[Expend Grants - Qualified Legacy Businesses - Legacy Business Program - Amounts Up to \$1,000,000]

Resolution authorizing the Office of Small Business to expend grant funds in the amount of up to \$1,000,000 to disburse grants to Qualified Legacy Businesses who apply for business assistance grants between October 1, 2016, and December 15, 2016.

WHEREAS, The Office of Small Business ("OSB") operates under the Small Business Commission, which oversees grants and programs concerning and benefiting small businesses in San Francisco; and

WHEREAS, In 2015, the voters adopted Proposition J, codified at Administrative Code Sections 2A.242-243, which seeks to recognize longstanding, community-serving businesses by directing OSB to establish and maintain a Registry of the Legacy Businesses in San Francisco; and

WHEREAS, Proposition J defines a Legacy Business as a business that the Small Business Commission following a noticed hearing has found meets certain criteria, as detailed in Administrative Code Section 2A.242(b), following a nomination by the Mayor or a Member of the Board of Supervisors; and

WHEREAS, Proposition J established the Legacy Business Historic Preservation Fund (the "Fund"), and directs OSB to award annual business assistance grants from the Fund to all Qualified Legacy Businesses in an amount based on the number of full-time equivalent employees employed by the Qualified Legacy Business as of the immediately preceding June 30, with the limitation that the total combined grants paid to all Qualified Legacy Businesses in a fiscal year shall not exceed appropriations, as set forth in Administrative Code Section 2A.243(b)(3); and

WHEREAS, Under Administrative Code, Section 2A.243(b)(1), a Qualified Legacy Business is a Legacy Business that (A) annually files an application for the grant with OSB between July 1 and September 30; (B) has no amounts owing to the City as a result of fines, penalties, interest, assessments, taxes, fees, or any other financial obligations imposed by law, regulation, or contract that were delinquent as of the date of application; and (C) meets all other requirements for the grant established by Administrative Code, Section 2A.243 and by any rules and regulations of the Small Business Commission; and

WHEREAS, On July 26, 2016, the Board of Supervisors adopted Ordinance
No. 145-16, signed by the Mayor on August 1, 2016, which appropriated \$1,000,000 for
grants and \$20,400 for related administrative expenses to implement the Legacy Business
Registry and the Fund; and

WHEREAS, OSB and the Small Business Commission are implementing the Registry and the Fund but will be unable to finish processing all Legacy Business nominations in time for the nominated businesses to meet the September 30, 2016, deadline for filing applications for business assistance grants; and

WHEREAS, To accommodate Legacy Businesses who are unable to apply for business assistance grants before September 30, 2016, and as part of its implementation of Proposition J, OSB seeks authorization to expend any Fund proceeds that remain, following the disbursement of business assistance grants to Qualified Legacy Businesses who did file grant applications between July 1, 2016, and September 30, 2016, on business assistance grants to additional Legacy Businesses who file grant applications between October 1, 2016, and December 15, 2016, provided that those businesses meet all other criteria for being deemed Qualified Legacy Businesses under Administrative Code, Section 2A.243(b)(1); and

WHEREAS, Allowing OSB to disburse business assistance grants to additional Qualified Legacy Businesses who have filed grant applications between October 1, 2016, and

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December 15, 2016 would effectuate the purposes of Ordinance No. 145-16 and Proposition J; now, therefore be it

RESOLVED, that OSB is hereby authorized to expend any amounts appropriated to the Fund for grants by Ordinance No. 145-16 that remain, following the disbursement of business assistance grants to Qualified Legacy Businesses who filed applications between July 1, 2016 and September 30, 2016, on business assistance grants to additional Legacy Businesses that (a) have filed an application for a grant with OSB between October 1, 2016, and December 15, 2016; (B) have no amounts owing to the City as a result of fines, penalties, interest, assessments, taxes, fees, or any other financial obligations imposed by law, regulation, or contract that were delinquent as of the date of application; and (C) meet all other requirements for the grant established by Administrative Code Section 2A.243 and by any rules and regulations of the Small Business Commission; and be it

FURTHER RESOLVED, that OSB is hereby authorized to expend any further amounts that may be lawfully appropriated to the Fund on business assistance grants to additional Legacy Businesses that have filed an application for a grant with OSB between October 1, 2016, and December 15, 2016 and meet the above criteria for receiving a grant.

Recommended By:

Regina Dick-Endriz⁄zi

Executive Director

Office of Small Business



City and County of San Francisco **Tails**

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

Resolution

File Number:

161026

Date Passed: October 04, 2016

Resolution authorizing the Office of Small Business to expend grant funds in the amount of up to \$1,000,000 to disburse grants to Qualified Legacy Businesses who apply for business assistance grants between October 1, 2016, and December 15, 2016.

September 28, 2016 Budget and Finance Committee - RECOMMENDED

October 04, 2016 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

File No. 161026

I hereby certify that the foregoing Resolution was ADOPTED on 10/4/2016 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board