17 18

19

21 22

23 24

25

[Apply for Grant - BRIDGE Housing Corporation - Assumption of Liability - Department of Housing and Community Development Affordable Housing and Sustainable Communities Program - Balboa Reservoir Building A]

Resolution authorizing the Mayor's Office of Housing and Community Development on behalf of the City and County of San Francisco to execute a grant application, as defined herein, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program as a joint applicant with BRIDGE Housing Corporation, a California public benefit corporation, for the 159-unit 100% affordable housing project identified as Balboa Reservoir Building A; authorizing the City to assume any joint and several liability for completion of the projects required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31.

WHEREAS, The State of California, the Strategic Growth Council ("SGC") and the Department of Housing and Community Development ("Department") has issued a Notice of Funding Availability ("NOFA") dated January 30, 2023, under the Affordable Housing and Sustainable Communities ("AHSC") Program established under Division 44, Part 1 of the Public Resources Code commencing with Section 75200; and

WHEREAS, The SGC is authorized to approve funding allocations for the AHSC Program, subject to the terms and conditions of the NOFA, AHSC Program Guidelines adopted by SGC on December 15, 2022 ("Program Guidelines"), an application package released by the Department for the AHSC Program ("Application Package"), and an AHSC standard agreement with the State of California ("Standard Agreement"), the Department is

authorized to administer the approved funding allocations of the AHSC Program; and

WHEREAS, The AHSC Program provides grants and loans to applicants identified through a competitive process for the development of projects that, per the Program Guidelines, will create new affordable housing and achieve greenhouse gas reductions and benefit disadvantaged communities through increased accessibility to affordable housing, employment centers and key destinations via low-carbon transportation; and

WHEREAS, The AHSC Program requires that joint applicants for a project will be held jointly and severally liable for completion of such project; and

WHEREAS, BRIDGE Housing Corporation, a California public benefit corporation ("Developer"), has requested the City and County of San Francisco (the "City"), acting by and through the Mayor's Office of Housing and Community Development ("MOHCD"), to be a joint applicant for its 159-unit unit, 100% affordable housing project located generally north of Ocean Avenue commercial district, west of City College of San Francisco Ocean Campus, east of the Westbrook Park neighborhood and south off Archbishop Riordan High School (the "Reservoir Building A"); and

WHEREAS, On May 28, 2020, by Motion No. 20730, the Planning Commission certified as adequate, accurate, and complete the Final Environmental Impact Report ("FEIR") for the Project pursuant to the California Environmental Quality Act (California Public Resources Code, Sections 21000 et seq.) ("CEQA"), the CEQA Guidelines (14 CCR Sections 15000 et seq.), and Administrative Code, Chapter 31; a copy of Planning Commission Motion No. 20730 is on file with the Clerk of the Board of Supervisors in File No. 200635; also, on May 28, 2020, by Motion No. 20731, the Planning Commission adopted environmental findings, including a rejection of alternatives and a statement of overriding considerations ("CEQA Findings") and a Mitigation Monitoring and Reporting Program ("MMRP"); these Motions are on file with the Clerk of the Board in File No. 200635; in accordance with the

actions contemplated in this Ordinance, the Board of Supervisors has reviewed the FEIR and related documents, and adopts as its own and incorporates by reference herein the CEQA Findings, including the statement of overriding considerations, and the MMRP; and

WHEREAS, In order to be highly competitive for the AHSC funds, the Developer and MOHCD will also apply for AHSC grant funds to purchase two BART cars ("BART cars"), in order to further reduce greenhouse gas emissions; and

WHEREAS, BART and the Developer will enter into a Memorandum of Understanding regarding the purchase of the BART cars; and

WHEREAS, The Municipal Transportation Agency ("SFMTA") plans to perform transit improvements in the vicinity of the Project (the "SFMTA Work"); and

WHEREAS, The Developer plans to perform streetscape improvements to support bicycles and pedestrians as part of Reservoir Building A; and

WHEREAS, The City, acting by and through MOHCD, desires to apply for AHSC Program funds and submit an Application Package as a joint applicant with the Developer; and

WHEREAS, SFMTA and MOHCD will enter into a Memorandum of Understanding to make commitments related to completion of the SFMTA Work as included in the Application Package; and

WHEREAS, The City, acting by and through MOHCD, desires to apply for AHSC Program funds and submit an Application Package as a joint applicant with the Developer; now, therefore, be it

RESOLVED, That the Board of Supervisors delegates to MOHCD, on behalf of the City, the authority to execute an application to the AHSC Program as detailed in the NOFA dated January 30, 2023, for Round 7, in a total amount not to exceed \$50,000,000 of which up to \$35,000,000 will be provided as a loan to the Developer for the Project as an Affordable

Housing Development ("AHD") ("AHSC Loan") and a grant to the City for Housing-Related Infrastructure ("HRI"), and up to \$15,000,000 will be provided as a grant to the City, BART and the Developer for Sustainable Transportation Infrastructure ("STI"), Transit-Related Amenities ("TRA") or Program ('PGM") activities ("AHSC Grant") as defined the AHSC Program Guidelines and sign AHSC Program documents; and, be it

FURTHER RESOLVED, The Board of Supervisors specifically agrees that the City shall assume any joint and several liability for completion of the Project required by the terms of any grant awarded to the City and any loan awarded to the Developer under the AHSC Program; and, be it

FURTHER RESOLVED, That the Board of Supervisors acknowledges that if the Application is successful, the City, through MOHCD, shall seek Board of Supervisors approval of the Standard Agreement, with terms and conditions that AHSC Program funds are to be used for allowable capital asset project expenditures to be identified in Exhibit A of the Standard Agreement, that the Application Package in full is incorporated as part of the Standard Agreement, and that any and all activities funded, information provided, and timelines represented in the application are enforceable through the Standard Agreement; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of MOHCD (or his designee) to execute and deliver any documents in the name of the City that are necessary, appropriate or advisable to secure the AHSC Program funds from the Department, and all amendments thereto, and complete the transactions contemplated herein and to use the funds for eligible capital asset(s) in the manner presented in the application as approved by the Department and in accordance with the NOFA and Program Guidelines and Application Package; and, be it

FURTHER RESOLVED, That all actions authorized and directed by this Resolution and

1	heretofore taken are ratified, approved, and confirmed by this Board of Supervisors.
2	
3	
4	
5	
6	
7	DECOMMENDED:
8	RECOMMENDED:
10	<u>ls1</u>
11	Eric D. Shaw, Director,
12	Mayor's Office of Housing and Community Development
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	



## City and County of San Francisco Tails

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

## Resolution

File Number: 230

230220

Date Passed: April 04, 2023

Resolution authorizing the Mayor's Office of Housing and Community Development on behalf of the City and County of San Francisco to execute a grant application, as defined herein, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program as a joint applicant with BRIDGE Housing Corporation, a California public benefit corporation, for the 159-unit 100% affordable housing project identified as Balboa Reservoir Building A; authorizing the City to assume any joint and several liability for completion of the projects required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31.

March 22, 2023 Budget and Finance Committee - RECOMMENDED

April 04, 2023 Board of Supervisors - ADOPTED

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

File No. 230220

I hereby certify that the foregoing Resolution was ADOPTED on 4/4/2023 by the Board of Supervisors of the City and County of San Francisco.

London N. Breed Mayor 19/42

**Date Approved** 

Angela Calvillo Clerk of the Board