

San Francisco Public Works General – Director's Office 49 South Van Ness Ave., Suite 1600 San Francisco, CA 94103 (628) 271-3160 www.SFPublicWorks.org

Public Works Order No: 208347

Evaluating a proposal that the Board of Supervisors delegate to the Treasure Island Development Authority ("TIDA") authority to accept park and open space improvements on Treasure Island and Yerba Buena Island and dedicate such improvements to public use.

WHEREAS, The City and County of San Francisco (the "City") created the Treasure Island Development Authority ("the Authority") in 1997 to serve as the entity responsible for the reuse and development of Naval Station Treasure Island ("NSTI"), which encompasses Treasure Island and portions of Yerba Buena Island.

WHEREAS, On June 28, 2011 the Authority and Treasure Island Community Development, LLC ("Developer") entered the Disposition and Development Agreement (the "Treasure Island/Yerba Buena Island DDA" or "DDA"). On the same date, the City and Developer entered a Development Agreement (the "DA").

WHEREAS, The DA and DDA contemplate a project (the "Project") on Treasure Island and Yerba Buena Island that includes up to 8,000 units of housing, 140,000 square feet of commercial and retail space, 100,000 square feet of office space, and up to approximately 300 acres of parks and open space, a ferry terminal, new and upgraded streets, and extensive bicycle, pedestrian, and transit facilities. Under the DA, the DDA, and related Project documents, Developer is responsible for construction of public improvements within the Project, and the Authority or the City is required to accept and maintain the public improvements when they are completed in accordance with City approved plans and specifications.

WHEREAS, As part of its implementation of the Project, the Board has approved several final subdivision maps providing for the development of portions of the Project site, accompanied by Public Improvement Agreements ("PIAs") by which Developer agreed to construct public improvements required by the DDA, such as roads and park and open space facilities, and to offer those improvements to the Authority and/or the City, as appropriate.

WHEREAS, On July 12th, 2023, at a duly noticed public hearing, the Authority in Resolution No. 23-22-0712 recommended that the Board of Supervisors delegate to the Authority all authority required to (1) accept ownership of the public park and open space improvements (collectively, "open space improvements") when Public Works ("PW") has determined that such improvements have been constructed in accordance with the approved plans and specifications under the applicable PIA and all City codes, regulations, and standards, and such improvements are ready for their intended use; (2) dedicate such open space improvements to public use, (3) designate them for park and/or open space purposes as appropriate; (4) accept such completed open space improvements for Authority maintenance and liability purposes; and (5) take all other official acts necessary for or related to acceptance of the public open space improvements, including without limitation accepting conditional

assignment of all warranties and guaranties related to the construction of park or open space improvements. A copy of the Authority Resolution will be on file with the Clerk of the Board of Supervisors and is incorporated herein by reference.

NOW THEREFORE BE IT ORDERED THAT,

The Director finds as follows:

The Authority's recommendation would expedite processing of public improvements required under the DDA and various PIAs, which would facilitate a timely construction schedule for the Project and put the improvements into service efficiently.

Such a delegation would have no adverse effect on public safety, because the Authority would accept improvements only after PW determines that they meet all City codes, regulations, and standards, and that such improvements are ready for their intended use.

The Director concludes that the question of whether to delegate authority to the Authority is a policy decision within the Board's discretion.

Attachments:

- 1. TIDA Resolution No. 23-22-0712
- 2. DRAFT BOS Legislation



FILE NO.

ORDINANCE NO.

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2	[Treasure Island/Yerba Buena Island – Delegation of Public Open Space Improvement Acceptance]
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4	Ordinance delegating to the Treasure Island Development Authority the authority to
5	accept public park and open space improvements related to the development of the
6	Treasure Island/Yerba Buena Island Project pursuant to its Disposition and
7	Development Agreement, the Special Use District as set forth in the Planning Code;
8	and adopting findings pursuant to the California Environmental Quality Act.
9	NOTE: Unchanged Code text and uncodified text are in plain Arial font. Additions to Codes are in <u>single-underline italics Times New Roman font</u> .
10	Deletions to Codes are in strikethrough italies Times New Roman font. Board amendment additions are in double-underlined Arial font.
11	Board amendment deletions are in strikethrough Arial font. Asterisks (* * * *) indicate the omission of unchanged Code
12	subsections or parts of tables.
13	
14	Be it ordained by the People of the City and County of San Francisco:
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16	Section 1. General Findings .
17	(a) The City and County of San Francisco (the "City") created the Treasure Island
18	Development Authority ("the Authority") in 1997 to serve as the entity responsible for the
19	reuse and development of Naval Station Treasure Island ("NSTI"), which encompasses
20	Treasure Island and portions of Yerba Buena Island.
21	(b) On June 28, 2011, the Authority and Treasure Island Community Development
22	LLC ("Developer") entered the Disposition and Development Agreement (the "Treasure
23	Island/Yerba Buena Island DDA" or "DDA"). On the same date, the City and Developer
24	entered a Development Agreement (the "DA").

- (c) The DA and DDA contemplate a project (the "Project") on Treasure Island and Yerba Buena Island that includes up to 8,000 units of housing, 140,000 square feet of commercial and retail space, 100,000 square feet of office space, and up to approximately 300 acres of parks and open space, a ferry terminal, new and upgraded streets, and extensive bicycle, pedestrian, and transit facilities. Under the DA, the DDA, and related Project documents, Developer is responsible for construction of public improvements within the Project, and the Authority or the City is required to accept and maintain the public improvements when they are completed in accordance with City approved plans and specifications.
- (e) As part of its implementation of the Project, the Board has approved several final subdivision maps providing for the development of portions of the Project site, accompanied by Public Improvement Agreements ("PIAs") by which Developer or its assigns agreed to construct public improvements required by the DDA, such as roads and park and open space facilities, and to offer those improvements to the Authority or the City, as appropriate.
- (f) On _______, at a duly noticed public hearing, the Authority in Resolution No. ______, recommended that the Board of Supervisors delegate to the Authority all authority required to (1) accept ownership of the public park and open space improvements (collectively, "open space improvements") when Public Works ("PW") has determined that such improvements have been constructed in accordance with the approved plans and specifications under the applicable PIA and all applicable City codes, regulations, and standards, and such improvements are ready for their intended use; (2) dedicate such open space improvements to public use, (3) designate them for park and/or open space purposes as appropriate; (4) accept such completed open space improvements for Authority maintenance and liability purposes; and (5) take all other official acts necessary for, or related to, acceptance of the public open space improvements, including without limitation accepting

2	open space improvements ("Authority Resolution"). A copy of the Authority Resolution is on
3	file with the Clerk of the Board of Supervisors in File No and is incorporated
4	herein by reference
5	(g) In Public Works ("PW") Order No dated, the Director of
6	PW determined that the Authority's recommendation would expedite processing of public
7	improvements required under the DDA and various PIAs, which would facilitate a timely
8	construction schedule for the Project and put the improvements into service efficiently. The
9	Director further determined that such a delegation would have no adverse effect on public
10	safety, because the Authority would accept improvements only after PW determines that they
11	meet all applicable City codes, regulations, and standards, and such improvements are ready
12	for their intended use. The Director concluded that the question of whether to delegate
13	authority to the Authority is a policy decision within the Board's discretion. A copy of the PW
14	Order is on file with the Clerk of the Board of Supervisors in File No and incorporated
15	herein by reference.
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17	Section 2. Delegation to the Authority of Acceptance of Future Public
18	Improvements for Public Use and Ownership and for Maintenance and Liability
19	Purposes.
20	(a) Based on the recommendations from the Authority and the PW Director, the Board
21	of Supervisors determines that it would be efficient to eliminate the need for future Board
22	actions related to acceptance of these open space improvements, and that this could be

achieved by delegating to the Authority the authority to accept ownership of the open space

improvements, to dedicate the open space improvements to public use, to designate the open

space improvements for park and/or open space purposes, as appropriate, and to accept the

conditional assignment of all warranties and guaranties related to the construction of park or

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- open space improvements for Authority maintenance and liability purposes, along with other actions necessary for or related to acceptance of the public improvements, upon PW's determination that the improvements are complete and ready for public use.
- (b) Notwithstanding Administrative Code Sections 1.51 et seq., the Board of Supervisors hereby delegates to the Authority the authority, to (1) accept ownership of the Project's public open space improvements based on various offers of improvement when PW has determined that such improvements have been constructed in accordance with the previously approved plans and specification under the PIA and all applicable City codes, regulations, and standards, and such improvements are ready for their intended use; (2) dedicate such open space improvements to public use, designate them for park and/or open space purposes as appropriate; (3) accept such completed open space improvements for Authority maintenance and liability purposes; and (4) take all other official acts necessary for or related to acceptance of the public open space improvements, including without limitation accepting conditional assignment of all warranties and guaranties related to the construction of park or open space improvements, such that the Authority may take all such actions in the future without additional Board of Supervisors action.

Section 3. Official Acts in Furtherance of the Ordinance. The Board of Supervisors authorizes the Authority's Director and the PW Director, in consultation with the City Attorney's Office, to take all actions necessary to implement the intent of this ordinance, including finalizing and, as appropriate, recording offers of dedication, notices of completion, and certifying that specific open space improvements are accepted by Authority when they have been completed in accordance with the Project plans and specifications and all applicable City codes, regulations, and standards, and are ready for their intended use.

Section 4. Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance. APPROVED AS TO FORM: DAVID CHIU, City Attorney By: John D. Malamut Deputy City Attorney 1593735.9

ITEM 11 Treasure Island Development Authority City and County of San Francisco Meeting of July 12, 2023

Subject: Resolution Recommending that the Board of Supervisors Delegate Authority to the

Treasure Island Board of Directors to Accept Open Space Improvements

Contact: Robert Beck, Treasure Island Director

SUMMARY

Recommending that the Board of Supervisors delegate to the Treasure Island Board of Directors (the "Authority Board") the authority to accept open space improvements constructed by Treasure Island Community Development, LLC (the "Developer") pursuant to the Disposition and Development Agreement for the Development of Treasure Island and Yerba Buena Island ("Treasure Island/Yerba Buena Island DDA" or "DDA").

BACKGROUND

On June 28, 2011 the Treasure Island Development Authority ("the Authority") and the Developer entered into the Treasure Island/Yerba Buena Island DDA. The DDA contemplated the redevelopment of Treasure Island and Yerba Buena Island ("the Project"), including up to 8,000 units of housing, 140,000 square feet of commercial and retail space, 100,000 square feet of office space, and up to approximately 300 acres of parks and open space, a ferry terminal, new and upgraded streets and other public ways, and extensive bicycle, pedestrian, and transit facilities. As part of the Project, the Developer is obligated to construct a wide range of public facilities including the new parks, ferry terminal, new utilities, roadways and more (collectively, the "Public Improvements").

As part of the implementation of the Project, the Authority has entered several Public Improvement Agreements ("PIAs") by which Developer or its assigns agreed to construct the Public Improvements required by the DDA, such as roads and park and open space facilities, and to offer those improvements to the Authority and/or the City, as appropriate, for acceptance. The bulk of these improvements are constructed under Street Improvement Permits ("SIPs") issued by San Francisco Public Works while others are constructed under Building Permits issued by the Department of Building Inspection. Public Works inspects the Public Improvements constructed by the Developer for conformance with permitted plans and City standards and regulations.

For infrastructure to be owned, operated, and maintained by other City Agencies. An action of the Board of Supervisors (the "Acceptance Legislation") formally accepts the completed work, dedicates it for public use, and assigns ownership of the improvements to the respective City

1 [Recommendation to Board of Supervisors Regarding Delegation of Public Open Space

2 Improvement Acceptance]

RESOLUTION RECOMMENDING THAT THE BOARD OF SUPERVISORS DELEGATE AUTHORITY TO THE TREASURE ISLAND BOARD OF DIRECTORS TO ACCEPT OPEN

SPACE IMPROVEMENTS

WHEREAS, On June 28, 2011 the Treasure Island Development Authority ("the Authority") and Treasure Island Community Development, LLC ("Developer") entered into the Disposition and Development Agreement ("Treasure Island/Yerba Buena Island DDA" or "DDA"); and

WHEREAS, The DDA contemplates the redevelopment of Treasure Island and Yerba Buena Island ("the Project"), including up to 8,000 units of housing, 140,000 square feet of commercial and retail space, 100,000 square feet of office space, and up to approximately 300 acres of parks and open space, a ferry terminal, new and upgraded streets and other public ways, and extensive bicycle, pedestrian, and transit facilities; and

WHEREAS, As part of its implementation of the Project, the Authority has entered several Public Improvement Agreements ("PIAs") by which Developer or its assigns agreed to construct public improvements required by the DDA, such as roads and park and open space facilities, and to offer those improvements to the Authority and/or the City, as appropriate; and

WHEREAS, The Authority will own and operate the parks and open space lands and improvements within the Project; and now, therefore, be it

RESOLVED, The Authority Board of Directors has determined that in order to expedite processing of public improvements required under the DDA and various PIAs, to facilitate the timely construction schedule for the Project, and to put the improvements into service efficiently, it would be prudent and desirable for the Board of Supervisors to, and recommends they

delegate to the Authority all necessary authority required to (1) accept ownership of the public park and open space improvements (collectively, "open space improvements") when Public Works ("PW") has determined that such improvements have been constructed in accordance with the approved plans and specifications under the applicable PIA and all City codes, regulations, and standards, and such improvements are ready for their intended use; (2) dedicate such open space improvements to public use, (3) designate them for park and/or open space purposes as appropriate; (4) accept such completed open space improvements for Authority maintenance and liability purposes; and (5) take all other official acts necessary for or related to acceptance of the public open space improvements, including without limitation accepting conditional assignment of all warranties and guaranties related to the construction of park or open space improvements; and, be it

FURTHER RESOLVED, The Authority Board of Directors has determined that such a delegation would have no adverse effect on public safety, because the Authority would accept improvements only after PW determines that they meet all City codes, regulations, and standards, and such improvements are ready for their intended use.

FURTHER RESOLVED, The Authority Board of Directors directs the Treasure Island Director to forward this recommendation to the Board of Supervisors and to take any further actions required to request that the Board of Supervisors consider and authorize the recommended delegation to the Authority as set forth in the resolution, at a duly noticed public hearing at its earliest convenience.

CERTIFICATE OF SECRETARY I hereby certify that I am the duly elected Secretary of the Treasure Island Development Authority, a California nonprofit public benefit corporation, and that the above Resolution was duly adopted and approved by the Board of Directors of the Authority at a properly noticed meeting on July 12, 2023. / 0AD226709B6A4F3. Mark Dunlop, Secretary

agency having responsibility for that infrastructure (e.g., roadways to Public Works; signage, striping, and traffic signals to SFMTA; and water, wastewater, and electrical utilities to SFPUC).

The Authority will own and operate the parks and open space lands and improvements within the Project and owns the land underlying these parks. Accordingly, the PIAs call for the Authority Board to accept park improvements and other infrastructure or facilities to be owned, operated and maintained by the Authority.

The language of the PIA for the improvements on Yerba Buena Island is not entirely consistent. In one section it implies that park improvements and other infrastructure or facilities to be owned, operated and maintained by the Authority may be accepted by the sole action of the Authority Board while in another section it seems to require all Public Improvements be accepted by the Board of Supervisors.

RECOMMENDATION

Staff recommends the Authority Board request the Board of Supervisors delegate to the Authority Board the authority to accept open space improvements constructed under the Project pursuant to the determination of Public Works that the improvements are complete; meet all City codes, regulations, and standards; and are ready for their intended use.