

1 [Authorizing Expenditures - SoMa Community Stabilization Fund - \$500,000]

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3 **Resolution authorizing the Mayor’s Office of Housing and Community Development to**
4 **expend SoMa Community Stabilization Fund in the amount of \$500,000 for the**
5 **acquisition of a community facility and for college preparatory service connection.**

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7 WHEREAS, On August 19, 2005, the Board of Supervisors approved Ordinance No.
8 217-05 (the “Ordinance”), adding a new Section 318 to the San Francisco Planning Code,
9 which, among other things, established a new Rincon Hill Downtown Residential District; and

10 WHEREAS, The Ordinance imposed a SOMA Community Stabilization Fee on
11 residential development within the new Residential District; and

12 WHEREAS, The money collected from the SOMA Community Stabilization Fee, along
13 with up to \$6,000,000 transferred from the Rincon Hill Community Improvements Fund that
14 was also established under the Ordinance, is in a separate fund called the SOMA Community
15 Stabilization Fund maintained by the Controller (Fund), which will be used to address various
16 impacts of destabilization on residents and businesses in SOMA; and

17 WHEREAS, Under the Ordinance, the Board of Supervisors established the SOMA
18 Community Stabilization Fund Community Advisory Committee (SOMA CAC) to advise the
19 Mayor’s Office of Community Development (MOCD), now the Mayor’s Office of Housing and
20 Community Development (MOHCD), and the Board of Supervisors on the uses of the Fund;
21 and

22 WHEREAS, On August 19, 2005, the Board of Supervisors approved Resolution 216-
23 08, creating the SOMA Community Stabilization Fund Strategic Plan and authorized MOHCD
24 to administer the Fund in accordance with the Strategic Plan; and

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1 WHEREAS, The SOMA CAC and MOHCD staff worked collaboratively to issue a
2 request for proposals (RFP) that was released on August 13, 2014, consistent with the
3 Strategic Plan, for nonprofit organizations and businesses seeking assistance from the Fund;
4 and

5 WHEREAS, A copy of the SOMA CAC Funding Recommendations resulting from the
6 RFP has been filed with the Clerk of the Board under File No. 141229; and

7 WHEREAS, One of the SOMA CAC Funding Recommendations is to grant \$400,000 to
8 United Playaz for the acquisition of a community servicing facility in the South of Market; now,
9 therefore, be it

10 RESOLVED, The City has no liability for the loan between United Playaz and John
11 Hammond; and be it

12 FURTHER RESOLVED, That United Playaz will be required to replace the initial
13 \$400,000 allocation plus a proportional share of appreciation in the value of 1038 Howard
14 Street upon sale of the property, or default or foreclosure of loans secured by the property. If,
15 however, within the tenure period of the grant, United Playaz enters into contract to sell 1038
16 Howard Street and acquires a different building for the same purpose, United Playaz may
17 transfer the equity of the property to the new property, provided that: 1) United Playaz obtains
18 prior approval from the Mayor's Office of Housing and Community Development or its
19 successor agency; 2) the building is located within the boundaries of the South of Market as
20 described in Planning Code Sec. 318 and the building is used to provide services for residents
21 of SOMA, under the requirements of the SOMA Community Stabilization Fund; and 3) the
22 recitals per the current grant agreement apply; and be it

23 FURTHER RESOLVED, That the Mayor's Office of Housing is hereby authorized to
24 expend \$500,000 from the SOMA Community Stabilization Fund, all in accordance with the
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1 purposes and goals for the funding as generally set forth in the Strategic Plan and the
2 Funding Recommendations.

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4 Recommended:

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Olson Lee
Director Mayor's Office of Housing and Community Development

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Approved:

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Edwin M. Lee, Mayor

Ben Rosenfield, Controller

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