FILE NO. 121046

RESOLUTION NO. 407-12

[Real Property Lease - 110-12th Street - St. James Family Partnership, L.P. - ReproMail]

Resolution authorizing the lease of 10,469 sq. ft. of space at 110-12th Street with the St. James Family Partnership, L.P., for use by the Office of Contract Administration's ReproMail for the term of approximately ten years commencing on February 1, 2013, and terminating January 31, 2023 for the renovation of the property.

WHEREAS, ReproMail has occupied space at 875 Stevenson Street since the 1990's; and,

WHEREAS, The current lease for ReproMail at 875 Stevenson Street is on a month to month basis; and,

WHEREAS, The current owner of 875 Stevenson Street plans to completely renovate the building and has no interest in a new lease with the City; and,

WHEREAS, The Real Estate Division has identified a building which meets the specialized requirements of ReproMail (addressing particular needs such as power, HVAC, and loading facilities) and the Real Estate Division and St. James Family Partnership, L.P. ("Landlord") of 110 12th Street have negotiated a lease at fair market rental, considering all factors; and

WHEREAS, Such Lease is subject to enactment of a resolution by the Board of
Supervisors and the Mayor, in their respective sole and absolute direction, approving and
authorizing such Lease; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of Property, the Director of Property is hereby authorized to take all actions on behalf of the City and County of San Francisco, as tenant, to lease the property commonly known as 110 12th Street, San Francisco, California from Landlord (a copy of the lease is on file with the Clerk of

Mayor Lee BOARD OF SUPERVISORS

Page 1 10/23/2012 the Board of Supervisors in File No. <u>121046</u>, which is hereby declared to be a part of this resolution as if set forth fully herein) and on a form approved by the City Attorney; and, be it

FURTHER RESOLVED, That the Lease for 110 12th Street shall be for the term of approximately ten (10) years commencing upon Substantial Completion of the tenant improvements (expected to be February 1, 2013) and terminating on January 31, 2023, subject to City's right to terminate the lease any time after February 1, 2018 (approximately 5 years) by providing to Landlord one (1) year prior written notice; and, be it

FURTHER RESOLVED, That the base monthly rent for the first year of the term shall be \$27,000 per month (approximately \$2.58 per sq. ft.). Annually on each February 1 of the term, the base rent shall be subject to a four percent (4%) fixed increase. City shall pay either to Landlord or the service provider for separately metered utilities, janitorial, security alarm system costs, and other typical tenant expenses; and, be it

FURTHER RESOLVED, That the Lease shall include a lease clause, indemnifying, holding harmless, and defending Landlord and its agents from and against any and all claims, costs and expenses, including without limitation, reasonable attorneys' fees, incurred as a result of any default by the City in the performance of any of its obligations under the Lease, or any negligent acts or omissions of the City or its agents, in, on, or about the Premises or the property on which the Premises are located, excluding those claims, costs and expenses incurred as a result of the gross negligence or willful misconduct of the Landlord or its agents; and, be it

FURTHER RESOLVED, That all actions heretofore taken by the officers of the City with respect to such Lease are hereby approved, confirmed and ratified; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of
Property to enter into any amendments or modifications to the Lease (including, without
limitation, the exhibits) that the Director of Property determines, in consultation with the City

Mayor Lee BOARD OF SUPERVISORS Attorney, are in the best interest of the City, do not increase the rent or otherwise materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the Lease or this resolution, and are in compliance with all applicable laws, including the City Charter; and, be it

FURTHER RESOLVED, That the City shall occupy the entire Premises for the full term of the Lease unless funds for rental payments are not appropriated in any subsequent fiscal year at which time the City may terminate the Lease with advance notice to Landlord. Said Lease shall be subject to certification as to funds by the Controller, pursuant to Section 6.302 of the City Charter.

Acting Director of Real Estate Division

Mayor Lee BOARD OF SUPERVISORS



City and County of San Francisco Tails

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

Resolution

File Number: 121046

Date Passed: November 06, 2012

Resolution authorizing the lease of 10,469 sq. ft. of space at 110-12th Street with the St. James Family Partnership, L.P., for use by the Office of Contract Administration's ReproMail for the term of approximately ten years commencing on February 1, 2013 and terminating January 31, 2023 for the renovation of the property.

November 06, 2012 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar, Olague and Wiener

File No. 121046

I hereby certify that the foregoing Resolution was ADOPTED on 11/6/2012 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Mayo

11/1/12

Date Approved