FILE NO. 231112

RESOLUTION NO. 565-23

[Real Property Lease - Anderson Enterprises, Inc. - Portion of Pier 68/70 Shipyard - Initial Monthly Rent of \$66,702.15]

Resolution approving Port Commission Lease No. L-17093 with Anderson Enterprises, Inc., a California corporation, located at the Pier 68/70 Shipyard for approximately 116,343 square feet of paved land and 2,010 square feet of shed space for an initial monthly rent of \$66,702.15 and a term of three years with three mutually agreeable oneyear extension options, effective upon approval of this Resolution; and to authorize the Executive Director of the Port of San Francisco to enter into amendments or modifications to the Port Commission License No. L-17093 that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution.

WHEREAS, California Statutes of 1968, Chapter 1333 (the "Burton Act") and Charter, Sections 4.114 and B3.581, empower the San Francisco Port Commission ("Port Commission") with the power and duty to use, conduct, operate, maintain, manage, regulate and control the lands within Port Commission jurisdiction in the City and County of San Francisco; and

WHEREAS, Anderson Enterprises, Inc. ("Anderson") is a tenant in good standing under its current Lease No. L-16471 at the Pier 68/70 Shipyard (the "Existing Premises"); and

WHEREAS, Port Staff has negotiated with Anderson the terms of new Lease No. L-17093 (the "Lease"), a copy of which is on file with the Clerk of the Board of Supervisors in File No. 231112, which will have an initial three year term with three mutually agreeable oneyear extension options for the use of a portion of the Existing Premises comprised of approximately 116,343 square feet of paved land and 2,010 square feet of shed space at the

Port of San Francisco BOARD OF SUPERVISORS

Pier 68/70 Shipyard (reduced from 128,935 square feet of paved land and 2,010 square feet of shed space in the Existing Premises); and

WHEREAS, The permitted uses under the proposed Lease are a continuation of an existing use, and has no potential to result in any new direct or indirect physical change to the environment; approval of the proposed Lease is therefore not a project subject to review under the California Environmental Quality Act (CEQA); and

WHEREAS, The Lease will initially generate revenues of approximately \$66,000 per month, increasing to approximately \$71,000 per month during the last year of the initial term for the 116,343 square feet of paved land and 2,010 square feet of shed space; and

WHEREAS, Charter, Section 9.118, requires Board of Supervisors' approval of nonmaritime leases under the jurisdiction of the Port Commission which either have a term in excess of ten years or have anticipated revenue to the City of \$1,000,000 or more; and

WHEREAS, The Port anticipates revenues from this Lease to exceed \$1,000,000; now, therefore be it

RESOLVED, That the Board of Supervisors hereby approves the proposed Lease and authorizes the Executive Director of the Port or her designee to execute such Lease in a form approved by the City Attorney and in substantially the same form as the Lease on file with the Clerk of the Board of Supervisors in File No. 231112; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Port Executive Director to enter into any additions, amendments or other modifications to the Lease that the Port Executive Director, in consultation with the City Attorney, determines, when taken as a whole, to be in the best interest of the Port, do not materially increase the obligations or liabilities of the City or the Port, and are necessary or advisable to complete the transactions which this Resolution contemplates and effectuate the purpose and intent of this Resolution,

Port of San Francisco BOARD OF SUPERVISORS

such determination to be conclusively evidenced by the execution and delivery by the Port Executive Director of such documents; and, be it

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

Port of San Francisco BOARD OF SUPERVISORS



City and County of San Francisco Tails Resolution

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

File Number: 231112

Date Passed: November 28, 2023

Resolution approving Port Commission Lease No. L-17093 with Anderson Enterprises, Inc., a California corporation, located at the Pier 68/70 Shipyard for approximately 116,343 square feet of paved land and 2,010 square feet of shed space for an initial monthly rent of \$66,702.15 and a term of three years with three mutually agreeable one-year extension options, effective upon approval of this Resolution; and to authorize the Executive Director of the Port of San Francisco to enter into amendments or modifications to the Port Commission License No. L-17093 that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution.

November 15, 2023 Budget and Finance Committee - NOT RECOMMENDED

November 28, 2023 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 231112

I hereby certify that the foregoing Resolution was ADOPTED on 11/28/2023 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