

MEMORANDUM

To: Mayor Edwin Lee

From: Chris Corgas, OEWD Project Manager

SUBJECT: Modification of the Management District Plan and Engineer's Report for the Central Market Community Benefit District

Date: July 11, 2016

Dear Mayor Lee,

Enclosed for your review and legislative submittal are the materials related to the proposed modification of the Central Market Community Benefit District Management Plan and Engineer's Report, those materials include:

- Resolution of Intention to Modify the Management Plan and Engineer's Report for the Central Market Community Benefit District
- Modified Central Market CBD Management Plan
- Modified Central Market CBD Engineer's Report
- Ballot
- Ballot Affidavit
- Notice of Public Hearing and Assessment Ballot Proceeding

The modifications to remove the district-wide cap on annual assessment revenues are needed because proposed development projects in the Central Market CBD may increase the district's total assessment above what was originally stated. The modifications will take these development into consideration and bring the documents into compliance with California Government Code 53750(3), the Proposition 218 Omnibus Implementation Act. This code states higher assessment collections due to higher density, intensity or land use are acceptable since they are not attributable to an increased rate or revised assessment methodology.

If you should have any questions regarding the materials enclosed or the modification process please do not hesitate to contact me. I look forward to the introduction of the Resolution on Tuesday, June 2, 2015.

