Mayor Breed; Mandelman

**BOARD OF SUPERVISORS** 

[Agreement - Retroactive - San Francisco Housing Authority - Project Based Vouchers - 333-12th Street - Anticipated Revenue to the City of \$50,000,000 or More]

Resolution retroactively approving an agreement between the Department of Homelessness and Supportive Housing ("HSH") and the San Francisco Housing Authority for a term of 20 years from June 15, 2023, through June 14, 2043, with anticipated estimated revenue to the City of \$50,000,000 or more for 50 United States Department of Housing and Urban Development Section 8 project-based vouchers at 333-12th Street for families exiting homelessness; and authorizing HSH to enter into additions, amendments or other modifications to the agreement that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City.

WHEREAS, The mission of the Department of Homelessness and Supportive Housing ("HSH") is to prevent homelessness when possible and make homelessness rare, brief, and one-time in the City and County of San Francisco ("the City") through the provision of coordinated, compassionate, and high-quality services; and

WHEREAS, As of the 2022 Point-in-Time Count, there were approximately 7,750 people experiencing homelessness in San Francisco on any given night, including 205 family households; and

WHEREAS, Permanent supportive housing is the most effective, evidence-based solution to ending chronic homelessness and also prevents new incidents of homelessness among highly vulnerable people with long experiences of homelessness; and

WHEREAS, In July 2020, Mayor London N. Breed announced her Homelessness
Recovery Plan which included the goal of purchasing or leasing 1,500 new units of permanent supportive housing over the next two years; and

WHEREAS, As of December 31, 2022, the City had more than doubled this goal with 3,081 new units of site-based and scattered site permanent supportive housing that were active or under contract with a non-profit provider since July 2020; and

WHEREAS, On April 5, 2022, the Board of Supervisors approved Resolution No. 147-22 authorizing the City to acquire the property at 333-12th Street ("City Gardens") to provide 200 units of family permanent supportive housing and to apply to the California Department of Housing and Community Development ("HCD") for Homekey Grant Funds; and

WHEREAS, In July 2022, HCD awarded the City \$56,578,000 in Homekey Grant Funds to support the acquisition and operations of City Gardens, which the Board of Supervisors accepted and authorized expenditure of on December 13, 2022, through Resolution No. 351-22; and

WHEREAS, On December 13, 2022, the Board of Supervisors authorized HSH to enter into a lease and property management agreement with Housing for Independent People, Inc. to provide onsite property management and operations services at City Gardens through Resolution No. 533-22; and

WHEREAS, As a condition of the Homekey Grant, the City must achieve full occupancy of the units at City Gardens by October 28, 2023; and

WHEREAS, HSH worked with the San Francisco Housing Authority ("SFHA"), to deploy 50 United States Department of Housing and Urban Development ("HUD") Section 8 project-based vouchers ("Vouchers") for use at City Gardens to support families exiting homelessness; and

WHEREAS, By leveraging federal funding through 50 Vouchers to support the ongoing operations of City Gardens for a total term of 20 years, the City is able to reallocate local funds to meet other critical needs; and

WHEREAS, The San Francisco Housing Board of Commissioners approved a Resolution on March 23, 2023, approving the Housing Choice Voucher Administrative Plan Policy Amendments that include the 50 project-based vouchers at City Gardens; and

WHEREAS, HSH desires to enter into an agreement with the SFHA effective June 15, 2023, for 50 project-based Vouchers for families exiting homelessness at City Gardens for a total term of 20 years with anticipated estimated revenue to the City of \$50,000,000 or more; and

WHEREAS, A copy of the Agreement is on file with the Clerk of the Board in File No. 230771, substantially in final form, with all material terms and conditions included, and only remains to be executed by the parties upon approval of this Resolution; and

WHEREAS, Charter, Section 9.118 requires contracts entered by a department having a term in excess of ten years and anticipated estimated revenue to the City of \$1,000,000 or more to be approved by the Board of Supervisors; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby authorizes the Executive Director of HSH ("Director") or their designee to enter into the Agreement, effective June 15, 2023, for a term of 20 years with anticipated estimated revenue to the City of \$50,000,000 or more; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the Director or their designees, to enter into any amendments or modifications to this agreement, prior to its final execution by all parties, that the Department determines, in consultation with the City Attorney, are in the best interests of the City, do not otherwise materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the agreement, and are in compliance with all applicable laws; and, be it

FURTHER RESOLVED, That within 30 days of the Agreement being fully executed by all parties, HSH shall submit to the Clerk of the Board of Supervisors a completely executed



## City and County of San Francisco Tails Resolution

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

File Number: 230771 Date Passed: July 18, 2023

Resolution retroactively approving an agreement between the Department of Homelessness and Supportive Housing ("HSH") and the San Francisco Housing Authority for a term of 20 years from June 15, 2023, through June 14, 2043, with anticipated estimated revenue to the City of \$50,000,000 or more for 50 United States Department of Housing and Urban Development Section 8 project-based vouchers at 333-12th Street for families exiting homelessness; and authorizing HSH to enter into additions, amendments or other modifications to the agreement that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City.

July 14, 2023 Homelessness and Behavioral Health Select Committee - RECOMMENDED AS COMMITTEE REPORT

July 18, 2023 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 230771

I hereby certify that the foregoing Resolution was ADOPTED on 7/18/2023 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

7/20/23