FILE NO. 250232

[Grant Agreement Amendment - Five Keys Schools and Programs - Permanent Supportive Housing - Artmar Hotel - Not to Exceed \$13,912,633]

Resolution approving the second amendment to the grant agreement between Five Keys Schools and Programs and the Department of Homelessness and Supportive Housing ("HSH"), for the Artmar Hotel, a permanent supportive housing site for 60 transitional aged youth; extending the grant term by 24 months from June 30, 2025, for a total term of June 1, 2021, through June 30, 2027; increasing the agreement amount by \$4,857,296 for a total amount not to exceed \$13,912,633; and authorizing HSH to enter into any amendments or other modifications to the amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the agreement.

WHEREAS, The mission of the Department of Homelessness and Supportive Housing ("HSH" or "Department") is to prevent homelessness when possible and make homelessness rare, brief, and one-time in the City and County of San Francisco ("the City") through the provision of coordinated, compassionate, and high-quality services; and

WHEREAS, Permanent supportive housing ("PSH") is the most effective evidencebased solution to chronic homelessness; and

WHEREAS, As of the 2024 Point-in-Time Count, there were approximately 1,137 young adults aged 18 to 24 experiencing homelessness in San Francisco on any given night, 68% of whom were unsheltered; and

WHEREAS, HSH awarded the agreement to Five Keys Schools and Programs (Five Keys) through the Department's streamlined contracting authority for homeless services under Administrative Code, Chapter 21.B; and

Mayor Lurie BOARD OF SUPERVISORS WHEREAS, In June 2021, HSH and Five Keys entered into an Agreement for property management and support services for 60 young adults formerly experiencing homelessness at the Artmar Hotel ("Original Agreement"); and

WHEREAS, The Original Agreement has a term of June 1, 2021, through June 30, 2024, and a not to exceed amount of \$6,704,364; and

WHEREAS, The Original Agreement is on file with the Clerk of the Board of Supervisors ("Clerk") in File No. 250232, which is hereby declared to be part of this Resolution as if set forth fully herein; and

WHEREAS, In July 2024, HSH and Five Keys entered into a First Amendment to continue these services ("First Amendment"); and

WHEREAS, The First Amendment extended the term by 12 months from June 30, 2024, for a new term of June 1, 2021, through June 30, 2025, and increased the not to exceed amount by \$2,350,973 for a total amount not to exceed of \$9,055,337; and

WHEREAS, The First Amendment is on file with the Clerk in File No. 250232, which is hereby declared to be part of this Resolution as if set forth fully herein; and

WHEREAS, HSH intends to enter into a Second Amendment to continue these services by extending the term 24 months to June 30, 2027, and by increasing the maximum expenditure by \$4,857,296 for a total not to exceed amount of \$13,912,633 (the "Amendment"); and

WHEREAS, The Board of Supervisors approved using Proposition C (2018) (Gross Receipts Tax for Homelessness Services) ("Prop C"), passed by San Francisco voters in November 2018, to fund the Our City, Our Home ("OCOH") Fund, in order to expand and complement existing funding and strategic efforts to prevent and end homelessness for San Franciscans; and

WHEREAS, 100% of this Amendment is funded with Prop C dollars; and

WHEREAS, The Amendment requires Board of Supervisors approval under Section 9.118 of the Charter; now, therefore, be it

RESOLVED, The proposed Amendment contained in File No. 250232, is substantially in final form, with all materials terms and conditions included, and only remains to be executed by the parties upon approval of this Resolution; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes HSH to make any modifications to the Amendment, prior to its final execution by all parties, that HSH determines, in consultation with the City Attorney, are consistent with this Resolution, in the best interest of the City, do not materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the Amendment, and are in compliance with all applicable laws, including City's Charter; and, be it

FURTHER RESOLVED, That within 30 days of the Amendment being fully executed by all parties, HSH shall submit to the Clerk a completely executed copy for inclusion in File No. 250232; this requirement and obligation resides with the Department, and is for purposes of having a complete file only, and in no manner affects the validity of approved Amendment.

Mayor Lurie BOARD OF SUPERVISORS

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	Recommended:
	<u>Is/</u>
	Shireen McSpadden
	Executive Director
	Department of Homelessness and Supportive Housing
	Mayor Lurie BOARD OF SUPERVISORS



City and County of San Francisco Tails Resolution

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

File Number: 250232

Date Passed: April 15, 2025

Resolution approving the second amendment to the grant agreement between Five Keys Schools and Programs and the Department of Homelessness and Supportive Housing ("HSH"), for the Artmar Hotel, a permanent supportive housing site for 60 transitional aged youth; extending the grant term by 24 months from June 30, 2025, for a total term of June 1, 2021, through June 30, 2027; increasing the agreement amount by \$4,857,296 for a total amount not to exceed \$13,912,633; and authorizing HSH to enter into any amendments or other modifications to the amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the agreement.

April 09, 2025 Budget and Finance Committee - RECOMMENDED

April 15, 2025 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250232

I hereby certify that the foregoing Resolution was ADOPTED on 4/15/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Daniel Lurie Mayor

4.25.25

Date Approved