[Real Property Lease - Bayview Plaza, LLC - 3801 Third Street, Suites 200, 205, 210, 230, 235, 240, 220 and 250 - \$526,251 Initial Base Year Rent]

Resolution approving and authorizing the Director of Property, on behalf of the Human Services Agency, to execute a Lease Agreement for a term of three years with one five-year option with Bayview Plaza, LLC for approximately 15,947 square feet of space located at 3801 Third Street, Suites 200, 205, 210, 220, 230, 235, 240 and 250 at an annual base rent of \$526,251 with no annual rent increases commencing upon approval of this Resolution; and authorizing the Director of Property to execute any amendments or modifications to the Lease including exercising options to extend the agreement term, make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary to effectuate the purposes of the Lease or this Resolution.

WHEREAS, The Human Services Agency (the "HSA") has occupied the 15,947 square foot premises at 3801 Third Street, Suites 200, 205, 210, 220, 230, 235, 240 and 250 since 1998 and currently operates its Family and Children's Services (Child Welfare) program; and

WHEREAS, The lease agreement had an expiration date of November 30, 2024, and is in holdover currently; and

WHEREAS, The Real Estate Division ("RED") on behalf of the Human Services

Agency in consultation with the City Attorney has negotiated a new fully serviced Lease

Agreement with a three-year term with one option to extend the term for five years at 95%

of the prevailing market rent; and

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WHEREAS, The proposed annual rent of \$526,251 or \$33 per square foot fully serviced with no escalations was determined to be equal or below fair market rent by the Director of Property and that no appraisal was required by Administrative Code, Chapter 23; and

WHEREAS, A copy of the proposed Lease Agreement is on file with the Clerk of the Board in File No. 250323; now, therefore, be it

RESOLVED. That in accordance with the recommendation of the Director of Property, on behalf of the Human Services Agency, the Board of Supervisors approves the Lease Agreement and authorizes the Director of Property to take all actions on behalf of the City necessary or advisable to effectuate the Lease Agreement with Bayview Plaza, LLC as the Landlord, for 3801 Third Street, Suites 200, 205, 210, 220, 230, 240, and 250, substantially in the form on file with the Clerk of the Board of Supervisors in File No. 250323; and, be it

FURTHER RESOLVED. That commencing upon the approval by the Board of Supervisors and Mayor, the annual base rent shall be \$526,251 (approximately \$33 per square foot) with no annual rent increases; and, be it

FURTHER RESOLVED, Authorizing the Director of Property to execute any amendments to the Lease, options to extend to the Lease term, and make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Lease Agreement or this Resolution; and, be it

FURTHER RESOLVED, That within 30 days of the Lease Agreement being fully executed by all parties, the Director of Property shall provide the final Lease Agreement to the Clerk of the Board for inclusion into the official file.

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Available: \$131,562.75 (base rent for period April 1, 2025 Through 6/30/2025)

Fund ID:	10000	GF Annual Account Ctrl
Department ID:	149657	HSA AM Central Mgmt
Project ID:	10001700	HS AD County Expense Claim
Authority ID:	10000	Operating
Account ID:	530110	Property Rent
Activity ID:	1	Allocable Staff & Overhead

<u>/s/</u>
Michelle Allersma, Budget and Analysis
Division Director on behalf of
Greg Wagner, Controller

RECOMMENDED:

Dan Kaplan
SFHSA Deputy Director for
Administration and Finance

<u>/s/</u>
Andrico Q. Pennick, Director of Property
Real Estate Division



## City and County of San Francisco Tails

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

Resolution

File Number: 250323 Date Passed: May 13, 2025

Resolution approving and authorizing the Director of Property, on behalf of the Human Services Agency, to execute a Lease Agreement for a term of three years with one five-year option with Bayview Plaza, LLC for approximately 15,947 square feet of space located at 3801 Third Street, Suites 200, 205, 210, 220, 230, 235, 240 and 250 at an annual base rent of \$526,251 with no annual rent increases commencing upon approval of this Resolution; and authorizing the Director of Property to execute any amendments or modifications to the Lease including exercising options to extend the agreement term, make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary to effectuate the purposes of the Lease or this Resolution.

May 07, 2025 Budget and Finance Committee - RECOMMENDED

May 13, 2025 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Melgar, Sauter,

Sherrill and Walton Excused: 1 - Mandelman

File No. 250323

I hereby certify that the foregoing Resolution was ADOPTED on 5/13/2025 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Daniel Lurie Mayor Date Approved