

Mayor's Office of Housing and Community Development
City and County of San Francisco



London N. Breed
Mayor

Eric D. Shaw
Director

To: File
From: Cindy Heavens
Re: Midtown Park Apartments Professional Services Contract.
Date: July 1, 2021

Kalco Properties Inc. began managing the property through an Assignment, Assumption and Consent Agreement dated January 1, 2020 made among the City, acting through MOHCD, Mercy Midtown Inc., a California nonprofit public benefit corporation, and Kalco Properties, Inc (the "Assignment Agreement"). Because the original Management and Lease Agreement between MOHCD and Mercy Midtown Inc dated January 31, 2014 (the "Original Management and Lease Agreement") is month-to-month ("short term"), and as such, there has not been a transfer of ownership of the property.

As a City property, the property management function of Midtown Parks Apartments needed to be approved by the Civil Service Commission. MOHCD's City Attorney did not believe it was necessary to execute a new property management contract after MOHCD received approval to enter into a PSC with Kalco Properties Inc. for Midtown Park Apartments. Kalco is managing the property under the Assignment Agreement.