses would have been as at home in Paris as the Chambord," architectural historian Michael Corbett wrote about Dunn's most famous apartment house. Dunn died before this final building was completed. His former partner, Schroepfer, finished the 11-story Chambord. In the early 1980s, the building was restored using Dunn's original scheme, emulating details from other Dunn buildings. The Chambord Apartments building is San Francisco Landmark #106.

The building is clearly identifiable as a James Dunn building, especially with its intricately molded balcony topped by an elaborate wrought iron railing — a feature that Dunn frequently used in his apartment building designs. His other signature design preferences are also present, including: a rusticated ground floor, a tripartite composition, molded surrounds, exuberant surface ornamentation, and arched openings. He combines formal compositional elements with playful decorative detailing, such as his use of women's faces.

Beaux-Arts is a style that became popular in San Francisco around the turn of the twentieth century. In San Francisco, as in other cities in the United States, the classical design and planning principles of the Ecole des Beaux-Arts were translated into architecture and city planning through the City Beautiful Movement. The World's Columbia Exposition, held in Chicago in 1893, popularized Beaux-Arts Classicism across the United States. Also known as the "White City," the Exposition was an early example of Beaux-Arts planning and architecture in the United States that impacted the course of planning and design during the decade before and after the turn-of-the-twentieth-century.

The influence of the Beaux-Arts planning and design principles exhibited in Chicago began to manifest itself in the architecture of San Francisco that same decade. According to Splendid Survivors, "During the rest of the 1890s, although little building actually occurred in downtown San Francisco, the City of Paris, the Ferry Building, the Emporium, and the Call Building all... promoted the image of the City Beautiful." After the 1906 earthquake and fires, the City of San Francisco was poised for reconstruction. By this time, many Beaux-Arts-trained architects were already practicing in the city. It was the designs created by these architects that helped shape the new character of San Francisco (moving away from the Victorian-era architectural styles). Increasingly, architects incorporated Beaux-Arts features such as paired columns, surface ornamentation, elaborate decorative detailing, and rusticated ground levels into their designs.

In 1915, San Francisco held its own exposition — the Panama-Pacific International Exposition (PPIE) — modeled on Chicago's exposition held 22 years earlier. The PPIE showcased visionary Beaux-Arts buildings designed by local and nationally-known architects that were constructed out of temporary, lightweight materials. At the same time, the San Francisco Civic Center was planned as a monumental City Beautiful core, classically detailed and symmetrically ordered. By the outbreak of the First World War, San Francisco had a Beaux-Arts Civic Center planned in accordance with the precepts of the City Beautiful Movement. After the PPIE, construction in San Francisco slowed down due to WWI, and by the early 1920s, Beaux-Arts Classicism had begun to transition into the Moderne.

The elements that lend 2731-2735 Folsom Street its Beaux-Arts character include decorative shields, cartouches, Corinthian engaged columns, and a rusticated first story. The engaged column capitals creatively feature women's faces. The molded surrounds of the third story windows are intricately designed (the northern vertically oriented quatrefoil window includes a human form). The heavy entablature consists of multiple layers of detailed ornamentation, including a dentil course. The cornice's modillions are pressed with an organic floral pattern. The primary façade also features arched openings and clearly defined levels — both characteristics in keeping with the Beaux-Arts style. Although the first story is not masonry, rusticated stone is mimicked by using wood to heavily exaggerate the joints. The first story, with its stucco rustication and molded belt course, is clearly distinguished from the second and third stories.

CONSTRUCTION CHRONOLOGY

The historic context of 2731-35 Folsom Street is discussed in Page & Turnbull's Historic Landmark Designation Continuation Report (April 6, 2017), which is also referred to as the Community-Sponsored Article 10 Landmark Designation Application. It includes a history of the Mission District's nineteenth-century and streetcar neighborhood development, the development of the subject site, owners and occupants, a biography of architect James Francis Dunn, and a discussion of the Beaux-Arts architectural style.

For the purposes of this Focused Historic Structure Report, the property's construction chronology is excerpted below from the report.

The following provides a timeline of construction activity at 2731-35 Folsom Street, based on building permit applications on file with the San Francisco Department of Building Inspection and available online through the San Francisco Property Information Map. Only permits with statuses as "complete" have been included.

Date Filed	Permit# and/or Application#	Owner	Architect/Builder	Scope of Alterations
7/23/1928	172259	F. G. Hamilton	Illegible	Raise foundation 1 foot. New back stairs. \$300.
4/24/1959	199512	Gene and May Spediacer		Remove all dry rot, open ground floor for further inspection of decay. Replace front and rear stairs. Extend main stairs to roof with self closing fire door. \$7,000.
3/17/1964	264906	Giorgi Realty Agents	Mayer B.	Illegible. \$256.
9/11/1972	377564	Harry Friehauf	Tony (last name illegible)	Remove debris under steps. Loosen windows (stuck). Bathroom paint. Renail steps. Remove unapproved heater.
5/8/1974	88637	Harry Friehauf		Comply with DAHI notice. \$1,000.
8/23/1978	439883	Edward and Paula Yoshioka		Comply with BBI report. \$5,000.
12/31/1984	Permit# 527110 Application# 8413555	Neil H. Bleuler		3-story rear staircase will be removed (wood) and replaced. \$2,000.
7/23/2008	Application# 200807237406			Comply with complaint #200448382. Repair dry rot at rear stairs. Less than 50% at rear. No change to windows or doors. \$800.
11/21/2008	200811217162			Comply with NOV #20048382. Replace 3- story rear stairs. \$1,200. Permit in triage.
12/6/2012	Permit# 1281317	Wells Fargo Home Mortgage	Contractor: Momentum Builders Architect: MH Architect	Removed stairs in front of building and replace with like kind. To comply with NOV 200922446. Incorporate old railing onto new railing for historic value. Remove front gate. \$25,000.

Date Filed	Permit# and/or Application#	Owner	Architect/Builder	Scope of Alterations
1/29/2013	Application# 201301248710	Wai Ahead LLC	Contractor: Castle Construction Architect: TKA	NOV correction PA in-kind egress stair replacement with minor modifications for code compliance. Front and rear stair. NOV correction item #'s 201175573, 201176254. 201271741. 200922446, 200448382 & 20126580. \$22,000.
6/20/2013	Application# 201306200016	Wai Ahead LLC	Contractor: Pegasus Builders	Exploratory demo, remove sheetrock for new insulation & electrical & living areas. Replace with new sheetrock & paint all 3 units. \$15,000.
9/17/2013	Application# 201309177003	Wai Ahead LLC	Contractor: Castle Construction Architect: Troy Kashanipour	Foundation replacement, interior remodel at 1st story and associated structural work, remodel kitchen & bathrooms, add bath. \$180,000.00
11/15/2013	Application# 201310250260	Wai Ahead LLC	Contractor: Castle Construction Architect: Troy Kashanipour	Interior remodel at 2nd & 3rd story, associated structural remodel kitchens & bath, add 1/2 bath at 2nd story. All work within envelope of bldg., no expansion. \$550,000

The building permit applications reflect several modifications to the front and rear exterior stairs (1928, 1959, 1984, 1987, 2008, 2012). They also describe significant interior alterations; kitchens, baths, and living spaces have been completely renovated. The foundation of the building was replaced in 2013 when the bulk of the interior updates were performed. The permit applications do not reflect changes to the secondary facades: the replacement of the original wood windows with aluminum, the addition of simple-drop composite siding.

CHARACTER-DEFINING FEATURES

According to the Article 10 Landmark Designation Application, the character-defining features of 2731-35 Folsom Street include the form, massing, structure, architectural ornament and materials identified as:

- Three-story building with slightly pitched hip roof
- Asymmetrical primary façade
- Wood shiplap cladding
- Rusticated ground level cladding
- Location, size, and shape of fenestration openings
- Original wood-sash and wood-frame double-hung windows with ogee lugs
- Ground level openings with dentil and rope moldings and keystone cartouches
- Molded belt course with acanthus leaves and geometric details

- Wood stair to first story entries
- Partially glazed doors with transom windows; leaded stained glass window within entry vestibule
- Double-height engaged Corinthian columns; capitals with female masks
- Egg and dart molding above turret transom windows
- Molded balcony with iron railing
- Elongated quatrefoil windows
- Entablature with projecting cornice, acanthus modillions, dentil course, ribbon of textured plaster with x-motifs pinned with florettes, and a thin rope molding
- Double-height rounded bay
- Domed turret above double-height rounded bay
- Form, massing and simple-drop style horizontal siding at secondary (north, south and east) elevations

ARCHITECTURAL DESCRIPTION, EXISTING CONDITIONS, AND TREATMENT RECOMMENDATIONS

The following description was originally prepared by Page & Turnbull for the 2731-35 Folsom Street Historic Landmark Designation Continuation Report (April 6, 2017), which is also referred to as the "Community-Sponsored Article 10 Landmark Designation Application." The photographs in this section were taken in 2017.

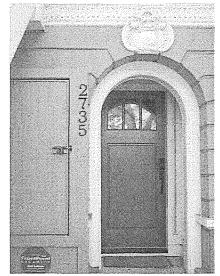
2731-35 Folsom Street is located on the east side of Folsom Street between the intersections with 23rd and 24th streets. The detached residence faces Folsom Street; to the south is 2737-41 Folsom Street and to the north is 2721 Folsom Street. The subject property features a shallow, concrete paved area at the front (west), which is contained by a contemporary iron fence. The wood-frame building sits on a flat parcel; the foundation is not visible. The low-pitched hip roof is composite-shingle-clad. The primary façade features a parapet and the southern half of the rear façade features an open gable. The three-story, multi-family residence is best described as Beaux-Arts in style, with a wood-clad rusticated first story (ground level) and exuberant ornamentation. The building features a domed turret, an iron balconette, elaborate entablature, and Corinthian engaged columns. These elements are limited to the wood-shiplap-clad primary façade; the north, east, and south façades are not ornamented. Unlike the original wood windows on the primary façade, the secondary façades feature replacement aluminum windows set within wood casings. The secondary façades are all clad in replacement simple-drop composite wood siding.

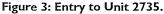
PRIMARY (WEST) FACADE

The Beaux-Arts features of 2731-35 Folsom Street are limited to the primary façade (Figure 2). The building's first story at ground level includes the primary entry to Unit 2735, which is recessed within an arched opening topped with a keystone cartouche. The partially glazed wood door is set within a dentil molded wood frame (Figure 3). North (left) of the Unit 2735 entry, beneath the exterior stairs to the second level, is a one-over-one single-hung wood sash arched window with ogee lugs. The window, similar to other windows on the first story of the primary façade, is deeply recessed within a wood dentil and rope molded frame with a stepped sill. South (right) of the Unit 2735 entry is the ground level of the three-story rounded bay. Three windows are set into the rounded bay base; the north and central windows are topped with a keystone cartouche (Figure 4). South of the bay is an arched pass-through that provides access to the south façade and backyard. The corridor is blocked by a contemporary metal security gate (Figure 5). The rustication of the wood-clad first story (ground level) distinguishes it from

the second and third stories. A molded belt course with acanthus leaves and geometric details serves to further define and visually separate the ground and upper levels.

A staircase located at the north side of the primary façade provides access to a second story landing. The staircase consists of wood steps and a double-sided metal railing. The stair landing leads to two partially glazed wood doors sheltered within an arched entry area, flanked by two-story Corinthian engaged columns. The doors are topped with individual transoms labeled with unit numbers 2731 and 2733 (Figure 6). To the south of the doors is a fixed leaded stained glass window with a ribbon motif (Figure 7). The entry area features carved wood moldings and dentil trim. To the south of the entry area is the rounded bay (Figure 8). At the second story, double height Corinthian engaged columns separate three wood windows that wrap around the rounded bay body. Each window consists of one pivot (currently fixed closed) curved glass pane topped with a fixed leaded stained glass transom, each set within an elaborately molded surround (Figure 9). They are topped with an ornate entablature that contains egg and dart molding.





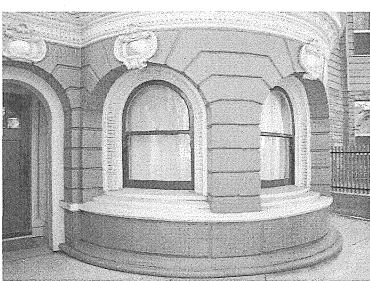


Figure 4: Ground level rounded bay base.

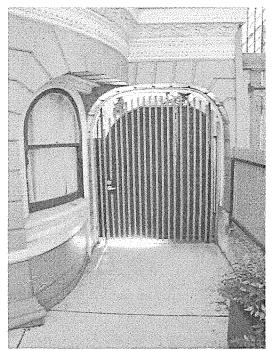


Figure 5: Security gate leading to south façade and backyard.



Figure 6: Exterior stairs leading to second story.

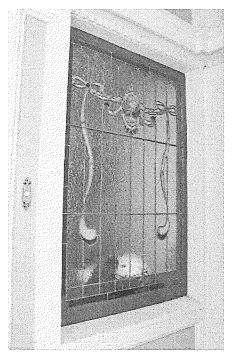


Figure 7: Fixed leaded stained glass window within entry area.

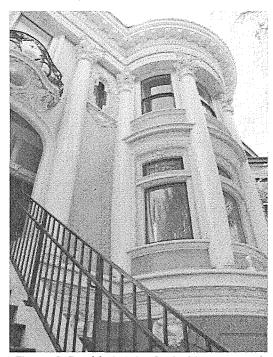


Figure 8: Double height Corinthian engaged columns.

A molded balcony with an iron railing sits above the entry area between the second and third stories (Figure 10). A third story one-overone double-hung wood window with ogee lugs sits above the (inaccessible) balcony. Two Corinthian engaged columns continue upwards from the second story and flank the balcony and window. The Corinthian capitals feature female masks. Mid-façade of the third story is an elongated quatrefoil window set within a stretched surround (Figure 11). The pane of the wood window is a narrow oval; however, the molded surround outlines a vertically elongated quatrefoil shape. To the south of the window, the rounded bay continues to ascend towards the building's entablature. Three oneover-one double-hung curved glass windows with ogee lugs wrap around the bay body (Figure 12). To the south of the bay is a second quatrefoil window with a less fanciful surround.



Figure 10: Molded balcony with flanking engaged columns.



Figure 9: Second story rounded bay window with transom.

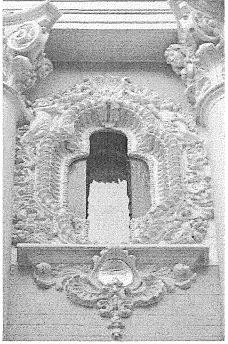


Figure 11: Vertically elongated quatrefoil surround with oval pane (north of bay).

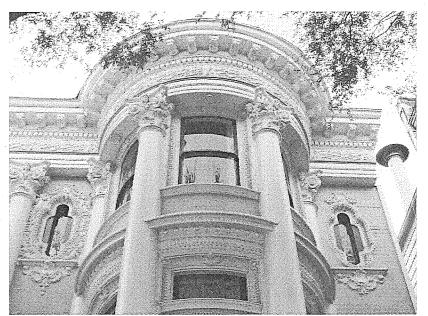


Figure 12: Bay flanked by oval windows in elongated quatrefoil surrounds (south window has a simpler surround).

The building's ornate entablature on the primary façade features various Beaux-Arts details. The projecting cornice protrudes in a half circle to accommodate the bay. A molded edge shields modillions carved to resemble acanthus leaves (Figure 13). Below the eave, in the frieze, runs a dentil course set above a ornate ribbon with evenly spaced X-motifs pinned with florettes. The architrave is smooth with a thin gold-painted rope molding. The rounded bay on the primary façade is topped with a composite-shingle-clad turret dome.

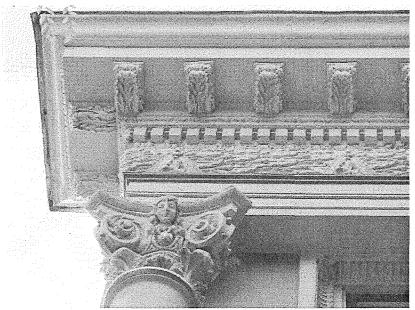


Figure 13: Entablature detail.

SOUTH FAÇADE

The south façade faces the neighboring building at 2737-41 Folsom Street; a wood fence wall in a contemporary style separates the lots. A shed-roofed projection at the western portion of the building juts south from the main building mass to create a passageway to the backyard (Figure 14). The first story (ground level) of the south façade consists of two paired casement windows, a casement window, and one partial height casement window (Figure 15). The second story consists of one east-facing casement window on the projection and three south-facing casement windows (two of which are paired). The third story consists of one east-facing casement window on the projection, four south-facing casement windows (two of which are paired), and one south-facing partial-height casement window. Exhaust vents are placed intermittently (Figure 16).

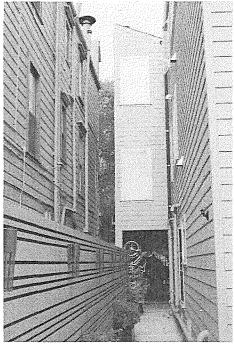


Figure 14: South façade with projection and passageway, view facing west.



Figure 15: First story fenestration of south façade, facing east.



Figure 16: Second and third story fenestration of south façade.

REAR (EAST) FAÇADE

The rear façade faces the backyard (discussed in the Landscape section below). The three-story façade can be divided into a south (left) side and a north (right) side. The south side sits under a gable, while the north side projects beyond the south and has a flat roof without an attic space (Figure 17). The doors of the south façade are wood.

The south side's first story (ground level) features a glazed full-height fixed window and outward swinging paired doors. North of the doors is a concrete passageway set underneath a three-story wood exterior staircase (Figure 18). The passageway leads to a fully glazed door set at the juncture of the south and north sides. The passageway also wraps around to a wood door that opens into a storage space set underneath the exterior stairs. The second story of the south façade consists of three paired casement windows and a fully glazed door. The third story includes a partial height awning window, two full-height windows, and two fully glazed doors.

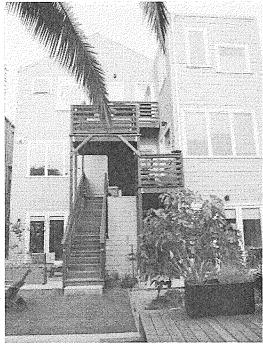




Figure 17: Rear (east) façade with south (left) and north (right) sides.

Figure 18: Exterior three-story stairs.

The north side of the rear façade projects beyond the south side and thus has a south-facing portion. This south-facing portion consists of full composite siding on the first story, a fully glazed door and a large casement window on the second story, and two paired casement windows on the third story. The east-facing portion features fully glazed paired doors and a full height window on the first story (Figure 19). The second story features three paired casement windows. The third story features two unaligned windows (one rectangular casement window and one square awning window).

NORTH FAÇADE

The north façade faces the open space between the subject property and the building at 2721 Folsom Street. There are three planes, which all have different rooflines; the east (left) plane has a raised section, the central plane has a shed roof, and the west (right) plane is a low-pitched hipped roof. The central projecting plane features a west-facing fully glazed door (first story) and two west-facing casement windows (one at the second story, one at third story) (Figure 20). The west plane of the north façade features one fully glazed north-facing door (ground level) and four north-facing casement windows (two unaligned at the second story, two at the third story).

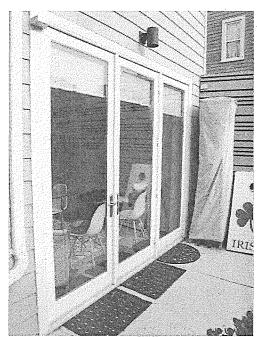


Figure 19: North side ground level.

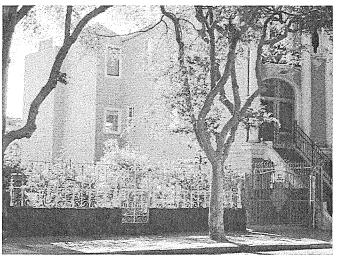
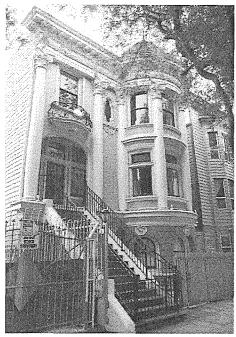


Figure 20: North façade.

EXISTING CONDITIONS

Folsom Street (West) Facade

The Folsom Street façade is generally in good condition. The façade's ornamental/carved wood cornice and entablature do not exhibit any notable deterioration, though small portions of ornament appear to be missing in some locations. The ornamental wood columns and ornamental elongated quatrefoil window surrounds also do not exhibit any notable deterioration. The molded balcony and its metal railing over the main entry are in good to fair condition. The front edge of the balcony appears to exhibit some minor peeling paint.



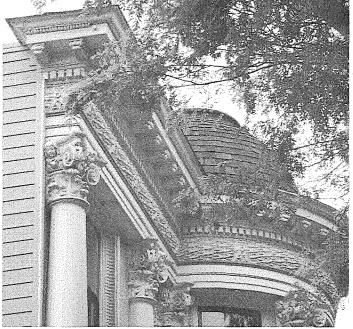


Figure 21: Primary (west) façade.

Figure 22: Detail of carved ornamental entablature, cornice, and column capitals.

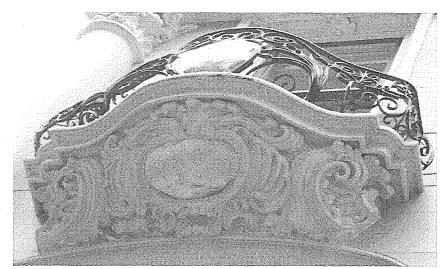


Figure 23: Detail of the molded balcony showing peeling paint at the front edge.

The main entry stairs are in good to fair condition and exhibit abrasion/wear at the wood stair treads as well as the lower concrete steps. At the wood treads, the paint is beginning to wear, and some of the wood fibers are beginning to become rough/abraded. At the lower concrete steps (bottom three steps), the paint has worn off, but the concrete appears to be in good condition.



Figure 24: Detail of wear at concrete and wood stairs.



Figure 25: Detail of concrete stair curb with spall.

The wood siding is in fair condition, with some checking/splitting of the wood noted in various locations. Minor spalling at the curved concrete curb was noted, possibly where a previous metal rail was attached. Wood splitting was noted specifically at the curved turret panel below the top floor's center window and at several rusticated siding panels at the ground-level of the turret. The curved base trim above the pavement at the turret exhibits some splitting and soft deteriorated wood where moisture appears to be getting inside. Metal flashing is sensitively installed at the wood watertable separating the ground level from the upper levels; it appears to be in good condition. The entry vestibules are also in good condition.

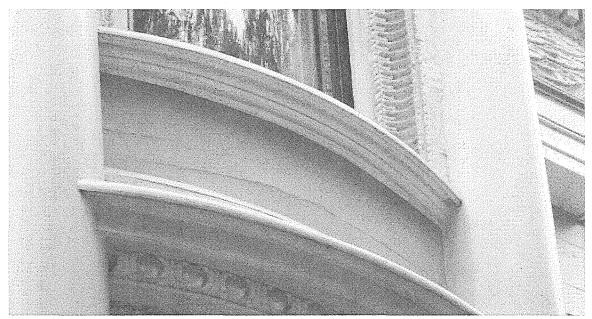


Figure 26: Detail of split wood panel between windows.

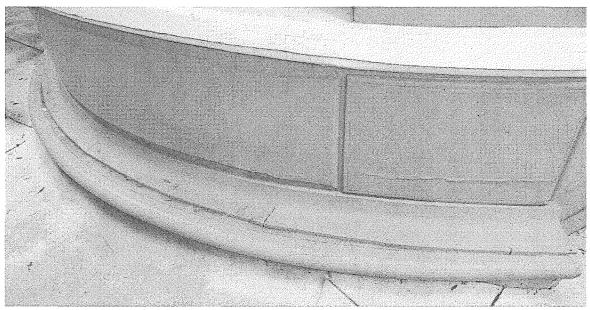


Figure 27: Detail of split wood at rusticated "block" panel and several splits at curved base trim.



Figure 28: Detail of area where soft deteriorated wood was noted with moisture at the wood.

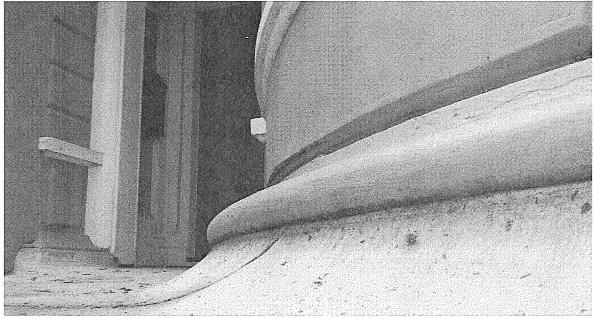


Figure 29: Detail of curb termination at wood trim (beneath area of soft deteriorated wood).

The windows appear to be in good to fair condition. The pivot windows at the first floor of the turret are fixed closed. According to the owner, there is noise and air infiltration at these windows. Small gaps at the perimeter of the sash were noted. The stained glass transom lights and stained glass panel flanking the entry are in good condition and do not appear to exhibit out-of-plane bowing, sometimes noted when stained glass windows weaken.

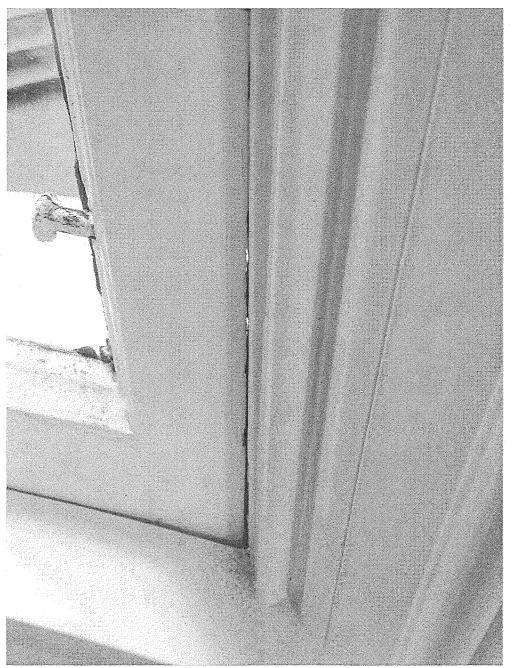


Figure 30: Detail of first floor window from interior showing gap at edge of sash where light is coming through.

The asphalt shingling at the turret roof exhibits minor biological growth but appear to be in good condition.



Figure 31: Detail of shingles at turret.

Secondary Facades

The secondary façades all appear to be in good to fair condition. The painted wood siding is in relatively good condition. At the south façade, minor damage was noted at the siding adjacent to a vent exiting the building. Some corner trim at the secondary facades was noted to be displaced. While it appears to be sound, it is not clear why this is occurring.

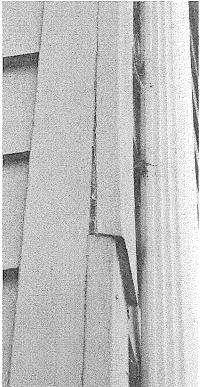


Figure 33: Detail of damaged siding beneath vent.

Figure 32: Example of displaced corner trim

The finger-jointed wood window sills at the secondary facades are beginning to exhibit splitting and separation as well as paint-wear and exposed wood at the upper surfaces. In many locations, the sealant joint from the wood window surrounds to the aluminum window frames has torn and is open to the weather.



Figure 34: Detail of finger-jointed sill separation and paint degradation.



Figure 35: Detail of typical torn sealant at window perimeters.

A few penetrations such as at water spigots did not have sealant at the penetration perimeters.

Two small triangular landscaped areas are adjacent to the north façade, created by the diagonal property line and the square building corners. The landscaped area is inaccessible from the building, and although more accessible from the neighboring yard, the properties are separated by a fence. These areas are overgrown with vegetation directly against the building.

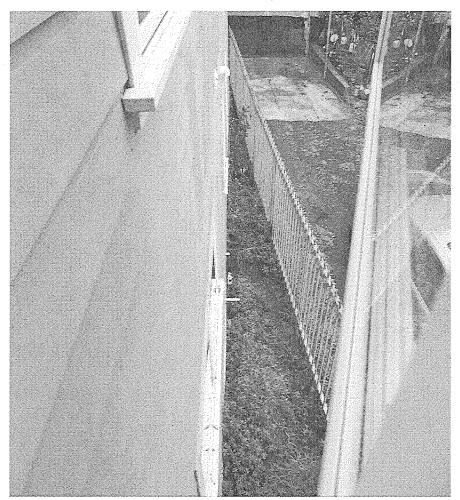


Figure 36: Inaccessible landscaped area adjacent to the north facade.

TREATMENT RECOMMENDATIONS

Folsom Street (West) Facade

Maintain sealants at the façade as well as paint and coatings at the wood elements, including siding, trim, cornice, entablature, columns, and windows. At the stairs, prepare the abraded wood and patch spalls with proper concrete patching prior to painting. Consider paint appropriate for the various materials, and consideration for coefficient of slip resistance at the stairs and walking surfaces is recommended. Repair the split wood siding and trim elements prior to painting. Where wood deterioration is found, particularly at the base of the building, remove deterioration, treat as needed for biogrowth, and patch/repair/replace wood to match the original. Removal of the base trim may be required to address water and moisture issues adjacent to the concrete foundation/curb.

Rehabilitate the windows, and consider restoring operability to the first floor awning pivot windows. Replace missing/deteriorated putty, and repair deteriorated wood as encountered. Address gaps between sash and frames; use of weatherstripping or interior storm windows should be considered. If window/sash replacement is considered to address weatherization, energy, noise issues, perform

conditions assessment to verify proper treatment, and replace with windows that match the original in material and appearance, including curved elements.

Periodically have stained glass adjacent to entries and above first floor turret windows inspected by a professional. Clean them as recommended by the stained glass professional.

Secondary Facades

Maintain sealants at the façade as well as paint and coatings at the wood elements, including siding, trim, and window sills. Repair damage where occurs at the siding, and re-fasten any loose siding or trim encountered. Ensure pipe, vent, and spigot penetrations are properly sealed.

Repair separation at finger-jointed window sills, and repaint sills where paint degradation is evident. Replace sealant at window perimeters. Regularly maintain windows, including glazing seals, sealants, cleaning weeps, and lubricating operating hardware as needed.

Roof

Regularly clean and maintain gutters and downspouts. Maintain flashing and sealants. Make repairs and replace as needed.

Site

Remove vegetation that is directly adjacent to the north façade, and improve site drainage directly adjacent to the building foundation.

IV. ADDITIONAL PHOTOGRAPHY PRIMARY FACADE

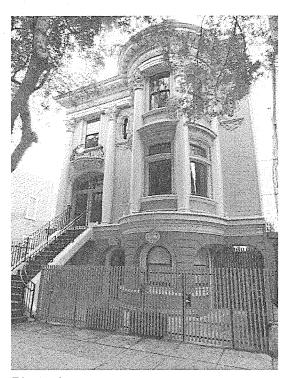


Photo 1: Front facade Looking northeast

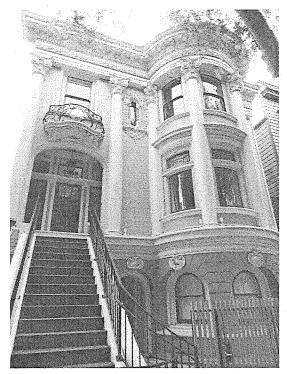


Photo 2: Front facade Looking east

SECONDARY FACADES



Photo 3: Side facade Looking south



Photo 4: Rear facade Looking west

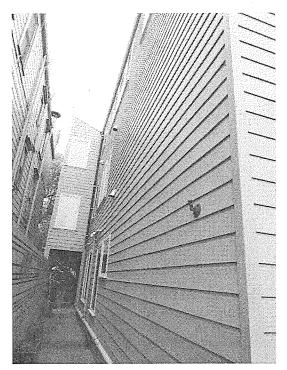


Photo 5: Side facade Looking west

INTERIOR



Photo 6: Level 3, living/dining room and kitchen Looking northeast



Photo 7: Level 3, living/dining room and kitchen Looking southeast



Photo 8: Level 3, kitchen Looking east



Photo 9: Level 3, living room and kitchen Looking south

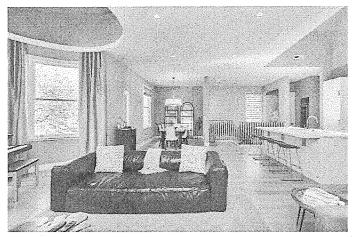


Photo 10: Level 3, living/dining room and kitchen Looking north



Photo 11: Level 3, living room Looking southwest

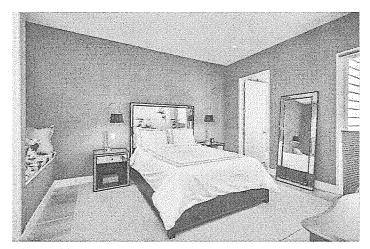


Photo 12: Level 3, master bedroom Looking northeast

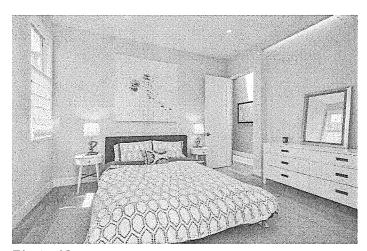


Photo 13: Level 3, guest bedroom #1 Looking west

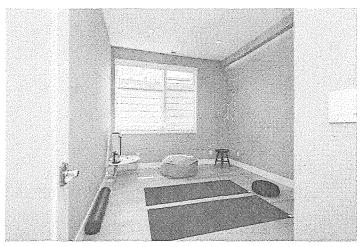


Photo 14: Level 3, guest bedroom #2 Looking south

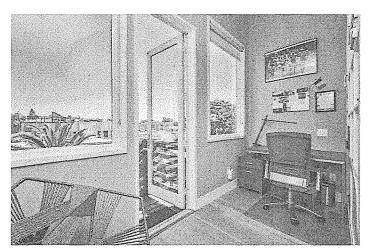


Photo 15: Level 3, office nook Looking southeast

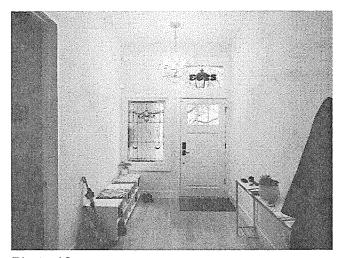


Photo 16: Level 2, front entrance Looking west

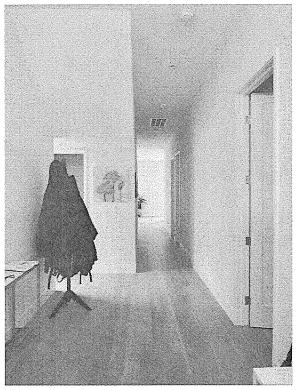


Photo 17: Level 2, hallway Looking east

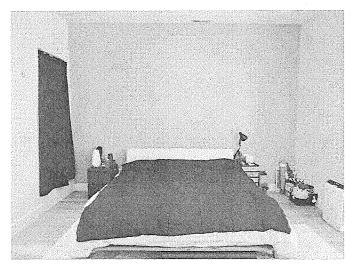


Photo 18: Level 2, master bedroom Looking south



Photo 19: Level 2, master bedroom Looking west

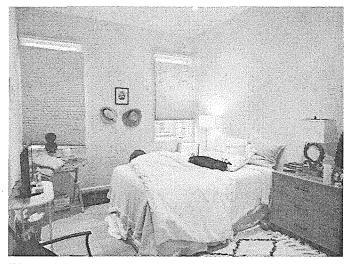


Photo 20: Level 2, guest bedroom #1 Looking south

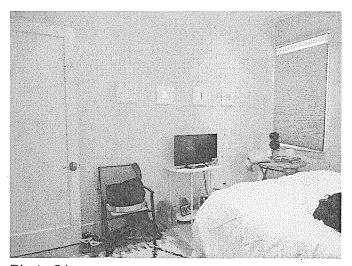


Photo 21: Level 2, guest bedroom #1 Looking east

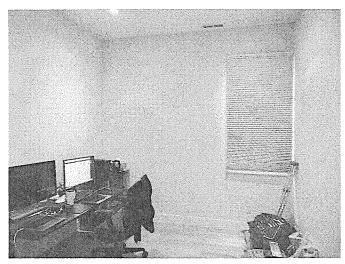


Photo 22: Level 2, guest bedroom #2 Looking south

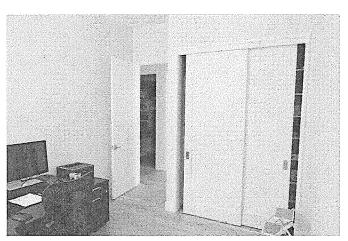


Photo 23: Level 2, guest bedroom #2 Looking north



Photo 24: Level 2, dining room and living room Looking east

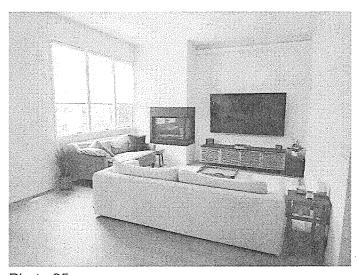


Photo 25: Level 2, living room Looking south

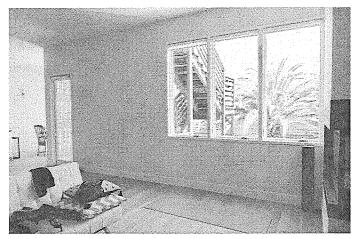


Photo 26: Level 2, living room Looking east



Photo 27: Level 2, kitchen Looking north

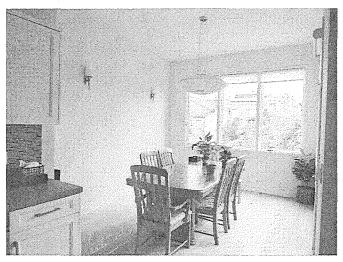


Photo 28: Level 2, dining room Looking northeast



Photo 29: Level 2, dining room Looking south

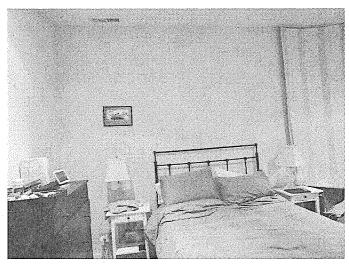


Photo 30: Level 1, bedroom #1 Looking south

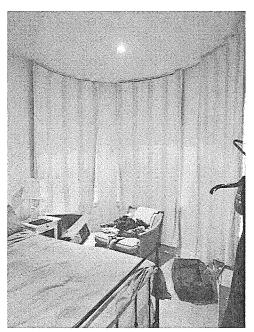


Photo 31: Level 1, bedroom #1 Looking west

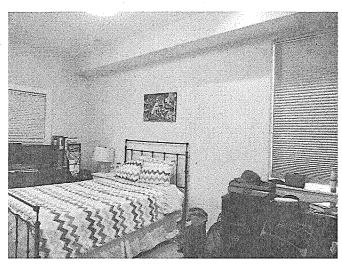


Photo 32: Level 1, bedroom #2 Looking northwest

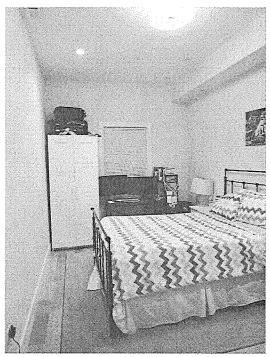


Photo 33: Level 1, bedroom #2 Looking west

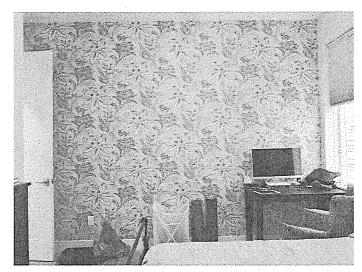


Photo 34: Level 1, bedroom #3 Looking east

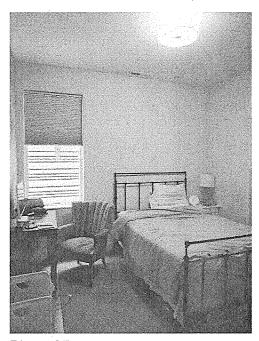


Photo 35: Level 1, bedroom #3 Looking south

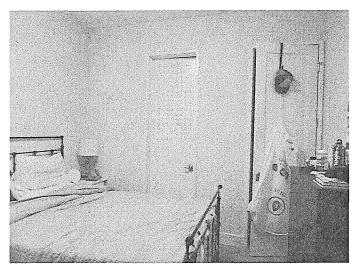


Photo 36: Level 1, bedroom #3 Looking north

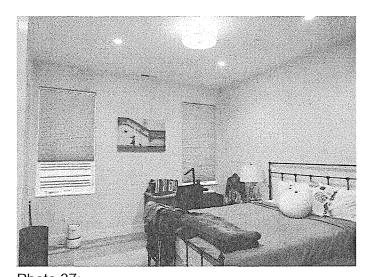


Photo 37: Level 1, bedroom #4 Looking south



Photo 38: Level 1, office alcove Looking north



Photo 39: Level 1, living room Looking southwest

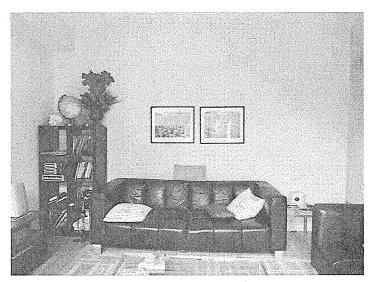


Photo 40: Level 1, living room Looking west

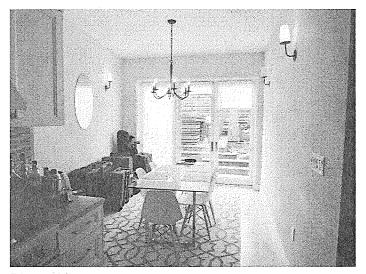
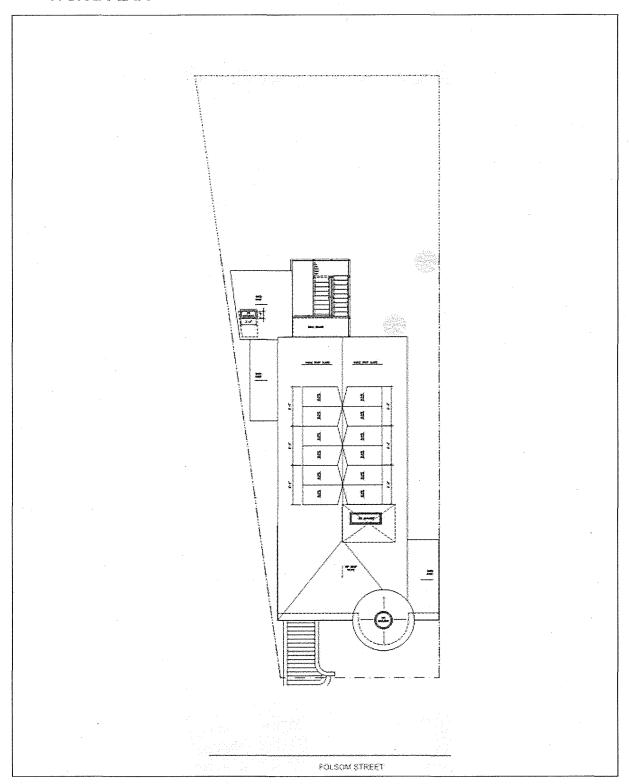


Photo 41: Level 1, dining room Looking east

V. SITE PLAN



VI. TAX BILL



City & County of San Francisco José Cisneros, Treasurer David Augustine, Tax Collector Property Tax Bill (Secured) 1 Dr. Carlton B. Goodlett, Place City Hall, Room 140 San Francisco, CA 94102 www.streasurer.org

Property Tax Bill (Secured)
For Fiscal Year July 1, 2018 through June 30, 2019

Vol 24	810ck 3640	Lot 031	Tax 8/0 No 124648	Mail Dat October 1			Property Lucation 2731 FOLSO	
	d on Januar				1	Ass	essed Value	
To: 1	NAME PRIV	ATE PER C	A AB 2238		Description	on I	Full Value	Tar Ameunt
					Land		659,092.	7,665.23
	ADD	RESS INF	ORMATION		Structure		1,076,116	12,515.22
	NOT	AVAILAI	BLE ONLINE		Fixtures			
	,				Personal Proper			
					Gross Taxable V	alue	1,735,208	20,180.46
					Less HO Exem	ption	7,000	81.41
					Less Other Exe	emption		
					Net Taxable Va	lue	1,728,208	\$20,099.05

Code	Direct Charges and Special Assessments Type Type	Amount Doe
45	LWEA2018TAX (415) 355-22	203 298,00
46	SF BAY RS PARCEL TAX (510) 286-71	193 12,00
89	SFUSD FACILITY DIST (415) 355-22	203 56,28
91	SFCCD PARCEL TAX (415) 487-24	100 99.00
92	APARTMENT LIC. FEE (415) 558-65	220 326.00
98	SF - TEACHER SUPPORT (415) 355-22	203 251.96
Total Direc	ct Charges and Special Assessments	\$1,043.24

► TOTAL	DUE		\$21,142.28
1 st in	stallment	2nd	Installment
	\$10,571.14		\$10,571.14
PAID \$10	12/04/2018 571.14	DUE	04/10/2019

Keep this portion for your records. See back of bill for payment options and additional information.

74.

City & County of San Francisco Property Tax Bill (Secured) For Fiscal Year July 1, 2018 through June 30, 2019

Pay online at www.sftreasurer.org

Yol	Block.	Let	Yax Bill No	Mail Date	Property Location
24	3640	031	124648	October 12, 2018	2731 FOLSOM ST

Check if contribution to Arts Fund is enclosed.

For other donation opportunities go to www.Give25F.org

To other donation opportuintes go to www.divezsi.urg

Detach stub and return with your payment.
Write your block and lot on your check.
2nd Installment cannot be accepted unless 1st is paid.

San Francisco Tax Collector Secured Property Tax P.O. Box 7426 San Francisco, CA 94120-7426

San Francisco, CA 94120-7426

2nd Installment Due \$10,571.14

If paid or postmarked after APRIL.10, 2019 the amount due (includes delinquent penalty of 10% and other applicable fees) is: \$11,673,25

2436400003100 124648 00000000 00000000 0000 5003

Ž.	•	Fort	City & County of San Property Tax Bill (S Fiscal Year July 1, 2018 thro	ecured)	Pay online at view.sttreasurer.or
/of #tock 24 3640		Tax Bill No 124648	Mail Cate October 12, 2018		Property Location 2731 FOLSOM ST
For other of Detach stu			ive2SF.org		1st installment Due PAID 12/04/2018

Pay Now	Contact Us	Tax Rate Information	
Online: www.sftreasurer.org	Free language assistance	Prop 13 base rate City & County debt service rate	1.0000% 0.1075%
Mail a check payable to	Call: 3-1-1	SFUSD debt service rate	0.0387%
"SF Tax Collector" with the bottom	415-701-2311 from outside	City College debt service rate	0.0098%
portion of bill in the enclosed envelope	of San Francisco	BART debt service rate	0.0070%
	Submit question online:	TOTAL	1.1630%
In person at City Hall, Room 140	www.sftreasurer.org/contact-us		
8 am - 5 pm, Monday - Friday, excluding holidays.			

If you disagree with the assessed value as shown on your tax bill, you have the right to an informal assessment review by the Assessor-Recorder's Office. Visit www.sfassessor.org for more information. You also have the right to file an application for reduction in assessment for the following year with the Assessment Appeals Board. The filing period is July 2 to September 15, Visit www.sfgov.org/aab or call 415-554-6778 for more information. If an informal or formal assessment review is requested, relief from penalties shall apply only to the difference between the Assessor-Recorder's final determination of value and the value on the assessment roll for the fiscal 'year covered."

If a "Tax-Defaulted" message is shown on the front of this bill, it indicates that prior year taxes are unpaid.

New owners and current owners with new construction may be required to pay a **supplemental tax bill**. Supplemental tax bills are issued in addition to this annual tax bill.

Property Tax Postponement for Senior Citizens, Blind, or Disabled Persons

The State Controller's Office (SCO) administers the Property Tax Postponement (PTP) program, which allows eligible homeowners to postpone payment of current year property taxes on their primary residence. PTP applications are accepted from October 1 to February 10 each year. Go to the SCO website at www.sco.ca.gov/ardtax_prop_tax_postponement.html for more information. If you have any questions or to request an application, call 1-800-952-5661 or email postponement@sco.ca.gov

Did you...

Submit payment for the exact amount?

Confirm that you have sufficient funds in your account? If your payment is not honored by the bank, the payment is null and void and a \$50.00 "Payment Failure Fee" will be charged in addition to any late payment penalties.

If the delinquent date falls on a Saturday, Sunday or legal holiday, no penalty is charged if payment is made by 5 PM on the next business day.

If any portion of the total amount due is unpaid after 5 PM on June 30, 2019, it will be necessary to pay (a) delinquent penalties, (b) costs, (c) redemption penalties, and (d) a redemption fee. After 5 years of tax delinquency, the Tax Collector has the power to sell tax-defaulted property that is not redeemed.

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City & County of San Francisco José Cisneros, Treasurer

1 Dr. Carlton B. Goodlett, Place City Hall, Room 140 San Francisco, CA 94102 www.sftreasurer.org

David Augustine, Tax Collector Supplemental Property Tax Bill (Secured) FOR FISCAL YEAR JULY 1, 2017 THROUGH JUNE 30, 2018

,	Val	Block	Lot	Tax Bill No	Mail Date:	Property Location	Ý.
- [24	3640	031	714343	01/22/2019	2731 FOLSOM ST	4444
	\						/-

Assessee:

NAME PRIVATE PER CA AB 2238

ADDRESS INFORMATION NOT AVAILABLE ONLINE

➤ TOTAL TAX DUE	\$12,745.28
First Installment	Second Installment
\$6,372.64	\$6,372.64
PAID 02/26/2019	DUE 07/01/2019

	Assessed Value	
Description	New Base Year Value Supple Current Roll Supple	emental Assessment
Land	4,235,000 646,170	3,588,830
Improvement. Structure	1,815,000 1,055,018	759,982
Less HO Exemption	그 유민들이는 그렇게 되고 말고생활되었다. 그리지만하고 그	
Less Other Exemption	·	
Assessed Value Total	6,050,000 1,701,188	4,348,812

Supplemental assessment - see back for details

	For The	Period	1
03/26	5/2018 THRC	UGH 06/30/2018	
Tax Rate	Rate Factor	Event Date	1
1.1723%	25%	03/26/2018	j.

Keep this portion for your records. See back of bill for payment options and additional information.

City & County of San Francisco Supplemental Property Tax Bill (Secured) E PERIOD 03/26/2018 THROUGH 06/30/2018 FOR THE PERIOD

Pay online at SFTREASURER.ORG

2731 FOLSOM ST 031 714343 01/22/2019

Detach stub and return with payment.
Write your block and lot on your check:
2nd installment cannot be accepted unless 1st is pa

2nd Installment Due \$6,372.64

San Francisco Tax Collector Secured Supplemental Property Tax P.O. Box 7426 San Francisco, CA 94120-7426

JULY 1, 2019 if paid or postmarked after the amount due (includes delinquent penalty of 10% and other applicable fees) is:

\$7,054.90

2436400003100 714343 000637264 000063726 071917 2503

City & County of San Francisco Supplemental Property Tax Bill (Secured) E PERIOD 03/26/2018 THROUGH 06/30/2018 FOR THE PERIOD

Pay online at SFTREASURER ORG

3× 8/11 No. 714343 2731 FOLSOM ST 3640 031 01/22/2019

Detach stub and return with payment. Write your block and lot on your check.

1st installment Due \$.00

San Francisco Tax Collector Secured Supplemental Property Tax P,O. Box 7426 San Francisco, CA 94120-7426

If paid or postmarked after FEBRUARY 28, 2019 the amount due fincludes delinquent penalty of 10%) is:

Pay Now	Contact Us
Online: www.sftreasurer.org	
Mail a check payable to "SFTax Collector" with the bottom portion of bill in the enclosed envelope	Free language assistance Call: 3-1-1 415-701-2311 from outside of San Francisco
In person at City Hall, Room 140 8 am - 5 PM, Monday - Friday, excluding holidays. Expect longer than normal wait times around delinquency dates.	Submit question online: www.sftreasurer.org/contact-us

Supplemental tax bills are issued in addition to the annual tax bill, generally due to a change in ownership or new construction in accordance with Article XIII A of the California Constitution.

If you disagree with the assessed value as shown on your tax bill, you have the right to an informal assessment review by the Assessor-Recorder's Office. Visit www.sfassessor.org for more information. You also have the right to file an application for reduction in assessment for the following year by filing a written application with the Assessment Appeals Board, City Hall, 1 Dr. Carlton B. Goodlett Place, Room 405, San Francisco, CA 94102. The filing period is July 2 to September 15. Visit www.sfgov.org/aab or call 415-554-6778 for more information. If an informal or formal assessment review is requested, relief from penalties shall apply only to the difference between the Assessor-Recorder's final determination of value and the value on the assessment roll for the fiscal year covered.

Property Tax Postponement for Senior Citizens, Blind, or Disabled Persons

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Did you...

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Confirm that you have sufficient funds in your account? If your payment is not honored by the bank, the payment is null and void and a \$50.00 "Payment Failure Fee" will be charged in addition to any late payment penalties.

If the delinquent date falls on a Saturday, Sunday or legal holiday, no penalty is charged if payment is made by 5 PM on the next business day.

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City & County of San Francisco José Cisneros, Treasurer David Augustine, Tax Collector Supplemental Property Tax Bill (Secured) FOR FISCAL YEAR JULY 1, 2018 THROUGH JUNE 30, 2019

1 Dr. Carlton B. Goodlett, Place City Hall, Room 140 San Francisco, CA 94102 www.sftreasurer.org

/ Vol Block Lot	Tax Bill No	Mail Date:	Property Location
24 3640 031	805240	01/22/2019	2731 FÖLSOM ST

.Assessee:

NAME PRIVATE PER CA AB 2238

ADDRESS INFORMATION NOT AVAILABLE ONLINE

➤ TOTAL TAX DUE	\$50,181.02			
First Installment	Second Installment			
\$25,090.51	\$25,090.51			
PAID	DUE			
02/26/2019	07/01/2019			

Description	New Base Year Value Current Roll Supp	lemental Assessment
Land	4,235,000 659,092	3,575,908
Improvement, Structure	1,815,000 1,076,116	738,884
Less HO Exemption	7,000	
Less Other Exemption	그 나라면 계속 노래를 마고고 있다고 말했다면 하는데 나라면 하는데	
Assessed Value Total	6,043,000 1,728,208	4,314,792

Supplemental assessment - see back for details

For The Period	;
07/01/2018 THROUGH	06/30/2019
Tax Rate Bate Factor	Event Date
1.1630% 100%	03/26/2018

Keep this portion for your records. See back of bill for payment options and additional information.

City & County of San Francisco Supplemental Property Tax Bill (Secured) FOR THE PERIOD 07/01/2018 THROUGH 06/30/2019 Pay online at SFTREASURER.ORG

Mari Dat 2731 FOLSOM ST 031 805240 01/22/2019 3640

Detach stub and return with payment, Write your block and lot on your check; 2nd installment cannot be accepted unless 1st is paid

2nd Installment Due \$25,090.51

if paid or postmarked after JULY 1, 2019 the amount due (includes delinquent penalty of 10% and other applicable fees) is:

\$27,644,56

San Francisco Tax Collector Secured Supplemental Property Tax P.O. Box 7426 San Francisco, CA 94120-7426

2436400003100 805240 0025090\$1 00025090\$ 071918 2503

City & County of San Francisco Supplemental Property Tax Bill (Secured)
FOR THE PERIOD 07/01/2018 THROUGH 06/30/2019 Pay online at SFTREASURER, ORG

Tax 881 140 2731 FOLSOM ST 01/22/2019

1st Installment Due \$.00

If poid or postmarked after FEBRUARY 28, 2019 the amount due fincludes delinquent penalty of 10% is:

San Francisco Tax Collector Secured Supplemental Property Tax P.O. Box 7426 San Francisco, CA 94120-7426

May 30, 2019

Page & Turnbull, Inc.

61

Pay Now	Contact Us
Online: www.sfireasurer.org	
Mail a check payable to "SF Tax Collector" with the bottom portion of bill in the enclosed envelope	Free language assistance Call: 3-1-1 415-701-2311 from outside of San Francisco
In person at City Hall, Room 140 8 am - 5 PM, Monday - Friday, excluding holidays. Expect longer than normal wait times around delinquency dates.	Submit question online: www.sftreasurer.org/contact-us
· · · · · · · · · · · · · · · · · · ·	

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Did you...

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Confirm that you have sufficient funds in your account? If your payment is not honored by the bank, the payment is null and void and a \$50.00 "Payment Failure Fee" will be charged in addition to any late payment penalties.

If the delinquent date falls on a Saturday, Sunday or legal holiday, no penalty is charged if payment is made by 5 PM on the next business day.

If any portion of the total amount due is unpaid after 5 PM on June 30, 2019, it will be necessary to pay (a) delinquent penalties, (b) costs, (c) redemption penalties, and (d) a redemption fee. After 5 years of tax delinquency, the Tax Collector has the power to sell tax-defaulted property that is not redeemed.

Did you..

Submit payment for the exact amount?

Confirm that you have sufficient funds in your account? If your payment is not honored by the bank, the payment is null and void and a \$50.00 "Payment Failure Fee" will be charged in addition to any late payment penalties.

If the delinquent date falls on a Saturday, Sunday or legal holiday, no penalty is charged if payment is made by 5 PM on the next business day.

If any portion of the total amount due is unpaid after 5 PM on June 30, 2019, it will be necessary to pay (a) delinquent penalties, (b) costs, (c) redemption penalties, and (d) a redemption fee. After 5 years of tax delinquency, the Tax Collector has the power to sell tax-defaulted property that is not redeemed.

VII. RENTAL INCOME INFORMATION

Rental Income

Address	Square Footage	Rental Income
2731 Folsom Street		owner occupied
2733 Folsom Street		owner occupied
2735 Folsom Street	1,688 sqft	\$7,435.71 per month*

^{*} Current market rent (monthly) = \$9,000

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	Lesser of the 3
Three Way Value Comparison	Comparisons

APN	Address	Address Property Type		Year Built	Square Feet	Three Way Value Comparison			Lesser of the 3 Comparisons					
			Owner Occupied			2019 Factored Base Year Value	Restricted Value by Income	Market Value	Taxable Mills Act Value		leduction in Assessed Value	Percentage % Reduction From FBYV	2018 Property Tax Rate	Estimated Property Tax Savings
05-0612-001A	2251 Webster	Single Family	Yes	1900	1,586	\$ 1,837,603	\$ 618,000	\$ 1,840,000	\$ 618,000	\$	(1,219,603)	-66.37%	1.1630%	(\$14,184)
6-0866-014	64 Potomac	Single Family	Yes	1900	1,750	\$ 2,550,000	\$ 600,000	\$ 2,500,000	\$ 600,000	\$	(1,950,000)	-76.47%	1.1630%	(\$22,679)
23-3517-035	1401 Howard	Office	No	1913	21,943	\$ 18,458,740	\$12,700,000	\$13,700,000	\$ 12,700,000	\$	(5,758,740)	-31.20%	1.1630%	(\$66,974)
3-3542-062	2168-2174 Market	Retail	No	1907	17,132	\$ 684,218	\$ 4,030,000	\$ 6,850,000	\$ 684,218	\$	-	0.00%	1.1630%	\$0
24-3640-031	2731-2735 Folsom	3-units	Yes / No	1900	5,200	\$ 6,170,997	\$ 3,119,000	\$ 6,500,000	\$ 3,119,000	\$	(3,051,997)	-49.46%	1.1630%	(\$35,495)

RECEIVED BOARD OF SUPERVISORS SAN FRANCISCO



DEDARTMENT 2019 OCT 15 PM 2: 25

BY AK

October 15, 2018

Re:

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

Transmittal of Planning Department Case Numbers: 2019-006323MLS;

2019-006384MLS; 2019-006322MLS; 2019-005831MLS; 2019-006455MLS

Six Individual Mills Act Historical Property Contract Applications for the following addresses: 2251 Webster Street; 1401 Howard Street; 64 Potomac Street; 2168 Market Street; 2731-2735 Folsom Street

BOS File Nos: _____ (pending)

Historic Preservation Commission Recommendation: Approval

Dear Ms. Calvillo,

On October 2, 2019 the San Francisco Historic Preservation Commission (hereinafter "Commission") conducted a duly noticed public hearing at a regularly scheduled meeting to consider the proposed Mills Act Historical Property Contract Applications. At the October 2, 2018 hearing, the Commission voted to <u>approve the proposed Resolutions</u>.

The Resolutions recommend the Board of Supervisors approve the Mills Act Historical Property Contracts as each property is a historical resource and the proposed Rehabilitation and Maintenance plans are appropriate and conform to the Secretary of the Interior's Standard for the Treatment of Historic Properties. Please refer to the attached exhibits for specific work to be completed for each property.

The Project Sponsors submitted the Mills Act applications on May 1, 2019. As detailed in the Mills Act application, the Project Sponsors have committed to Rehabilitation and Maintenance plans that will include both annual and cyclical scopes of work. The Mills Act Historical Property Contract will help the Project Sponsors mitigate expenditures and enable the Project Sponsors to maintain their historic properties in excellent condition in the future.

The Planning Department will administer an inspection program to monitor the provisions of the contract. This program will involve a yearly affidavit issued by the property owner verifying compliance with the approved Maintenance and Rehabilitation plans as well as a cyclical 5-year site inspection.

1650 Mission St. Suite 400 San Francisco, CA 94103-2479

Reception: 415.558.6378

Fax: 415.558.6409

Planning Information: 415.558.6377

Transmittal Materials Mills Act Historical Property Contracts

The Mills Act Historical Property Contracts are time sensitive. Contracts must be recorded with the Assessor-Recorder by December 30, 2019 to become effective in 2020. We respectfully request these items be introduced at the next available hearing date. Your prompt attention to this matter is appreciated.

If you have any questions or require further information, please do not hesitate to contact me.

Sincerely,

. Aaron D. Starr

Manager of Legislative Affairs

cc: John Carroll, Office of the Clerk of the Board

Andrea Ruiz-Esquide, City Attorney's Office

Attachments:

Mills Act Contract Case Report, dated October 2, 2019 Assessor Valuation Table

2251 Webster Street

Historic Preservation Commission Resolution
Draft Mills Act Historical Property Contract
Draft Rehabilitation & Maintenance Plans
Draft Mills Act Valuation provided by the Assessor-Recorder's Office
Mills Act Application

1401 Howard Street

Historic Preservation Commission Resolution
Draft Mills Act Historical Property Contract
Draft Rehabilitation & Maintenance Plans
Draft Mills Act Valuation provided by the Assessor-Recorder's Office
Mills Act Application
Historic Structure Report

64 Potomac Street

Historic Preservation Commission Resolution
Draft Mills Act Historical Property Contract
Draft Rehabilitation & Maintenance Plans
Draft Mills Act Valuation provided by the Assessor-Recorder's Office
Mills Act Application

2168 Market Street

Historic Preservation Commission Resolution

SAN FRANCISCO
PLANNING DEPARTMENT

Transmittal Materials Mills Act Historical Property Contracts

Draft Mills Act Historical Property Contract
Draft Rehabilitation & Maintenance Plans
Draft Mills Act Valuation provided by the Assessor-Recorder's Office
Mills Act Application
Historic Structure Report

2731-2735 Folsom Street

Historic Preservation Commission Resolution
Draft Mills Act Historical Property Contract
Draft Rehabilitation & Maintenance Plans
Draft Mills Act Valuation provided by the Assessor-Recorder's Office
Mills Act Application