

1 [Office of Community Investment and Infrastructure, Operating as Successor Agency to the  
2 San Francisco Redevelopment Agency - FY2017-2018 Budget]

3 **Resolution approving the FY2017-2018 Budget of the Office of Community Investment**  
4 **and Infrastructure, operating as the Successor Agency to the San Francisco**  
5 **Redevelopment Agency**

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7 WHEREAS, The Successor Agency to the Redevelopment Agency of the City and  
8 County of San Francisco, commonly known as the Office of Community Investment and  
9 Infrastructure (OCII), is implementing enforceable obligations of the Redevelopment Agency  
10 of the City and County of San Francisco (Former Agency) in accordance with the Community  
11 Redevelopment Law, Cal. Health & Safety Code, Sections 33000 et seq., as amended by the  
12 Redevelopment Dissolution Law, Cal. Health & Safety Code, Sections 34170 et seq. (the  
13 “Law”), and with San Francisco City and County Board of Supervisors (“Board of Supervisor’s)  
14 Ordinance No. 215-12 (Oct 4, 2012); and

15 WHEREAS, OCII, is a legal entity separate from the City and County of San Francisco  
16 (“City”), but the Law requires the Board of Supervisors’ to approve OCII’s annual budget in  
17 accordance with Cal. Health and Safety Code, Section 33606; and

18 WHEREAS, The Law requires OCII to receive approval from the Oversight Board of the  
19 City and County of San Francisco (“Oversight Board”) for its expenditures as listed in  
20 Recognized Obligation Payment Schedules (“ROPS”), which covers twelve month fiscal  
21 periods; and

22 WHEREAS, On January 23, 2017, the Oversight Board approved, by  
23 Resolution 1-2017, the ROPS for July 1, 2017, to June 30, 2018 (“ROPS 17-18”), which was  
24 subsequently reviewed and approved, subject to several adjustments by the California  
25 Department of Finance; and

1           WHEREAS, OCII is seeking, through a meet and confer process, to resolve some of  
2   DOF’s reductions in expenditure authority related to the transfer of real property to the City  
3   and County of San Francisco; and

4           WHEREAS, Consistent with the expenditures approved in the ROPS, the Successor  
5   Agency Commission (commonly known as the Commission on Community Investment and  
6   Infrastructure) approved, by Resolution No. 17-2017 (May 2, 2016), its annual budget for  
7   fiscal year 2017-2018 (the “Budget”); and authorized the Executive Director to submit the  
8   Budget for review and approval to the Mayor and the Board of Supervisors; and

9           WHEREAS, The Former Agency and the City entered into Tax Increment Allocation  
10   Pledge Agreements for each of the Redevelopment Project Areas in Mission Bay North and  
11   Mission Bay South (Resolution Nos. 884-98 and 887-98) (“Mission Bay Pledges”) for the  
12   purpose of pledging net available tax increment from these areas to pay for the costs of public  
13   infrastructure and affordable housing; and

14           WHEREAS, The Former Agency and the City entered into the Transbay  
15   Redevelopment Project Tax Increment Allocation and Sales Proceeds Pledge Agreement  
16   (Ordinance No. 99-06, May 19, 2006) for the purpose of pledging net available tax increment  
17   and sales proceeds from formerly State-owned parcels in the Transbay Redevelopment  
18   Project Area (“Transbay Pledge”) to the Transbay Joint Powers Authority to pay for the costs  
19   of developing the Transbay Transit Center Project; and

20           WHEREAS, The Former Agency and the City entered into a Tax Increment Allocation  
21   Pledge Agreement for Candlestick Point and Phase 2 of the Hunters Point Shipyard  
22   (“Candlestick Point-Shipyard Phase 2 Pledge”) for the purpose of pledging net available tax  
23   increment to pay for the costs of public infrastructure and affordable housing (Resolution No.  
24   349-10, Aug. 3, 2010); and

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1           WHEREAS, The Budget includes, among other things, the use of property tax  
2 revenues (formerly tax increment revenues) from various project areas of the former  
3 Redevelopment Agency of the City and County of San Francisco to pay for certain  
4 enforceable obligations consistent with the authority granted under Section 34177.7 of the  
5 California Health and Safety Code and under Board of Supervisors Resolution No. 538-16  
6 (Dec. 22, 2016).

7           WHEREAS, In addition to the revenues included in the Budget, OCII may receive  
8 interest on bond proceeds; and

9           WHEREAS, OCII anticipates the transfer of Yerba Buena Gardens (“YBG”) to the City,  
10 as required under the Law and approved by the DOF in the Long Range Property  
11 Management Plan; and

12           WHEREAS, This transfer will include restricted Community Development Block Grant  
13 funds; and

14           WHEREAS, OCII serves as the administrator of certain Community Facilities Districts  
15 (“CFDs”) listed in Exhibit A1 of the Budget, created under the provisions of the Community  
16 Facilities Act of 1982, as amended, Chapter 2.5 of Part 1 of Division 2 of Title 5 (commencing  
17 with Section 53311) of the California Government Code (known as the “Mello-Roos Act”), and  
18 is obligated to receive revenues, make debt service payments and make other expenditures in  
19 fulfillment of other obligations associated with the CFDs; now, therefore, be it

20           RESOLVED, By the Board of Supervisors that it does hereby approve the Budget, as  
21 shown in Exhibit “A” attached hereto and incorporated as if set forth in full herein; and be it

22           FURTHER RESOLVED, That OCII is authorized to accept and expend any pledged tax  
23 increment from the project areas covered by the Mission Bay Pledges, the Transbay Pledge,  
24 and the Candlestick Point-Shipyard Phase 2 Pledge that may be received during Fiscal Year  
25 2017-2018 in excess of amounts included in the Budget attached hereto as Exhibit “A,” in

1 accordance with enforceable obligations, and subject to any approvals that are required from  
2 OCII's Oversight Board and DOF.

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