



November 9, 2007

Ms. Nannie R. Turrell
Planning Department, Major Environmental Analysis
City and County of San Francisco
1650 Mission Street, Suite 400
San Francisco, CA 94103

Re: Environmental Review
Project # 2002.0376E (8 Washington Street) (Project)

Dear Ms. Turrell:

By this letter, the Port of San Francisco (Port) modifies its December 19, 2006 letter authorizing the San Francisco Planning Department Major Environmental Assessment (MEA) to undertake environmental review under the California Environmental Quality Act (CEQA) of revisions to the Project previously analyzed in the above-referenced file and authorizes the publication of the initial study on the revised Project. A revised version of the environmental application will follow shortly.

San Francisco Waterfront Partners II (SFWP), which has an option to purchase 8 Washington Street, has filed a new application on behalf of Golden Gateway Center, a mixed-use development project (Project) for 8 Washington that combines privately held land with a Port-owned parcel known as Seawall Lot 351 (SWL351). Although the Project includes development on SWL351, the Port has not offered SWL351 for development, has not entered into exclusive negotiations or any other arrangement with SFWP regarding SWL351 and is not a sponsor of the Project. The Port has authorized the CEQA analysis to proceed to evaluate the Project and other development options for SWL351. This letter authorizes the release of the initial study and restates the conditions upon which the Port has authorized SWL351 to be included in the Project description.

The Waterfront Land Use Plan encouraged the Port to "Explore the possibility of obtaining economic value from Seawall Lot 351 by combining it with the adjacent Golden Gateway residential site [8 Washington Street] to provide expanded opportunities for mixed residential and commercial development." The Port welcomes initiating a public review of SFWP's proposed Project as well as other development alternatives for SWL351 especially those that support the on-going success of the Ferry Building area.

In addition to the Project, the EIR will consider alternatives to the Project to provide technical analyses to inform Port policy making for the use of SWL351. These alternatives, studied at a programmatic level, will assume that the Port and/or SFWP move forward separately with development of their respective lands.

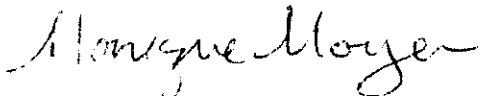
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The Port authorizes the continuation of MEA's CEQA analysis on the following conditions:

- The Port is kept fully informed of the progress of the environmental review and is invited to participate in all key meetings between MEA and SFWP on the Project.
- The Port is provided adequate advance opportunity to review and comment on all material aspects of the environmental review including the Project description, variants, alternatives and draft documents.
- The Port is provided adequate advance opportunity to approve, in Port's sole and absolute discretion, any mitigations or conditions that would bind or purport to bind the Port, including any property under its jurisdiction.
- As the Port is neither a co-sponsor of the Project nor in exclusive negotiations with SFWP for the development of SWL351, public monies are not a part of the proposed Project.

The Port retains the authority to revoke or further modify in writing this authorization at any time for any reason whatsoever. Further, this authorization is not an approval of the Project or a commitment to develop SWL351 for any use.

Sincerely yours,



Monique Moyer
Executive Director