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[Jurisdictional Transfer of City Property - San Francisco Municipal Transportation Agency -Mayor's Office of Housing and Community Development - \$6,150,000]

Resolution approving the jurisdictional transfer of City property at the intersection of Geneva Avenue and San Jose Avenue, Assessor's Property Block No. 6973, Lot No 039, from the San Francisco Municipal Transportation Agency to the Mayor's Office of Housing and Community Development for \$6,150,000; affirming the Planning Department's determination under the California Environmental Quality Act; and finding the proposed transfer is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

WHEREAS, The City and County of San Francisco (City) owns certain real property located at the intersection of Geneva Avenue and San Jose Avenue in San Francisco, California, which is comprised of approximately 30,750 square feet and known as Assessor's Parcel Block No. 6973, Lot No. 039 (Upper Yard); and

WHEREAS, The San Francisco Municipal Transportation Agency (SFMTA) has jurisdiction over the Upper Yard and uses it for staff parking; and

WHEREAS, The Mayor's Office of Housing and Community Development (MOHCD) is interested in using the Upper Yard for a project that will be 100% Affordable Housing, as defined in Administrative Code, Section 23A.4, and likely include 80 to 100 residential units and ground floor retail; and

WHEREAS, The SFMTA and MOHCD agreed to the jurisdictional transfer of the Upper Yard from the SFMTA to MOHCD on the terms and conditions of a negotiated Memorandum of Understanding dated April 18, 2014 (Original MOU), a copy of which is on file with the Clerk of the Board of Supervisors in File No. 180534 and is incorporated herein by reference; and

WHEREAS, On April 15, 2014, the SFMTA Board of Directors approved the jurisdictional transfer of the Upper Yard from the SFMTA to MOHCD on the terms and conditions of the Original MOU under Resolution No. 14-058, a copy of which is on file with the Clerk of the Board of Supervisors in File No. 180534 and is incorporated herein by reference; and

WHEREAS, To further the production of quality affordable housing in San Francisco, the SFMTA was willing to transfer jurisdiction of the Upper Yard to MOHCD for less than fair market value; and

WHEREAS, On April 18, 2016, the SFMTA and MOHCD agreed to a jurisdictional transfer fee of \$6,150,000 for the Upper Yard, as memorialized by a First Amendment to Memorandum of Understanding dated April 18, 2016 (First Amendment), a copy of which is on file with the Clerk of the Board of Supervisors in File No. 180534 and is incorporated herein by reference; and

WHEREAS, The SFMTA is an Enterprise Department, as defined under Administrative Code, Section 23A.4, that is urged, but not required, to consider the transfer of underutilized property to MOHCD for Affordable Housing under Administrative Code, Section 23A.7(c); and

WHEREAS, In accordance with Section 23.14 of the Administrative Code, the Director of Property reported to the Mayor that the appraised fair market value of the Upper Yard is approximately \$9,840,000 if developed with adjacent parcel pursuant to an independent third party appraisal completed in March 2014 and that the Upper Yard could be used more advantageously by MOHCD for Affordable Housing; and

WHEREAS, In accordance with Section 23.15 of the Administrative Code, the Mayor believes the Upper Yard can be used more advantageously by MOHCD and recommends that the Board of Supervisors approve the jurisdictional transfer of the Upper Yard to MOHCD on

the terms and conditions described in the Original MOU, as modified by the First Amendment; and

WHEREAS, The Planning Department has determined that the jurisdictional transfer of the Upper Yard is not a project under the California Environmental Quality Act, which determination is noted in the Planning Department's General Plan Referral letter dated June 28, 2016; the General Plan Referral letter is on file with the Clerk of the Board of Supervisors in File No. 180534, and is incorporated herein by this reference; the Board of Supervisors concurs with this determination and adopts it as its own; and

WHEREAS, In the same General Plan Referral letter, the Planning Department determined that the jurisdictional transfer of the Upper Yard from the SFMTA to MOHCD is in conformity with the General Plan, and consistent with the eight priority policies of Planning Code, Section 101.1; and

WHEREAS, Pursuant to Administrative Code, Section 23.14, an Appraisal and Appraisal Review, both as defined in Administrative Code, Section 23.2, are not required when the requesting department, such as MOHCD, is not an Enterprise Department and the property will be used for 100% Affordable Housing; now, therefore, be it

RESOLVED, That in accordance with the recommendations of the Mayor, the Director of Transportation of the SFMTA, the Director of MOHCD, and the Director of Property, the Board of Supervisors hereby declares that the public interest or necessity will not be inconvenienced by the jurisdictional transfer of the Upper Yard; and, be it

FURTHER RESOLVED, The Board of Supervisors finds that the actions contemplated in this Resolution are consistent with the General Plan and with Planning Code, Section 101.1(b) for the reasons set forth in the letter from the Planning Department to the Director of Property referenced above; and, be it

FURTHER RESOLVED, That the Board of Supervisors herby authorizes and directs the Director of Property to transfer jurisdiction of the Upper Yard to MOHCD in accordance with the terms and conditions of the Original MOU as modified by the First Amendment; and, be it

FURTHER RESOLVED, That the Mayor, the Clerk of the Board of Supervisors, the Director of Property, the Director of MOHCD and the Director of Transportation of the SFMTA are each authorized and directed to enter into any and all documents and to take any and all actions which such party, in consultation with the City Attorney, determines are in the best interest of the City, are necessary or advisable to consummate the performance of the purposes and intent of this Resolution and the Original MOU, as modified by the First Amendment, and comply with all applicable laws, including the City's Charter.

Menle E. July

Mark Farrell, Mayor

John Updike Director of Property

Kate Hartley
Director of Mayor's Office of Housing and Community Development

Ed Reiskin

**Director of Transportation** 



## City and County of San Francisco **Tails**

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

## Resolution

File Number:

180534

Date Passed: July 24, 2018

Resolution approving the jurisdictional transfer of City property at the intersection of Geneva Avenue and San Jose Avenue, Assessor's Property Block No. 6973, Lot No. 039, from the San Francisco Municipal Transportation Agency to the Mayor's Office of Housing and Community Development for \$6,150,000; affirming the Planning Department's determination under the California Environmental Quality Act; and finding the proposed transfer is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

July 18, 2018 Government Audit and Oversight Committee - RECOMMENDED

July 24, 2018 Board of Supervisors - ADOPTED

Ayes: 9 - Cohen, Brown, Kim, Mandelman, Peskin, Ronen, Safai, Stefani and Yee Excused: 2 - Fewer and Tang

File No. 180534

I hereby certify that the foregoing Resolution was ADOPTED on 7/24/2018 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**