# Health Commission Review of An Office Lease Between City and County of San Francisco, as Landlord and

San Francisco General Hospital Foundation, as Tenant For The Lease of 2789 25<sup>th</sup> Street, Suite 2028 San Francisco, CA

Lease date 3/15/2022





SAN FRANCISCO DEPARTMENT OF PUBLIC HEALTH



Full Health Commission November 1, 2022

## **Topics & Presenters**

- Lease Background and Overview Mark Primeau (DPH)
- Lease Details Terms and Conditions Jeff Suess (Real Estate)
- Partnership Between DPH and San Francisco General Hospital Foundation Kim Meredith, CEO (SFGHF)

  Gerry Chow, CFO (SFGHF)
- Project Renovations and Photos Mark Primeau / Jason Zook (DPH)
- Questions.

## **Lease Background and Overview**

- In 2014/2015 former Health Director requested that all leases on ZSFG Campus be updated to current market conditions-this partially came about when we were negotiating with UCSF on the Ground lease for the new Research & Academic Facility, and it was noted that many of the leases on Campus needed to be updated.
- One of the leases that needed updating was for the San Francisco General Hospital Foundation (SFGHF). A short term lease was executed in April 2018. In 2018/2019, a long term lease (20 year base duration with an option for 2 extensions, 10 years each) was being drafted but was knocked off schedule due to the pandemic.
- The leased space (Second Floor) at 2789 25<sup>th</sup> St. needed renovation work to accommodate increases in staffing, much needed HVAC work, and an expansion of square footage.
- The Foundation kicked in \$2,178,000 and the City put in \$630,000 for the tenant improvements.

## **Lease Details – Terms and Conditions**

**Lease Reference Date: March 15, 2022** 

Landlord: CITY AND COUNTY OF SAN FRANCISCO, a municipal corporation

**Tenant: The San Francisco General Hospital Foundation** 

Building (Section 2.1): Office building located at 2789 25th Street, San Francisco, California

Premises (Section 2.1): Space on the 2nd floor of the Building, designated as Suite 2028, and shown on the floor plan attached as Exhibit A.

Rentable Area of Premises (Section 2.1): Approximately 4,943 leasable/gross square feet

**Base Rent (Section 4.1): No charge** 

Use (Section 5.1): Office and administrative functions for Tenant in support of ZSFGH.

## **Lease Details – Terms and Conditions**

Term (Section 3.1)

Extension Options (Section 3.4): Twenty (20) years Estimated Commencement Date: TBD Estimated Expiration Date: TBD Tenant shall have the option to extend the Term for two (2) additional periods of ten (10) years (each an "Extension Term"), as set forth in Section 27.1.

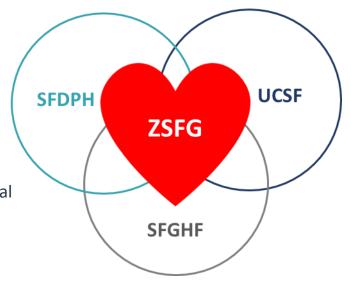
**Base Rent (Section 4.1): No charge** 

Use (Section 5.1): Office and administrative functions for Tenant in support of ZSFGH.

### Partnership Between DPH and San Francisco General Hospital Foundation

## San Francisco Department of Public Health

- Protecting and promoting the health of all San Francisco
- Leads nationally in public hospital funding





- Top tier medical school in US
- Exceptional faculty and students
- Clinical and research excellence

- · Raised the largest private gift for a public hospital nationally
- Second oldest public hospital foundation
- Committed to health equity

## Partnership Between DPH and San Francisco General Hospital Foundation

#### Transforming Mental and Behavioral Health

ZSFG is on the front lines of the mental health crisis in San Francisco, providing a strong safety net and compassionate care, while leading the charge for innovations in mental health care.

#### Trauma

As the Level 1 trauma center for our city, ZSFG is equipped to handle trauma and emergencies with expertise and compassion.

#### **Healthy Families**

With the largest birthing center in the city, ZSFG is the start of so many healthy lives. Connected care ensures children and families feel supported as they grow.

#### Wellness

Health as a human right depends on equitable access to resources, education, prevention, and treatment throughout a lifetime.

# **Project Renovation and Photos**

**Before** 



Offices



**After** 



Reception





**Conference room** 



# **Project Renovation and Photos**

**Before** 



Windows



**After** 



Floor leveling





**Support** 



# Questions