[Real Property Lease - New Cingular Wireless PCS, LLC - 375 Laguna Honda Boulevard - \$120,000 Initial Annual Base Rent]

Resolution authorizing and approving the lease of a telecommunications facilities on a portion of the roof at 375 Laguna Honda Boulevard with New Cingular Wireless PCS, LLC, for a ten-year term at an initial annual rent of \$120,000 or the monthly base rent of \$10,000 with a 3% annual adjustment thereafter, and two five-year options to extend, with tenant responsible for all services and utilities, to commence upon execution after approval by the Board of Supervisors and Mayor, in their respective sole and absolution discretion.

WHEREAS, The City and County of San Francisco ("City") owns real property at 375 Laguna Honda Boulevard ("Building"), under the jurisdiction of the Department of Public Health ("DPH"); and

WHEREAS, In 1997, the City entered into a telecommunications lease for a portion of the roof and a portion of space inside the Building with the Bay Area Cellular Telephone Company aka AT&T Wireless; and

WHEREAS, AT&T Wireless, now New Cingular Wireless PCS, LLC, desires to upgrade and replace a portion of its telecommunications equipment at 375 Laguna Honda Blvd.; and

WHEREAS, The City, through its Real Estate Division and with consultation from the Office of the City Attorney, and New Cingular Wireless PCS, LLC ("Cingular"), formerly AT&T Wireless ("Tenant") have negotiated the proposed lease ("Lease"), which provides an initial Base Rent of \$120,000 per year (\$10,000 per month) with an annual adjustment of 3% each January 1st and includes two five-year options to extend the Lease; and

WHEREAS, Tenant is currently responsible for reimbursement to City for utilities and will continue to reimburse City for utilities; and

WHEREAS, Tenant warrants that it has or will have acquired all licenses, permits, and other regulatory approvals required for the upgrades and revisions to its telecommunications equipment on the rooftop, side of building and inside equipment room, for the operation of the Tenant's telecommunications facilities; and

WHEREAS, Individual cellular company network needs typically make competitive bidding impractical, especially where a company has already placed equipment, but approval of this Lease shall not preclude another cellular carrier from installing facilities atop the same property in the future; and

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

WHEREAS, The term of the lease shall be for ten (10) years commencing upon approval by the Board of Supervisors and Mayor; and

WHEREAS, Tenant shall have two five-year option terms to extend the Lease unless Tenant is in default; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of the Department of Public Health, the Director of Property and the City Attorney, 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. 210912) at 375 Laguna Honda Blvd., at a Base Rent of \$120,000 per year, with annual escalation of 3%, for an initial ten year term and two five-year options to extend; and, be it

FURTHER RESOLVED, The Board of Supervisors approves the Lease in substantially the form in the Board's File and authorizes the Director of Property to take all actions, on behalf of City, to enter into any amendments or modifications (including without limitation, the exhibits) 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 purposes and intent of this Resolution and are in compliance with all applicable laws, including City's Charter; and, be it

FURTHER RESOLVED, That the Lease contains language indemnifying and holding harmless the City from, and agreeing to defend the City against, any and all claims, costs and expenses, including, without limitation, reasonable attorney's fees, incurred as a result of Tenant's use of the Premises; and, be it

FURTHER RESOLVED, That the Competitive Bidding Procedures would be impractical or impossible due to Federal law and individual cellular company network needs, including the existing Tenant equipment on the roof and building; and, be it

FURTHER RESOLVED, That any action heretofore taken by any City employee or official with respect to the exercise of the Lease as set forth herein is hereby approved, confirmed and ratified; and, be it

FURTHER RESOLVED, That within thirty (30) days of the Lease agreement being fully executed by all parties, the Director of Property shall provide a copy of the Lease agreement to the Clerk of the Board to include into the official file.

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2	RECOMMENDED:
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4	<u>/s/</u> Dr. Grant Colfax
5	Director of Health Department of Public Health
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8	RECOMMENDED:
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10	/s/ Andrico Q. Penick
11	Director of Property Real Estate Division
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City and County of San Francisco **Tails**

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

Resolution

File Number:

210912

Date Passed: October 05, 2021

Resolution authorizing and approving the lease of a telecommunications facilities on a portion of the roof at 375 Laguna Honda Boulevard with New Cingular Wireless PCS, LLC, for a ten-year term at an initial annual rent of \$120,000 or the monthly base rent of \$10,000 with a 3% annual adjustment thereafter, and two five-year options to extend, with tenant responsible for all services and utilities, to commence upon execution after approval by the Board of Supervisors and Mayor, in their respective sole and absolution discretion.

September 29, 2021 Budget and Finance Committee - RECOMMENDED

October 05, 2021 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Haney, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 210912

I hereby certify that the foregoing Resolution was ADOPTED on 10/5/2021 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

London N. Breed Mayor

Date Approved