

File No. 250869

Committee Item No. 7

Board Item No. _____

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

Committee: Government Audit and Oversight

Date: September 18, 2025

Board of Supervisors Meeting:

Date: _____

Cmte Board

- | | | |
|-------------------------------------|--------------------------|--|
| ☐ | ☐ | Motion |
| ☒ | ☐ | Resolution |
| ☐ | ☐ | Ordinance |
| ☐ | ☐ | Legislative Digest |
| ☐ | ☐ | Budget and Legislative Analyst Report |
| ☐ | ☐ | Youth Commission Report |
| ☐ | ☐ | Introduction Form |
| ☐ | ☐ | Department/Agency Cover Letter and/or Report |
| ☐ | ☐ | MOU - FY2022-2024 - Clean |
| ☐ | ☐ | MOU - FY2022-2024 - Redline |
| ☐ | ☐ | Grant Information Form |
| ☐ | ☐ | Grant Budget |
| ☐ | ☐ | Subcontract Budget |
| ☐ | ☐ | Contract / DRAFT Mills Act Agreement |
| ☐ | ☐ | Form 126 – Ethics Commission |
| ☐ | ☐ | Award Letter |
| ☐ | ☐ | Application |
| ☐ | ☐ | Public Correspondence |

OTHER

☐	☐	_____
☐	☐	_____
☐	☐	_____
☐	☐	_____
☐	☐	_____
☐	☐	_____
☐	☐	_____

Prepared by: Monique Crayton

Date: September 12, 2025

Prepared by: _____

Date: _____

Prepared by: _____

Date: _____

1 [Settlement of Unlitigated Claim and Resolution of Debarment Proceeding - Providence
2 Foundation of San Francisco - Affected Employees and the City and County of San Francisco
to Receive \$1,000,000, Suspension Order Rescinded]

3
4 **Resolution approving the settlement of an unlitigated claim by the City and County of**
5 **San Francisco (“City”) against Providence Foundation of San Francisco (“Providence”)**
6 **for \$1,000,000 with \$480,724.25 distributed to affected employees, and the remainder**
7 **returning to the City; the claim arises out of a Debarment Proceeding initiated on May**
8 **6, 2024, by the City Attorney, acting as Charging Official pursuant to Chapter 28 of the**
9 **Administrative Code; the claim involves underpayment of employees, reimbursement**
10 **to the City for work that was not done, and other failures to comply with grant**
11 **agreements and the San Francisco Municipal Codes; additional material terms of the**
12 **settlement are rescission of the existing suspension order issued against Providence**
13 **upon delivery of certain payments, and agreement to a Five-Year Suspended**
14 **Debarment Order that would only be entered upon violation of the settlement**
15 **agreement.**

16
17 WHEREAS, The City Attorney, acting as Charging Official pursuant to Chapter 28 of
18 the San Francisco Administrative Code, initiated debarment proceedings against Providence
19 Foundation of San Francisco (“Providence”) on May 6, 2024; and

20 WHEREAS, The debarment proceedings involve underpayment of employees,
21 reimbursement to the City for work that was not done, and other failures to comply with grant
22 agreements and the San Francisco Municipal Codes; and

23 WHEREAS, Providence has admitted that its prior management engaged in “willful
24 misconduct,” as that term is defined by Chapter 28 of the San Francisco Administrative Code
25 and has delivered to the City, as a condition precedent to submission by the City Attorney of

1 the settlement agreement for approval by the Board of Supervisors, the first payment of
2 \$105,000 due to the City; and

3 WHEREAS, Providence has begun the process of delivering payments to employees
4 who were underpaid by Providence's prior management; and

5 WHEREAS, The City Attorney, the Department of Homelessness and Supportive
6 Housing, and the Office of Labor Standards and Enforcement have recommended settlement
7 of the debarment proceedings by accepting immediate payment from Providence of \$105,000,
8 payment of \$480,724.75 to affected employees, and payment of \$414,275.75 to the City over
9 five years; and

10 WHEREAS, Additional material terms of the settlement include rescission of the
11 existing suspension order issued against Providence upon delivery of certain payments, and
12 agreement to a Five-Year Suspended Debarment Order that would only be entered upon
13 violation of the settlement agreement; now, therefore, be it

14 RESOLVED, That pursuant to Administrative Code, Section 10.24, the Board of
15 Supervisors hereby authorizes the City Attorney to settle and compromise the debarment
16 proceeding for \$1,000,000, with \$480,724.25 distributed to affected employees, and the
17 remainder returning to the City, and rescinding the existing suspension order issued against
18 Providence upon delivery of certain payments, and agreement to a Five-Year Suspended
19 Debarment Order that would only be entered upon violation of the settlement agreement; and,
20 be it

21 FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the City
22 Attorney to take further actions in connection with the settlement and the debarment
23 proceedings as necessary to achieve the purposes described in this Resolution.
24
25

1 APPROVED:

2
3 DAVID CHIU
 City Attorney

4 /s/ _____
5 KESLIE STEWART
 Chief of Public Integrity and Investigations

RECOMMENDED:

DEPARTMENT OF HOMELESSNESS AND
SUPPORTIVE HOUSING

6
7
8 /s/ _____
9 SHIREEN MCSPADDEN
 Executive Director

10
11 RECOMMENDED
12 OFFICE OF LABOR STANDARDS AND
 ENFORCEMENT

13 /s/ _____
14 PATRICK MULLIGAN
 Director

15 k:\rrobinso\providence final settlement package\ccsf v. providence_bos resolution settlement of unlitigated claim final clean.docx