[Lease Extension Option Exercise - Michael C. Mitchell - 837 Malcolm Road, Burlingame - Annual Base Rent \$150,450]

Resolution approving the exercise of the second of two one-year extension options under Lease No. 09-0023, between Michael C. Mitchell and the City and County of San Francisco, acting by and through its Airport Commission, to extend the Lease for one year, for a period of May 1, 2024, through April 30, 2025, for a total term of April 21, 2009, through April 30, 2025, and increasing the annual rent to \$150,450 for office and industrial space occupied by the San Francisco International Airport Reprographics Department at 837 Malcolm Road, Burlingame.

WHEREAS, The San Francisco International Airport (Airport) Reprographics Department (Reprographics) currently occupies office and industrial space at 837 Malcolm Road, Burlingame (Burlingame Premises); and

WHEREAS, Reprographics provides full-service design, layout, art, production, large format printing, laminating, and mounting for the extensive graphics seen throughout the Airport; and

WHEREAS, Reprographics also provides services to other City and County of San Francisco (City) departments, such as the Board of Supervisors, San Francisco Film Commission, San Francisco Public Utilities Commission, and regular services for the Port of San Francisco; and

WHEREAS, On January 20, 2009, by Resolution No. 09-0023, the Airport Commission (Commission) approved Off-Airport Property Lease No. 09-0023 (Lease), providing approximately 6,000 square feet of office and industrial space at the Burlingame Premises to provide services to the Airport and City for a base term of five years plus one 3-year option to extend; and

Airport Commission BOARD OF SUPERVISORS WHEREAS, On October 26, 2010, by Resolution No. 10-0325, the Commission approved the First Amendment to the Lease, reducing the base rent and extending the initial five-year term for 14 months to expire on April 30, 2015; and

WHEREAS, On October 14, 2014, the San Francisco Real Estate Division, on behalf of the Airport, exercised the three-year option to extend the Lease with a corresponding cost of living rent increase, effective May 1, 2015, through April 30, 2018; and

WHEREAS, On April 3, 2018, by Resolution No. 18-0105, the Commission approved the Second Amendment to the Lease providing for (i) an adjustment of base rent, (ii) a 3% annual base rent increase annually, (iii) a term extension through April 30, 2023, with two oneyear options to extend (Extension Options), and (iv) certain tenant improvements constructed at the cost of the Airport; and

WHEREAS, On May 22, 2018, by Resolution No. 164-18, the Board of Supervisors approved the Second Amendment to the Lease; and

WHEREAS, On April 5, 2022, by Resolution No. 22-0054, the Commission approved the exercise of the first of two Extension Options, increasing the annual base rent by 3% to \$146,069 and extending the term through April 30, 2024.

WHEREAS, On May 17, 2022, by Resolution No. 218-22, the Board of Supervisors approved the exercise of the first of two Extension Options.

WHEREAS, Airport wishes to exercise the second of two Extension Options to extend the Lease term for one year, continuing the 3% annual base rent increase under the Lease to \$150,450; and

WHEREAS, On April 4, 2023, by Resolution No. 23-0091, the Commission approved the exercise of the second of two Extension Options, a copy of which is on file with the Clerk of the Board of Supervisors in File No. 230402, which is hereby declared to be part of this Resolution as if set forth fully herein; now, therefore, be it

Airport Commission BOARD OF SUPERVISORS

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RESOLVED, That the Board of Supervisors hereby approves the Commission's exercise of the second of two Extension Options under Lease No. 09-0023, between Michael C. Mitchell and the City and County of San Francisco, acting by and through its Airport Commission, to extend the Lease by one year ending April 30, 2025, and increase the annual rent to \$150,450.

Airport Commission BOARD OF SUPERVISORS



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

File Number: 230402

Date Passed: May 16, 2023

Resolution approving the exercise of the second of two one-year extension options under Lease No. 09-0023, between Michael C. Mitchell and the City and County of San Francisco, acting by and through its Airport Commission, to extend the Lease for one year, for a period of May 1, 2024, through April 30, 2025, for a total term of April 21, 2009, through April 30, 2025, and increasing the annual rent to \$150,450 for office and industrial space occupied by the San Francisco International Airport Reprographics Department at 837 Malcolm Road, Burlingame.

May 10, 2023 Budget and Finance Committee - RECOMMENDED

May 16, 2023 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai and Walton Excused: 1 - Stefani

File No. 230402

I hereby certify that the foregoing Resolution was ADOPTED on 5/16/2023 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

London N. Breed Mayor

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Date Approved