[Administrative Code - Trial Courts Courthouse Construction Fund - Termination of Penalties for Court Construction]

Ordinance amending the Administrative Code to delete the Trial Courts Courthouse Construction Fund; and to reduce amounts that the City previously added to courtimposed penalties, fines, or forfeitures in San Francisco to support the acquisition, rehabilitation, construction, and financing of courtrooms or courtroom buildings.

NOTE: Unchanged Code text and uncodified text are in plain Arial font. Additions to Codes are in <u>single-underline italics Times New Roman font</u>. Deletions to Codes are in <u>strikethrough italics Times New Roman font</u>. Board amendment additions are in <u>double-underlined Arial font</u>. Board amendment deletions are in <u>strikethrough Arial font</u>. Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Background.

California Government Code Sections 76100 and 70625 authorize the Board of Supervisors (the "Board") to establish a Courthouse Construction Fund for the purpose of assisting the City and County of San Francisco (the "City") in the acquisition, rehabilitation, construction, and financing of courtrooms or courtroom buildings containing facilities necessary for or incidental to the operation of the justice system, and require the City to place certain surcharges on court filing fees and court-imposed fines, penalties, and forfeitures into the Fund.

In compliance with an earlier iteration of the Government Code, the Board of Supervisors established the Courthouse Temporary Construction Fund and authorized the collection of an additional penalty of \$7 for every \$10 or fraction thereof on certain court-

imposed fines, penalties, and forfeitures, to be placed into that fund. In 1992, following a change in State law, the Board enacted Resolution No. 714-92, which renamed the fund as the Courthouse Construction Fund.

In Resolution No. 713-92, under Government Code Sections 76000, et seq., the Board authorized an additional penalty of \$2.50 for every parking offense where a parking penalty, fine, or forfeiture is imposed by the courts in San Francisco, and required the Treasurer to deposit the surcharge in the Courthouse Construction Fund. The same resolution required the Treasurer to deposit into the Fund \$.01 for every \$10 or fraction thereof collected for every court-imposed fine, penalty, or forfeiture for criminal offenses and violations of the Vehicle Code other than parking offenses.

In Ordinance No. 316-00, the Board codified the Trial Courts Courthouse Construction Fund (the "Fund") in Administrative Code Section 10.100-353.

Under Government Code Section 70402, any amount in the Fund must be transferred to the State Court Facilities Construction Fund at the later of either (1) the date of the last transfer of responsibility for court facilities from the City to the Judicial Council or December 31, 2009, whichever is earlier; or (2) the date of the final payment of the bonded indebtedness for any court facility that is paid from that fund is retired. The City's bond indebtedness on the Civic Center Courthouse concluded on April 1, 2021, triggering the requirement for the City to transfer any remaining monies in the Fund.

Section 2. Termination of Surcharges.

(a) The \$2.50 added penalty authorized under Government Code Section 76000(b) and approved by the Board in Resolution No. 713-92 is hereby reduced by \$1.50 as provided in Section 76000(d), such that the total amount of the added penalty shall be \$1. That

remaining \$1 penalty authorized under California Government Code Section 76000 shall be deposited into the City's General Fund as provided in that Section.

(b) The \$7 additional penalty approved in Resolution No. 713-92 authorized by Section 76000(a) is hereby reduced by \$0.01 as provided in Section 76000(e), such that the total amount of the additional penalty under California Government Code Section 76000 shall be \$6.99.

Section 3. Chapter 10, Article XIII, of the Administrative Code is hereby amended by deleting Section 10.100-353, as follows:

## SEC. 10.100-353. TRIAL COURTS COURTHOUSE CONSTRUCTION FUND.

(a) Establishment of Fund. The Trial Courts Courthouse Construction Fund is established as a category four fund for the purpose of receiving all funds collected pursuant to Resolution No. 713-92 of the Board of Supervisors of the City and County of San Francisco as authorized by Section 76238 of the California Government Code from surcharges on first filing fees, and all funds collected pursuant to Resolution No. 713-92 as authorized by Sections 76000 and 76100 of the California Government Code from penalty assessments in criminal and parking cases.

(b) Use of Fund. The monies in this fund are payable only for the purpose of assisting the City and County of San Francisco (the "City") in the acquisition, rehabilitation, construction and financing of courtrooms or of a courtroom building or buildings containing facilities necessary or incidental to the operation of the justice system at the time necessary therefor. In conjunction therewith, the monies in such fund including interest, may be applied to pay or reimburse the City for any lease rental payments or debt service payments or any other costs and expenses incurred by the City in connection with any lease financing or other financing entered into for the purpose of acquiring, rehabilitating, or constructing courtrooms, a courthouse building or buildings or courtroom facilities as hereinabove described. Such payments may be applied, upon the recommendation of the Director of Public Finance, to the prepayment or early retirement of lease revenue bonds or any other type of indebtedness or obligation issued or executed and delivered for the foregoing purposes. The monies in such fund, including interest, may also be used to rehabilitate existing courtrooms or an existing courtroom building or buildings for other uses if new courtrooms or a courtroom building or buildings are acquired, constructed or financed, or to acquire, rehabilitate, construct or finance excess courtrooms or an excess courtroom building or buildings if such excess is anticipated to be needed at a later time. Should any such excess courtrooms or courtroom buildings be leased or rented for uses other than the operation of the justice system until such time as such excess courtrooms or excess courtroom building or buildings are needed for the operation of the justice system, any amounts received as lease or rental payments pursuant to this subdivision shall be deposited in the San Francisco Courthouse Construction Fund.

(c) Administration of Fund. All funds shall be expended as jointly determined by the Courthouse Construction Fund Committee (consisting of the Presiding Judges of the Superior and Municipal Courts, the Executive Officer of the Superior Court and the Clerk of the Municipal Court), with the approval of the Board of Supervisors. The fund shall be maintained by the Controller's Office which shall record all receipts and expenditures.

Section 4. Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.

Controller BOARD OF SUPERVISORS

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1	Section 5. The Clerk of the Board of Supervisors is directed to file a copy of this
2	ordinance in the Board file for Resolution No. 713-92.
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4	APPROVED AS TO FORM:
5	DENNIS J. HERRERA, City Attorney
6	By: /s/
7	JON GIVNER Deputy City Attorney
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	Controller BOARD OF SUPERVISORS

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## City and County of San Francisco Tails Ordinance

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

File Number: 211109

Date Passed: April 19, 2022

Ordinance amending the Administrative Code to delete the Trial Courts Courthouse Construction Fund; and to reduce amounts that the City previously added to court-imposed penalties, fines, or forfeitures in San Francisco to support the acquisition, rehabilitation, construction, and financing of courtrooms or courtroom buildings.

April 06, 2022 Budget and Finance Committee - RECOMMENDED

April 12, 2022 Board of Supervisors - PASSED ON FIRST READING

Ayes: 10 - Chan, Haney, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai and Walton Excused: 1 - Stefani

April 19, 2022 Board of Supervisors - FINALLY PASSED

Ayes: 10 - Chan, Haney, Mandelman, Mar, Peskin, Preston, Ronen, Safai, Stefani and Walton Excused: 1 - Melgar

File No. 211109

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 4/19/2022 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

K.S

London N. Breed Mayor

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**Date Approved**