

1 [Grant Agreement Amendment - Urban Alchemy - 711 Post Street - Not to Exceed
2 \$30,405,100]

3 **Resolution approving the first amendment to the grant agreement between Urban**
4 **Alchemy and the Department of Homelessness and Supportive Housing (“HSH”) for**
5 **shelter services and operations at 711 Post Street; extending the grant term by 24**
6 **months from June 30, 2024, for a total term of March 21, 2022, through June 30, 2026;**
7 **increasing the agreement amount by \$11,668,280 for a total amount not to exceed**
8 **\$30,405,100; and authorizing HSH to enter into any amendments or other modifications**
9 **to the agreement that do not materially increase the obligations or liabilities or**
10 **materially decrease the benefits to the City and are necessary or advisable to**
11 **effectuate the purposes of the agreement.**

12
13 WHEREAS, The mission of the Department of Homelessness and Supportive Housing
14 (“HSH” or “Department”) is to prevent homelessness when possible and make homelessness
15 rare, brief, and one-time in the City and County of San Francisco (“the City”) through the
16 provision of coordinated, compassionate, and high-quality services; and

17 WHEREAS, With the enactment of Resolution No. 319-18 in October 2018, the Board
18 of Supervisors and Mayor London N. Breed declared a shelter crisis and affirmed San
19 Francisco’s commitment to a continuum of shelter and service options for people experiencing
20 homelessness; and

21 WHEREAS, As of the 2022 Point-in-Time Count, there were approximately 7,750
22 people experiencing homelessness in San Francisco on any given night, 56% of whom were
23 unsheltered; and

24 WHEREAS, The City is committed to expanding and diversifying shelter services for
25 people living unsheltered in our community; and

1 WHEREAS, The nonprofit provider Urban Alchemy has extensive experience operating
2 shelter and community ambassador programs; and

3 WHEREAS, In July 2022, HSH opened a new semi-congregate shelter program at 711
4 Post Street (“Program”) which serves up to 250 adult guests experiencing homelessness in
5 123 units; and

6 WHEREAS, Urban Alchemy entered into a lease for the property located at 711 Post
7 Street (the “Property”), which has a mix of rooms ranging from singles to quad units,
8 bathrooms and showers on each floor, community lounges, lobby and front desk, elevator,
9 office space, basement and storage, and a commercial kitchen and dining space; and

10 WHEREAS, On February 8, 2022, the Board of Supervisors adopted Resolution
11 No. 47-22 approving HSH to enter into a grant agreement (“Agreement”) for the term of March
12 21, 2022, through June 30, 2024, in an amount not to exceed \$18,736,820 with Urban
13 Alchemy to provide shelter services and operations, including leasing the Property, at the
14 Program, a copy of which is on file with the Clerk of the Board of Supervisors (“Clerk”) in File
15 No. 211306; and

16 WHEREAS, In fiscal year 2022-23 the Program served 596 guests; and

17 WHEREAS, The City and Urban Alchemy are committed to being good neighbors, and
18 in addition to a Good Neighbor Policy, the Agreement includes dedicated Urban Alchemy staff
19 that provide ambassador services in the area; and

20 WHEREAS, The proposed first amendment (“Amendment”) to the Agreement would
21 extend the Agreement for Urban Alchemy to continue to provide these services by 24 months
22 to June 30, 2026, and increase the not to exceed amount by \$11,668,280 for a total amount
23 not to exceed \$30,405,100; and

1 WHEREAS, A copy of the Amendment is on file with the Clerk in File No. 240201,
2 substantially in final form, with all material terms and conditions included, and only remains to
3 be executed by the parties upon approval of this Resolution; and

4 WHEREAS, On February 8, 2022, the Board of Supervisors adopted Resolution
5 No. 47-22 affirming the Planning Department’s determination under the California
6 Environmental Quality Act and making findings of consistency with the General Plan and the
7 eight priority policies of the Planning Code, Section 101.1, copies of which are on file with the
8 Clerk in File No. 211306, and the proposed Amendment would not change the scope of the
9 project; and WHEREAS, The Amendment requires Board of Supervisors approval under
10 Section 9.118 of the Charter; now, therefore, be it

11 RESOLVED, That the Board of Supervisors hereby authorizes the Executive Director
12 of HSH (“Director”) or their designee to execute the Amendment to extend the current term of
13 March 21, 2022, through June 30, 2024, to March 21, 2022, through June 30, 2026, and to
14 increase the not to exceed amount by \$11,668,280 for a total amount not to exceed
15 \$30,405,100; and, be it

16 FURTHER RESOLVED, That the Board of Supervisors authorizes the Director or their
17 designee to enter into any amendments or modifications to the Amendment, prior to its final
18 execution by all parties, that HSH determines, in consultation with the City Attorney, do not
19 materially increase the obligations or liabilities of the City or materially decrease the benefits
20 to the City, are necessary or advisable to effectuate the purposes of the grant, and are in
21 compliance with all applicable laws; and, be it

22 FURTHER RESOLVED, That within 30 days of the Amendment being executed by all
23 parties, HSH shall submit to the Clerk a completely executed copy for inclusion in File
24 No. 240201; this requirement and obligation resides with HSH, and is for the purposes of
25 having a complete file only, and in no manner affects the validity of the approved agreement.

