



DIVISION OF  
CORPORATION FINANCE

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

January 31, 2013

Via E-mail

Mr. Michael A. Coke  
Chief Financial Officer  
Terreno Realty Corporation  
101 Montgomery Street, Suite 200  
San Francisco, CA 94104

**Re: Terreno Realty Corporation  
Form 10-K for the fiscal year ended December 31, 2011  
Filed February 22, 2012  
File No. 1-34603**

Dear Mr. Coke:

We have reviewed your response letter filed on January 10, 2013 and have the following additional comment.

Please respond to this letter within ten business days by amending your filing, by providing the requested information, or by advising us when you will provide the requested response. If you do not believe our comment applies to your facts and circumstances or do not believe an amendment is appropriate, please tell us why in your response.

After reviewing any amendment to your filing and the information you provide in response to our comment, we may have additional comments.

Form 10-K for the year ended December 31, 2011

Management's Discussion and Analysis of Financial Condition and Results of Operations

Critical Accounting Policies

*Property Acquisitions, pages 41 and 42*

1. We note your response to comment three and your proposed disclosure. Please tell us in sufficient detail how you make the determination that renewal rent is sufficiently below a fair market rental rate at the time of renewal so that you would consider it a "bargain renewal option". In your response, tell us whether or not you apply thresholds in order to make this determination.

Mr. Michael A. Coke  
Terreno Realty Corporation  
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You may contact Howard Efron, Staff Accountant, at (202) 551-3439 or me at (202) 551-3295 if you have questions regarding comments on the financial statements and related matters.

Sincerely,

/s/ Jennifer Monick

Jennifer Monick  
Senior Staff Accountant