BOARD of SUPERVISORS



City Hall
1 Dr. Carlton B. Goodlett Place
Room 244
San Francisco, CA 94102-4689
Tel. No. (415) 554-5184
Fax No. (415) 554-5163
TDD/TTY No. (415) 554-5227

February 14, 2023

The Honorable Gavin Newsom Governor of the State of California 1020 O Street, Suite 9000 Sacramento, CA 95814

SUBJECT: Supporting Affordable Housing on State-Owned Property at 1377 Fell Street
- DMV Field Office Site

Dear Governor Newsom,

For your information, please find a copy of the following legislation, which was adopted by the Board of Supervisors of the City and County of San Francisco and enacted on the dates specified below:

Resolution No. 012-23 (File No. 221176) - Resolution supporting the development of permanently affordable housing at the San Francisco Department of Motor Vehicles (DMV) field office site at 1377 Fell Street and urging the State of California to prioritize affordable housing on the site, in place of or in addition to a DMV field office. (Board of Supervisors - Adopted on 1/24/2023) (Mayor - Returned on February 3, 2023)

If you have any questions or require additional information, please call Erica Major, Assistant Clerk, at (415) 554-4441 or email <u>Erica.Major@sfgov.org</u>.

Sincerely,

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Angela Calvillo
Clerk of the Board

[Supporting Affordable Housing on State-Owned Property at 1377 Fell Street - DMV Field Office Site]

Resolution supporting the development of permanently affordable housing at the San Francisco Department of Motor Vehicles (DMV) field office site at 1377 Fell Street and urging the State of California to prioritize affordable housing on the site, in place of or in addition to a DMV field office.

WHEREAS, The State of California is requiring localities to increase housing production, particularly affordable housing, in order to comply with updated requirements under California's Housing Element Law; and

WHEREAS, In order for San Francisco to be in compliance with the Housing Element, the city must allow for the production of 82,069 new units of housing, 46,598 of which (57%) must be affordable to very low, low, and moderate income San Francisco households; and

WHEREAS, In the most recent Regional Housing Needs Allocation (RHNA) cycle, spanning from 2014 to 2022, San Francisco produced 150% of its goals for market-rate housing, while failing to meet its goals for affordable housing production, meeting less than 50% of its target for very low, low, and moderate income San Francisco households; and

WHEREAS, In order to meet the increased targets for affordable housing production, the City must work collaboratively with the state to pursue every available opportunity site, and take advantage of every possible funding stream; and

WHEREAS, In 2008, the California Department of Motor Vehicles issued a Request for Proposals (RFP) to develop affordable housing at 1377 Fell Street, the current site of the San Francisco Department of Motor Vehicles (DMV) field office; and

WHEREAS, A local developer was awarded the RFP to pursue development of affordable housing, but was unable to make the project work, according to state officials; and

WHEREAS, The DMV site is in a transit-rich area, with access to multiple Muni bus lines, including the 6-Haight/Parnassus, 7-Haight/Noriega, 21-Hayes, 24-Divisadero, 33-Asbhury/18th Street, 43-Masonic, and others; and

WHEREAS, With a lot area size of 98,061 square feet, the DMV site is one the few large-scale sites in the geographic center of San Francisco, and would serve as a critical site for the pursuit geographic equity in the production of affordable housing citywide; and

WHEREAS, A significant portion of the property is a surface level parking lot, an ideal development opportunity that would not require demolition of existing housing or other uses; and

WHEREAS, As state-owned property, the site provides a cost-effective opportunity for large-scale affordable housing development without the upfront cost to the city to acquire the land; now, therefore, be it

RESOLVED, That the San Francisco Board of Supervisors supports the development of 100% permanently affordable housing at 1377 Fell Street, either in place of or in addition to the current DMV field office; and, be it

FURTHER RESOLVED, That the Board of Supervisors urges the State of California, including the California Department of Motor Vehicles and the Department of General Services, to prioritize the development of 100% affordable housing on the site; and, be it

FURTHER RESOLVED, That the Board of Supervisors urges Governor Newsom and the San Francisco state delegation to work collaboratively with the city toward the goal of developing permanently affordable housing on the DMV site; and, be it

FURTHER RESOLVED, That the Board of Supervisors urges the Planning Department and the Mayor's Office of Housing and Community Development to partner with state agencies in the development of permanently affordable housing on the DMV site; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby directs the Clerk of the Board to transmit a copy of this Resolution to Governor Gavin Newsom and San Francisco's state legislative delegation.



City and County of San Francisco Tails

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

Resolution

File Number: 221176

Date Passed: January 24, 2023

Resolution supporting the development of permanently affordable housing at the San Francisco Department of Motor Vehicles (DMV) field office site at 1377 Fell Street and urging the State of California to prioritize affordable housing on the site, in place of or in addition to a DMV field office.

January 23, 2023 Land Use and Transportation Committee - RECOMMENDED AS COMMITTEE REPORT

January 24, 2023 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 221176

I hereby certify that the foregoing Resolution was ADOPTED on 1/24/2023 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Unsigned	02/03/2023
London N. Breed	Date Approved

I hereby certify that the foregoing resolution, not being signed by the Mayor within the time limit as set forth in Section 3.103 of the Charter, or time waived pursuant to Board Rule 2.14.2, became effective without her approval in accordance with the provision of said Section 3.103 of the Charter or Board Rule 2.14.2.

Angela Calvillo Date
Clerk of the Board