FILE NO. 151214

RESOLUTION NO. 15-16

[Real Property Lease - Sprint Spectrum, L.P. - 887 Potrero Avenue - \$69,600 Per Year Base Rent]

Resolution authorizing the lease of telecommunications facilities on the roof of property located at 887 Potrero Avenue, with Sprint Spectrum, L.P., a Delaware limited partnership, for an initial five-year term at a base rent of \$69,600 per year, to commence upon approval by the Board of Supervisors and Mayor, in their respective sole and absolute discretion.

WHEREAS, The Board of Supervisors passed and the Mayor signed Resolution No. 71-02 on February 8, 2002, on file with the Clerk of the Board of Supervisors in File No. 020047, authorizing a lease ("Original Lease") of a telecommunications facility consisting of approximately 189 square feet on the roof of 887 Potrero Avenue, commonly known as the San Francisco General Hospital Mental Rehabilitation Facility ("Premises") between the City and County of San Francisco ("Landlord") and Sprint Spectrum L.P., ("Tenant"); and

WHEREAS, The Original Lease became a month-to-month at will lease on August 28, 2012, and Tenant has continued to occupy the Premises; and

WHEREAS, Tenant warrants that it has acquired all licenses, permits, and other approvals required for the operation of the Tenant's telecommunication facilities; and

WHEREAS, The City, through its Real Estate Division and with consultation from the Office of the City Attorney, and Tenant have negotiated the proposed Lease, which provides an initial Base Rent of \$69,600 per year (\$5,800 per month) with Consumer Price Index adjustment to Base Rent of no less than three (3) percent and no more than six (6) percent annually on January 1 of each year; and

WHEREAS, The Tenant shall be responsible for all utilities and services for the use of the telecommunications site within the Premises; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of Property, that the Director of Property on behalf of the City, as Landlord, be and is hereby authorized to take all actions necessary to execute the Lease (a copy of which is on file with the Clerk of the Board of Supervisors in File No. <u>151214</u>) at 887 Potrero Avenue, in San Francisco, California, at a Base Rent of \$69,600 per year, for a five year-term and one five year option; and, be it

FURTHER RESOLVED, That the Director of Property shall be authorized to enter into any additions, amendments or other modifications to the Lease that the Director of Property determines, in consultation with the City Attorney, are in the best interests of the City, do not materially increase the obligations or liabilities of the City, and are necessary or advisable to complete the transaction and effectuate the purpose and intent of this resolution; and, be it

FURTHER RESOLVED, That the Lease contains language indemnifying and holding harmless the Landlord, from and agreeing to defend the Landlord against any and all claims, costs and expenses, including, without limitation, reasonable attorney's fees, incurred as a result of City's use of the Premises, any default by the City in the performance of any of its obligations under the Lease or any acts or omissions of city or its agents, in, on or about the Premises or the property on which the Premises are located, including those claims, costs and expenses incurred as a result of negligence or willful misconduct of Landlord or its agents; and, be it

FURTHER RESOLVED, That the Board of Supervisors finds that competitive bidding procedures for award of the Lease were impractical or impossible due to Federal law and individual cellular company network needs; and, be it

FURTHER RESOLVED, That any action taken by the Director of Property and other officers of the City with respect to the Lease are hereby approved, confirmed and ratified; and, be it

Real Estate Division BOARD OF SUPERVISORS FURTHER RESOLVED, That within thirty (30) days of the agreement being fully executed by all parties, the Director of Real Estate shall provide the agreement to the Clerk of the Board for inclusion into the official file.

RECOMMENDED:

John Updike

Barbara Garcia

Director of Public Health



City and County of San Francisco Tails

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

Resolution

File Number: 151214

Date Passed: January 26, 2016

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January 20, 2016 Budget and Finance Committee - RECOMMENDED

January 26, 2016 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

File No. 151214

I hereby certify that the foregoing Resolution was ADOPTED on 1/26/2016 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Mavo

Date Approved