



Dear Ms. Camua,

The San Francisco Office of Cannabis (OOC) was recently awarded a \$2,041,520.62 grant from the Governor's Office of Business And Economic Development (Go-Biz). Grant funding will be used to provide our equity community with support in the establishment of their businesses, and in supplying technical assistance.

The OOC seeks Risk Management Division approval regarding an Accept and Expend Resolution (A&E). Specifically, the A&E incorporated a reference to the Grant Agreement. In relevant part, the Grant Agreement explains that the City agrees to:

"... any liability arising out of the performance of this contract, including civil court actions for damages, shall be the responsibility of the grant recipient and the authorizing agency."

Pursuant to Administrative Code § 1.24, the OOC explains:

- The indemnification language is typical of a grant agreement and the OOC has entered into similar grant agreements in the past.
- The award amount is \$2,041,520.62 and project costs are reflected in Exhibit A of the Grant Agreement.
- The indemnification language is necessary in order for the City to carry out a public purpose (e.g. addressing public health and safety issues associated with the implementation of Proposition 64).

Thank you for your consideration,

Jeremy Schwartz
Deputy Director, San Francisco Office of Cannabis