

1 [Contract with nonprofit Owners' Association for administration of Fillmore Jazz Community
Benefit District.]

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3 **Resolution approving an agreement with the nonprofit Owners' Association "Fillmore**
4 **Jazz District Community Association of San Francisco" for administration of the**
5 **property-based business improvement district known as the "Fillmore Jazz Community**
6 **Benefit District," pursuant to Section 36651 of the California Streets and Highways Code.**

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8 WHEREAS, on June 27, 2006, acting pursuant to Article XIID of the California
9 Constitution ("Article XIID"), Section 53753 of the California Government Code, and the
10 Property and Business Improvement District Law of 1994, Part 7 of Division 18 of the
11 California Streets and Highways Code (commencing with Section 36600), as augmented by
12 Article 15 of the San Francisco Business and Tax Regulations Code ("Article 15"), the Board
13 of Supervisors adopted Resolution No. 389-06 ("Resolution of Intention") declaring the
14 Board's intention to form a property-based business improvement district and to levy
15 assessments on parcels to be included within the district, setting the public hearing, initiating
16 mail ballot majority protest proceedings, approving the Fillmore Jazz Community Benefit
17 District Management District Plan (the "Management District Plan" or "Plan"), making various
18 findings and taking other legislative actions required to form the proposed district and levy the
19 proposed assessments (Board File No. 060858); and,

20 WHEREAS, on August 15, 2006, acting pursuant to the aforementioned legal
21 authorities, the Board of Supervisors adopted Resolution No. 462-06 ("Resolution of
22 Formation"), establishing the property-based business improvement district designated as the
23 "Fillmore Jazz Community Benefit District" and levying multi-year special assessments on
24 Identified Parcels (as defined in Section 53750(g) of the Government Code) included within
25 the District (the "Assessments") (Board File No. 061149). The Controller's designation for the

1 Assessments for the Fillmore Jazz Community Benefit District is Special Assessment No. 67;
2 and,

3 WHEREAS, pursuant to the aforementioned legal authorities and the Resolution of
4 Formation, the Assessments may only be used to fund property-related services,
5 "Improvements" (as defined in Section 36610 of the Streets and Highways Code) and
6 "Activities" (as defined in Section 36613 of the Streets and Highways Code) within the District
7 in accordance with the Management District Plan (collectively, such authorized services,
8 improvements and activities are referred to as "District Programs"); and,

9 WHEREAS, the District is not a governmental, corporate or separate legal entity, but is
10 a geographic area containing all of the Identified Parcels subject to the Assessments for
11 District Programs described in the Plan and included in the annual budgets submitted to and
12 approved by the Board of Supervisors. The annual budget for District Programs for the first
13 year of operations is set forth in the Plan, and for subsequent years, shall be set forth in the
14 Annual Reports submitted to the Board of Supervisors as required by Section 36650 of the
15 Streets and Highways Code; and,

16 WHEREAS, pursuant to the Resolution of Formation and Sections 36614.5 and 36650
17 of the Streets and Highways Code, the Board of Supervisors may contract with a private
18 nonprofit entity referred to as an "Owners' Association" to administer the District Programs.
19 An Owners' Association may be an existing nonprofit entity or a newly formed nonprofit entity.
20 An Owners' Association is a private entity and may not be considered a public entity for any
21 purpose, nor may its board members or staff be considered to be public officials for any
22 purpose; provided, however, that an Owner's Association must comply with the Ralph M.
23 Brown Act (Chapter 9 (commencing with Section 54950) of Part 1 of Division 2 of Title 5 of the
24 Government Code), at all times when its board of directors or any committee thereof hears,
25 considers or deliberates on matters concerning the District, and must comply with the

1 California Public Records Act (Chapter 3.5 (commencing with Section 6250) of Division 7 of
2 Title 1 of the Government Code), for purposes of providing public access to records relating to
3 the District; and,

4 WHEREAS, an Owners' Association is obligated to hold in trust all funds it receives
5 from the City that are derived from the City's levy and collection of the Assessments, and to
6 use such funds exclusively for the purposes of implementing the Management District Plan
7 and administering, managing and providing District Programs set forth in the Plan, Resolution
8 of Formation, and annual budgets submitted by the Owners' Association and approved by the
9 Board of Supervisors; and,

10 WHEREAS, pursuant to the Resolution of Formation, the Mayor's Office of Economic
11 and Workforce Development is the City agency responsible for coordination between the City
12 and the Owners' Association for the District; and,

13 WHEREAS, the Mayor's Office of Economic and Workforce Development has
14 negotiated an agreement with the California nonprofit corporation "Fillmore Jazz District
15 Community Association of San Francisco" to, in good faith and with diligence as the Owners'
16 Association for the District, develop, implement, direct, manage, administer, operate and
17 ensure the timely provision of the District Programs ("Management Agreement" or
18 "Agreement"); and that Management Agreement is on file with the Clerk of the Board of
19 Supervisors in File No. _____ and is incorporated herein by reference; and,

20 WHEREAS, pursuant to the Property and Business Improvement District Law of 1994,
21 the Resolution of Formation and the express terms of the Management Agreement, the
22 Agreement shall not be binding unless the Board of Supervisors approves the Agreement by
23 Resolution; and,

24 WHEREAS, it is in the best interest of the City and the property owners within the
25 District for the City to enter into the Management Agreement with the nonprofit corporation

1 Fillmore Jazz District Community Association of San Francisco according to the terms and
2 conditions set forth therein; now, therefore, be it

3 RESOLVED, that the Board of Supervisors declares as follows:

4 SECTION 1. AUTHORIZATION TO EXECUTE CONTRACT. The Mayor's Office of
5 Economic and Workforce Development is duly authorized to execute the Management
6 Agreement on behalf of the City and County of San Francisco.

7 SECTION 2. APPROVAL OF AGREEMENT. The Board of Supervisors hereby
8 approves the Management Agreement on file with the Clerk of the Board of Supervisors in
9 File No. _____, which is incorporated herein by reference.

10 SECTION 3. AUTHORIZATION FOR ACTIONS CONTEMPLATED IN AGREEMENT.
11 The Mayor's Office of Economic and Workforce Development, Controller and all other
12 Departments, City Officers and Employees are authorized to take all actions, make
13 determinations, exercise discretion, grant or deny approval, and otherwise take all reasonable
14 steps necessary for full performance of the Management Agreement on behalf of the City and
15 County of San Francisco according to its terms.

16 SECTION 4. AUTHORIZATION FOR AMENDMENTS TO AGREEMENT. Subject to
17 disapproval by the Board of Supervisors within 30 days of submission to the Clerk of the
18 Board, the Mayor's Office of Economic and Workforce Development may execute
19 amendments to the Agreement on behalf of the City and County of San Francisco that are
20 consistent with the Management District Plan, Resolution of Formation, official City policies
21 and applicable law.

22 Section 5. DELIVERY. The Clerk of the Board of Supervisors shall cause certified
23 copies of this resolution to be delivered to the nonprofit corporation Fillmore Jazz District
24 Community Association of San Francisco and the Mayor's Office of Economic and Workforce
25 Development.