

1 [Renovation of County Jail No. 2 - Supplemental Information for State Funding Application]

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3 **Resolution designating the construction administrator, financial officer, and project**
4 **contact person for a proposed project to renovate County Jail No. 2; confirming the fair**
5 **market land value of \$6,000,000 for County Jail No. 2; and conditionally assuring the**
6 **staffing, operation and continued ownership of County Jail No. 2.**

7
8 WHEREAS, Under Senate Bill 844, Chapter 34, Statutes of 2016 ("SB 844"), the State
9 of California authorized the California State Public Works Board to issue up to \$270,000,000
10 in lease revenue bonds, notes, or bond anticipation notes to finance the acquisition, design,
11 renovation, and construction of approved adult local criminal justice facilities; and

12 WHEREAS, Under Resolution No. 42-17, adopted by this Board of Supervisors on
13 February 14, 2017, a copy of which is on file with the Clerk of the Board of Supervisors in File
14 No. 170270, the City and County of San Francisco ("County") was authorized to apply for SB
15 844 funding to renovate County Jail No. 2, which is located at 425 Seventh Street (the
16 "Proposed Renovation Project"); and

17 WHEREAS, The County determined on January 10, 2017 that the Proposed
18 Renovation Project is exempt from environmental review as a Class 1 categorical exemption
19 under the California Environmental Quality Act, this Board of Supervisors affirmed that
20 determination in its Resolution No. 42-17, and the additional information included in this
21 Resolution does not change that determination; and

22 WHEREAS, County submitted an updated application for SB 844 funding for the
23 Proposed Renovation Project with the Board of State and Community Corrections on March
24 10, 2017, a copy of which is on file with the Clerk of the Board of Supervisors in File No.
25 170270 ("Application"); and

1 WHEREAS, The Application must include a resolution adopted by the this Board of
2 Supervisors with the names, titles, and positions of certain County staff managing the
3 Proposed Renovation Project; and

4 WHEREAS, County's construction administrator for the Proposed Renovation Project
5 will be Jumoke Akin-Taylor, Project Manager for San Francisco Public Works ("SFPW"),
6 Building Design & Construction - Project Management, or any other person designated by the
7 Director of SFPW, County's financial officer for Proposed Renovation Project will be Crispin
8 Hollings, Chief Financial Officer of County's Sheriff's Department, or any other person
9 designated by County's Sheriff, and County's project contact person for the Proposed
10 Renovation Project will be Jumoke Akin-Taylor, Project Manager for SFPW, Building Design &
11 Construction - Project Management, or any other person designated by the Director of SFPW;
12 and

13 WHEREAS, The Application must include a resolution adopted by this Board of
14 Supervisors regarding the ownership and fair market value of County Jail No. 2, which is
15 owned in fee simple by County, and County's Director of Property has determined the fair
16 market value land value of County Jail No. 2 is \$6,000,000, and a copy of such determination
17 is on file with the Clerk of the Board of Supervisors in File No. 170270; and

18 WHEREAS, If County is awarded, and this Board of Supervisors accepts and
19 appropriates, SB 844 financing for the Proposed Renovation Project and this Board of
20 Supervisors approves the contract for the design of the Proposed Renovation Project if such
21 contract is for more than \$10,000,000 (the "Acceptance Conditions"), County would need to
22 provide a matching County contribution of \$8,200,000 ("County's Cash Contribution") and
23 fund the additional \$3,800,000 ("Additional Contribution") needed to fully fund the Proposed
24 Renovation Project; and

1 WHEREAS, Resolution No. 42-17 authorizes the Controller's Director of Public Finance
2 to cause the issuance of not more than \$12,000,000 of County's commercial paper to fund
3 costs for the Proposed Renovation Project on an interim basis; and

4 WHEREAS, If the Acceptance Conditions are met, the SB 844 funding awarded for the
5 Proposed Renovation Project would be secured by a Ground Lease, Site Lease, Facility
6 Lease, and a Facility Sublease for Jail No. 2 (collectively, the "Financing Documents") in
7 substantially the forms on file with the Clerk of the Board of Supervisors in File No. 170065;
8 and

9 WHEREAS, To qualify for a funding preference, the Application must include a
10 resolution adopted by this Board of Supervisors that provides assurance of the compatibility of
11 County's Cash Contribution with the SB 844 funding; and

12 WHEREAS, The Application must include a resolution adopted by this Board of
13 Supervisors that provides assurance regarding the staffing, operation, and ownership of Jail
14 No. 2 if the Acceptance Conditions are met; now therefore be it

15 RESOLVED, County's Cash Contribution and Additional Contribution shall be
16 compatible with the lease revenue financing that funds any SB 844 funds awarded to and
17 accepted by County for the Proposed Renovation Project; and, be it

18 FURTHER RESOLVED, That if the Acceptance Conditions are met, County (i) will fully
19 and safely staff and operate Jail No. 2 within 90 days after substantial completion of
20 construction of the Proposed Renovation Project, and (ii) will not, for so long as the lease-
21 revenue bonds secured by the Financing Documents remain outstanding, dispose of, modify
22 the use of, or change the terms of the real property title or other interest in Jail No. 2, or lease
23 the portion of Jail No. 2 subject to the Financing Documents, to any other public or private
24 entity without permission and instructions for such action from the Board of State and
25 Community Corrections.

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RECOMMENDED BY:



Vicki L. Hennessy, Sheriff



City and County of San Francisco

Tails Resolution

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

File Number: 170270

Date Passed: April 18, 2017

Resolution designating the construction administrator, financial officer, and project contact person for a proposed project to renovate County Jail No. 2; confirming the fair market land value of \$6,000,000 for County Jail No. 2; and conditionally assuring the staffing, operation and continued ownership of County Jail No. 2.

April 06, 2017 Budget and Finance Sub-Committee - RECOMMENDED

April 18, 2017 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

File No. 170270

I hereby certify that the foregoing Resolution was ADOPTED on 4/18/2017 by the Board of Supervisors of the City and County of San Francisco.

**fr Angela Calvillo
Clerk of the Board**

Mayor

Date Approved