

**RESOLUTION NO. 41-2006**

Adopted March 21, 2006

**AUTHORIZING A THREE-YEAR LEASE WITH MERCY HOUSING CALIFORNIA, A CALIFORNIA LIMITED PARTNERSHIP, FOR OFFICE SPACE LOCATED AT 1035 FOLSOM STREET FOR THE SOUTH OF MARKET PROJECT AREA COMMITTEE AND AUTHORIZING RELATED COSTS, IN A TOTAL AMOUNT NOT TO EXCEED \$162,331, SUBJECT TO APPROPRIATION; SOUTH OF MARKET REDEVELOPMENT PROJECT AREA**

**BASIS FOR RESOLUTION**

1. The Redevelopment Agency of the City and County of San Francisco ("Agency") entered into a lease with Mercy Housing California for office space for the South of Market Project Area Committee ("PAC") on July 21, 1998.
2. The location at 1035 Folsom Street is well-known to the community as the South of Market PAC office.
3. South of Market PAC members have requested that it continue its operation at the current location.
4. The proposed lease is for three years with a three-year option with rent and projected related costs for the first year of \$25,050. There are 3% increases in rent and related fees in succeeding years and a contingency amount for other costs. The total projected rental expenditure will not exceed \$162,331. Payment of all amounts after the first year is subject to appropriation by the Agency Commission and the Board of Supervisors through the Agency's annual budget process.

**RESOLUTION**

**ACCORDINGLY, IT IS RESOLVED** by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is authorized to execute a three-year lease with a three-year option with Mercy Housing California for the South of Market Project Area Committee office located at 1035 Folsom Street and expenditure of related costs in an amount not to exceed \$162,331, substantially in the form lodged with the Agency General Counsel.

**APPROVED AS TO FORM:**



James B. Morales  
Agency General Counsel