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[Mills Act Historical Property Contract - 563-567 Waller Street]

Resolution approving a Mills Act historical property contract under Administrative Code, Chapter 71, between Brandon Miller and Jay Zalewski, the owners of 563-567 Waller Street, and the City and County of San Francisco for an initial term of ten years and for an amount to be defined to commence following Board approval; and authorizing the Planning Director and the Assessor to execute the historical property contract.

WHEREAS, The California Mills Act (Government Code Section 50280 et seg.) authorizes local governments to enter into a contract with the owners of a qualified historical property who agree to rehabilitate, restore, preserve, and maintain the property in return for property tax reductions under the California Revenue and Taxation Code; and

WHEREAS, San Francisco contains many historic buildings that add to its character and international reputation and that have not been adequately maintained, may be structurally deficient, or may need rehabilitation, and the costs of properly rehabilitating, restoring, and preserving these historic buildings may be prohibitive for property owners; and

WHEREAS, Chapter 71 of the San Francisco Administrative Code was adopted to implement the provisions of the Mills Act and to preserve these historic buildings; and

WHEREAS, 563-567 Waller Street is a contributor the Duboce Park Landmark District under Article 10 of the Planning Code and thus qualifies as an historical property as defined in Administrative Code, Section 71.2; and

WHEREAS, A Mills Act application for an historical property contract has been submitted by Brandon Miller and Jay Zalewski, the owners of 563-567 Waller Street, detailing completed rehabilitation work and proposing a maintenance plan for the property; and

WHEREAS, As required by Administrative Code Section 71.4(a), the application for the historical property contract for 563-567 Waller Street was reviewed by the Assessor's Office and the Historic Preservation Commission; and

WHEREAS, The Assessor has reviewed the historical property contract and has provided the Board of Supervisors with an estimate of the property tax calculations and the difference in property tax assessments under the different valuation methods permitted by the Mills Act in its report transmitted to the Board of Supervisors on October 21, 2014, which report is on file with the Clerk of the Board of Supervisors in File No. 141103 and is hereby declared to be a part of this motion as if set forth fully herein; and

WHEREAS, The Historic Preservation Commission recommended approval of the historical property contract in its Resolution No. <u>738</u>, which Resolution is on file with the Clerk of the Board of Supervisors in File No <u>141103</u> and is hereby declared to be a part of this resolution as if set forth fully herein; and

WHEREAS, The draft historical property contract between Brandon Miller and Jay Zalewski, the owners of 563-567 Waller Street, and the City and County of San Francisco is on file with the Clerk of the Board of Supervisors in File No. <u>141103</u> and is hereby declared to be a part of this resolution as if set forth fully herein; and

WHEREAS, The Board of Supervisors has conducted a public hearing pursuant to Administrative Code, Section 71.4(d) to review the Historic Preservation Commission's recommendation and the information provided by the Assessor's Office in order to determine whether the City should execute the historical property contract for 563-567 Waller Street; and

WHEREAS, The Board of Supervisors has balanced the benefits of the Mills Act to the owner of 563-567 Waller Street with the cost to the City of providing the property tax reductions authorized by the Mills Act, as well as the historical value of 563-567 Waller Street and the resultant property tax reductions; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby approves the historical property contract between Brandon Miller and Jay Zalewski, the owners of 563-567 Waller Street, and the City and County of San Francisco; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the Planning Director and the Assessor to execute the historical property contract.



## City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

## Resolution

File Number: 141103

Date Passed: November 25, 2014

Resolution approving a Mills Act historical property contract under Administrative Code, Chapter 71, between Brandon Miller and Jay Zalewski, the owners of 563-567 Waller Street, and the City and County of San Francisco for an initial term of ten years and for an amount to be defined to commence following Board approval; and authorizing the Planning Director and the Assessor to execute the historical property contract.

November 19, 2014 Budget and Finance Committee - REFERRED WITHOUT RECOMMENDATION

November 25, 2014 Board of Supervisors - ADOPTED

Ayes: 9 - Breed, Campos, Chiu, Farrell, Kim, Mar, Tang, Wiener and Yee

Noes: 1 - Avalos Excused: 1 - Cohen

File No. 141103

I hereby certify that the foregoing Resolution was ADOPTED on 11/25/2014 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved