Resolution authorizing the Mayor's Office of Housing and Community Development on behalf of the City and County of San Francisco to execute a grant application, as defined herein, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program as a joint applicant with Balboa Park Housing Partners, L.P., a California limited partnership, for the project at 2340 San Jose Avenue; authorizing the City to assume any joint and several liability for completion of the projects required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31.

WHEREAS, The State of California, the Strategic Growth Council ("SGC") and the Department of Housing and Community Development ("Department") has issued a Notice of Funding Availability ("NOFA") dated November 1, 2018, under the Affordable Housing and Sustainable Communities ("AHSC") Program established under Division 44, Part 1 of the Public Resources Code commencing with Section 75200; and

WHEREAS, The SGC is authorized to approve funding allocations for the AHSC Program, subject to the terms and conditions of the NOFA, AHSC Program Guidelines adopted by SGC on October 29, 2018 ("Program Guidelines"), an application package released by the Department for the AHSC Program ("Application Package"), and an AHSC
standard agreement with the State of California ("Standard Agreement"), the Department is authorized to administer the approved funding allocations of the AHSC Program; and

WHEREAS, The AHSC Program provides grants and loans to applicants identified through a competitive process for the development of projects that, per the Program Guidelines, will achieve greenhouse gas reductions and benefit disadvantaged communities through increased accessibility to affordable housing, employment centers and key destinations via low-carbon transportation; and

WHEREAS, The AHSC Program requires that joint applicants for a project will be held jointly and severally liable for completion of such project; and

WHEREAS, Balboa Park Housing Partners, L.P., a California limited partnership ("Developer"), has requested the City and County of San Francisco (the "City"), acting by and through the Mayor's Office of Housing and Community Development ("MOHCD"), to be a joint applicant for its project located at 2340 San Jose Avenue (the "Balboa Park Upper Yard"); and

WHEREAS, On October 11, 2018, by Notice of Final Approval of an SB 35 Project, the Planning Department, by case No. 2017-012151 PRJ, determined that the development of the mixed-use, 130-unit affordable residential building project (with proposed ground floor retail, community facility, and child care facility with outdoor activity area, and lot line adjustment) at 2340 San Jose Avenue (Block 6973 / Lot 039), met all the standards of the Planning Code and would be eligible for ministerial approval under California Government Code, Section 65913.4 (Senate Bills 35 and 765), California Public Resources Code, Section 21080, and the CEQA Guidelines, Sections 15002(i)(1), 15268, and 15369, and would therefore not be subject to the California Environmental Quality Act (CEQA); and

WHEREAS, The Municipal Transportation Agency ("SFMTA") plans to perform bicycle and pedestrian improvements in the vicinity of the Project (the "SFMTA Work"); and
WHEREAS, Along with the construction of the housing component, the Developer and
Bay Area Rapid Transit ("BART") have agreed to revitalize the Balboa Park BART Station
("BART Work") adjacent to the Project and Balboa Park Upper Yard L.P. will receive a portion
of any grant funds awarded for the BART Work; and

WHEREAS, The City, acting by and through MOHCD, desires to apply for AHSC
Program funds and submit an Application Package as a joint applicant with the Developer;

WHEREAS, SFMTA, MOHCD, and Developer will enter into a Memorandum of
Understanding to make commitments related to completion of the work on the Balboa Park
Upper Yard project as included in the Application Package; and

WHEREAS, BART and the Developer will enter into a Memorandum of Understanding
regarding the completion of the BART Work and the City, as joint applicant for the Balboa
Park Upper Yard AHSC application, will execute the Memorandum of Understanding for
acknowledgement and consent purposes; now, therefore, be it

RESOLVED, That the Board of Supervisors delegates to MOHCD, on behalf of the
City, the authority to execute an application to the AHSC Program as detailed in the NOFA
dated November 1, 2018, for Round 4, in a total amount not to exceed $13,500,000 of a
portion will be provided as a loan for an Affordable Housing Development (AHD) ("AHSC
Loan") and $6,500,000 will be provided as a grant for Housing-Related Infrastructure
(HRI), Sustainable Transportation Infrastructure (STI), Transit-Related Amenities (TRA) or
Program (PGM) activities ("AHSC Grant") as defined the AHSC Program Guidelines and sign
AHSC Program documents; and, be it

FURTHER RESOLVED, The Board of Supervisors specifically agrees that the City
shall assume any joint and several liability for completion of the Project required by the terms
of any grant awarded to the City and the Developer under the AHSC Program; and, be it
FURTHER RESOLVED, That the Board of Supervisors acknowledges that if the Application is successful, the City, through MOHCD, shall seek Board of Supervisors approval of the Standard Agreement, with terms and conditions that AHSC Program funds are to be used for allowable capital asset project expenditures to be identified in Exhibit A of the Standard Agreement, that the Application Package in full is incorporated as part of the Standard Agreement, and that any and all activities funded, information provided, and timelines represented in the application are enforceable through the Standard Agreement; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of MOHCD (or her designee) to execute and deliver any documents in the name of the City that are necessary, appropriate or advisable to secure the AHSC Program funds from the Department, and all amendments thereto, and complete the transactions contemplated herein and to use the funds for eligible capital asset(s) in the manner presented in the application as approved by the Department and in accordance with the NOFA and Program Guidelines and Application Package; and, be it

FURTHER RESOLVED, That all actions authorized and directed by this Resolution and heretofore taken are ratified, approved and confirmed by this Board of Supervisors; and, be it
RECOMMENDED:

[Signature]

Kate Hartley, Director, Mayor's Office of Housing and Community Development
Resolution authorizing the Mayor's Office of Housing and Community Development on behalf of the City and County of San Francisco to execute a grant application, as defined herein, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program as a joint applicant with Balboa Park Housing Partners, L.P., a California limited partnership, for the project at 2340 San Jose Avenue; authorizing the City to assume any joint and several liability for completion of the projects required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31.

January 10, 2019 Budget and Finance Committee - AMENDED
January 10, 2019 Budget and Finance Committee - RECOMMENDED AS AMENDED
January 29, 2019 Board of Supervisors - ADOPTED
Ayes: 11 - Brown, Fewer, Haney, Mandelman, Mar, Peskin, Ronen, Safai, Stefani, Walton and Yee

I hereby certify that the foregoing Resolution was ADOPTED on 1/29/2019 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

Date Approved
2/6/19