

FILE NO. 080728

RESOLUTION NO.

1 [Redevelopment Agency Budget]

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3 **Resolution approving the Budget of the Redevelopment Agency of the City and County**
4 **of San Francisco for fiscal year 2008-2009**

5 WHEREAS, The Redevelopment Agency of the City and County of San Francisco (the
6 "Agency") is implementing various Redevelopment Plans in the City and County of San
7 Francisco (the "City") in accordance with the Community Redevelopment Law of the State of
8 California, California Health and Safety Code section 33000 et seq. (the "Law"); and

9 WHEREAS, Section 33606 of the Law provides for approval of the annual Budget of the
10 Agency by the Legislative Body of the City (the "Board of Supervisors"); and

11 WHEREAS, The Agency has submitted its annual budget for fiscal year 2008-2009 (the
12 "Budget") to the Board of Supervisors for approval; and

13 WHEREAS, The Agency hereby requests that such approval be granted, and the Board
14 of Supervisors is agreeable to doing so, based on the terms and conditions contained in this
15 resolution; and

16 WHEREAS, \$5,000,000 of the Budget is contingent on the Board of Supervisors'
17 subsequent approval an amendment to the Western Addition A-2 Redevelopment Plan for the
18 purpose of implementing Sections 33333.7 (Senate Bill No. 2113) and 33333.8 of the
19 California Health and Safety Code, which authorize the Agency to use additional tax
20 increment for the exclusive purpose of developing affordable housing;

21 WHEREAS, if the Board of Supervisors does not approve the above-described
22 amendment, the Agency will delete approximately \$5,000,000 from its housing budget, will
23 spend the remaining housing funds in the manner described in the fiscal year 2008-2009
24 Budget, and will reduce the amount of the Bonds to be issued by \$5,000,000 plus the pro-rata
25 share of costs of issuance and other financing costs associated with said Bonds.

1 WHEREAS, The Agency and the City and County of San Francisco (the “City”) entered
2 into the Mission Bay North Tax Increment Allocation Pledge Agreement and the Mission Bay
3 South Tax Increment Allocation Pledge Agreement, each dated as of November 16, 1998, for
4 the purpose of providing to said project areas tax increment based not on estimated property
5 values but on actual tax increment; and

6 WHEREAS, The Agency and the City and the Transbay Joint Powers Authority (the
7 “TJPA”) entered into the Transbay Redevelopment Project Tax Increment Allocation and
8 Sales Proceeds Pledge Agreement dated as of January 31, 2008 for the purpose of financing
9 development of the Transbay Terminal Project, such financing including, but not limited to, the
10 irrevocable pledge of all Net Tax Increment, as defined in said agreement, to the TJPA; and

11 WHEREAS, the Board of Supervisors has adopted Ordinances No. 15-05 and Ordinance
12 No. 115-007, to enable the Agency to receive tax increment revenues for the exclusive
13 purpose of financing affordable housing activities within and without the redevelopment
14 project areas located in the City and County of San Francisco, in order to replace a portion of
15 the estimated 7,000 housing units removed by the Agency’s pre-1976 urban renewal
16 activities, and wishes to ensure that the Agency has sufficient funds to carry out such
17 affordable housing activities as described in the Budget; now, therefore, be it

18 RESOLVED, By the Board of Supervisors of the City and County of San Francisco
19 pursuant to Health and Safety Code section 33334.2, subdivision (g), that it hereby finds and
20 declares that the Agency’s affordable housing activities and replacement of affordable
21 housing within the redevelopment project areas located within the City and County of San
22 Francisco and in other parts of the City and County of San Francisco, as described in the
23 Agency’s Budget, are of benefit to the adopted redevelopment project areas; and be it

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1 FURTHER RESOLVED, By the Board of Supervisors of the City and County of San
2 Francisco that it does hereby approve the Budget of the Agency for fiscal year 2008-2009,
3 which Budget is incorporated herein and made a part hereof; and, be it

4 FURTHER RESOLVED, That the Agency report annually to the Board of Supervisors on
5 the percent completion for each of the project areas currently underway with the submission
6 of future annual budgets; and, be it

7 FURTHER RESOLVED, That the Controller is hereby authorized and directed to make
8 adjustments to the Agency's tax increment draw, as set forth in the Redevelopment Agency's
9 fiscal year 2008-2009 Budget, related to the Mission Bay North Redevelopment Project
10 adopted October 26, 1998 and Mission Bay South Redevelopment Project adopted November
11 2, 1998 for the purpose of providing to said project areas tax increment based not on
12 estimated property values but on actual tax increment recorded, as administered under the
13 Teeter Plan, including the net impact of all roll corrections, as required by each Project Area's
14 respective Tax Increment Allocation Pledge Agreement, each dated November 16, 1998 and
15 as approved by the City and Agency; and, be it

16 FURTHER RESOLVED, That the Controller is hereby authorized and directed, to the
17 extent certain State-Owned Parcels generate net tax increment, to make adjustments to the
18 Agency's tax increment draw, as set forth in the Redevelopment Agency's fiscal year 2008-
19 2009 Budget, pursuant to the Transbay Redevelopment Project Tax Increment Allocation and
20 Sales Proceeds Pledge Agreement dated as of April 14, 2006 for the purpose of providing to
21 the TJPA Net Tax Increment, as defined in said agreement, based not on estimated property
22 values but on actual Net Tax Increment recorded, as administered under the Teeter Plan,
23 including the net impact of all roll corrections.