BOARD of SUPERVISORS



City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco 94102-4689 Tel. No. 554-5184 Fax No. 554-5163 TDD/TTY No. 554-5227

MEMORANDUM

TO: Kate Hartley, Director, Mayors Office of Housing and Community Development (MOHCD) Shireen McSpadden, Executive Director, Department of Aging and Adult Services

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FROM: Victor Young, Assistant Clerk Rules Committee

DATE: June 19, 2019

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Rules Committee received the following proposed legislation on June 11, 2019:

File No. 190684

Ordinance amending the Administrative Code to establish the Senior Operating Subsidies (SOS) Program Fund to be used to lower rents in housing developments occupied by low-income senior citizens.

If you have comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102 or by email at: victor.young@sfgov.org.

c: Eugene Flannery, MOHCD Susan Gard, MOHCD Bridget Badasow, Aging and Adult Services

FILE NO. 190684

ORDINANCE NO.

1	[Administrative Code - Senior Operating Subsidies Program Fund]
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3	Ordinance amending the Administrative Code to establish the Senior Operating
4	Subsidies (SOS) Program Fund to be used to lower rents in housing developments
5	occupied by low-income senior citizens.
6	NOTE: Unchanged Code text and uncodified text are in plain Arial font.
7	Additions to Codes are in <u>single-underline italics Times New Roman font</u> . Deletions to Codes are in <i>strikethrough italics Times New Roman font</i> .
8	Board amendment additions are in <u>double-underlined Arial font</u> . Board amendment deletions are in strikethrough Arial font.
9	Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.
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11	Be it ordained by the People of the City and County of San Francisco:
12	Section 1. Article XIII of Chapter 10 of the Administrative Code is hereby amended by
13	adding Section 10.100-324, to read as follows:
14	
15	SEC. 10.100-324. SENIOR OPERATING SUBSIDIES (SOS) PROGRAM FUND.
16	(a) Establishment of Fund. The Senior Operating Subsidies (SOS) Program Fund (the "SOS
17	Fund") is established as a category four fund to receive any monies appropriated or donated for the
18	purpose of providing project-based subsidies to new senior affordable housing developments funded by
19	the City to maintain rents that are affordable to extremely low-income senior residents with incomes at
20	or below 30% of area median income, as published by the Mayor's Office of Housing and Community
21	Development ("MOHCD").
22	(b) Use of Fund. The SOS Fund shall be used exclusively for the purpose of providing
23	project-based subsidies to new senior affordable housing developments funded by the City so that the
24	rent for designated units in such developments may be set and maintained at the maximum rent level
25	that is affordable to senior households with an income of 15% or 25% of area median income, as

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published by MOHCD. For purposes of this Section 10.100-324, "senior" means a person 62 years old or older, or as defined by the requirements of any funding for the affordable housing development.

(c) Administration of Fund. The Department of Aging and Adult Services ("DAAS") shall administer the SOS Fund, and in such capacity shall enter into grant agreements for terms of no less than 15 years with operators of new senior affordable housing developments to subsidize rents of designated units so that they may be set and maintained at the maximum rent level that is affordable to senior households with an income of 15% or 25% of area median income, as published by MOHCD.

(d) Eligible Affordable Housing Developments. DAAS shall establish minimum requirements for project eligibility, including but not limited to: (1) the affordable housing development must be subject to enforceable income and affordability restrictions through a recorded loan, grant, or ground lease from MOHCD or the Office of Community Investment and Infrastructure; (2) the affordable housing development must contain residential rental units restricted to low-income senior households; and (3) the affordable housing development must have secured financing to restrict a portion of the residential units at or below 60% of area median income, as published by MOHCD. In its administration of the SOS Fund, DAAS shall prioritize new affordable senior housing developments that are under construction as of the effective date of the ordinance in Board File No.

establishing this Section 10.100-324.

(e) **Tenant Selection**. Applications for units in senior housing developments that are subsidized by the SOS Fund shall be managed through the San Francisco Housing Portal ("DAHLIA"), a project of MOHCD.

(f) Fund Regulations. The DAAS Director may publish from time to time program regulations as appropriate to administer the SOS Fund.

Section 2. Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the

Supervisors Yee; Peskin, Ronen, Mar **BOARD OF SUPERVISORS**

1	ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
2	of Supervisors overrides the Mayor's veto of the ordinance.
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4	APPROVED AS TO FORM:
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6	By:
7	ANNE PEARSON Deputy City Attorney
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	Supervisors Yee; Peskin, Ronen, Mar BOARD OF SUPERVISORS Page 3

Page 3