[Settlement of Lawsuit]

ORDINANCE NO. 75-07

 Ordinance authorizing revised settlement of litigation brought by the San Francisco Bay Area Transit District against City and County of San Francisco in the eminent domain action entitled San Francisco Bay Area Transit District v. City and County of San Francisco, et al. (Alameda County Superior Court No. HG03-099024, filed July 7, 2003), for the principal amount of \$2,367,570.

Be it ordained by the People of the City and County of San Francisco:

Section 2. The plaintiff filed its eminent domain action entitled <u>San Francisco Bay Area Transit District v. City and County of San Francisco, et al.</u> in Alameda County Superior Court on July 7, 2003.

Section 3: The action was brought by BART seeking fee ownership of certain property located in the County of Alameda, owned by the City and County of San Francisco ("CCSF") under the jurisdiction of the San Francisco Public Utilities Commission ("SFPUC") and occupied, in part, by SFPUC above-ground water transmission lines (the "Property").

Section 4: SFPUC and BART initially reached a settlement during the course of a judicially supervised settlement conference by which BART agreed to make payment in the amount of \$2,750,000, plus interest according to law, to CCSF for acquisition of the Property for use in connection with a BART Project, subject to a reserved permanent easement in favor of CCSF. The initial settlement was then submitted to the SFPUC and the Board of Supervisors ("Board") for approval. The Board authorized the City Attorney's Office to negotiate the settlement on the financial terms set forth above by its Ordinance No. 220-05.

Section 5: Following the Board's adoption of a settlement ordinance, the parties discovered that a material disagreement existed as to the scope of the property rights to be acquired by BART and reserved by CCSF under the settlement. BART subsequently filed a motion with the Alameda County Superior Court to enforce the settlement on terms that SFPUC and the City Attorney's Office believed would not protect the integrity of present or potential future SFPUC water delivery facilities on the Property, and the Superior Court granted that motion. The parties then subsequently agreed to negotiate a revised settlement.

Section 6: By the terms of the revised settlement, BART will take fee ownership of pertions of the Property, for a payment in the principal amount of \$2,367,570.00, plus negotiated interest, and CCSF will receive an easement that provides it with sufficient property rights to maintain its existing facilities, and relocate its existing facilities underground, as well as locate potential future facilities, at an alternate location on the Property. The terms of the easement in favor of CCSF will be in substantially the form reflected in Exhibit A, contained in the Board of Supervisors File No. <u>070297</u> <u>Before BART takes fee</u> ownership of the Property and the easement is recorded, CCSF will require that Tthe City of Fremont, Union Pacific Railroad Company, Alameda County Water District, and the Alameda County Flood Control District, each of which currently operates or will operate facilities over the Property, will consent to the easement <u>pursuant to certain consent and estoppel</u>

certificates or certificates of consent, as applicable, substantially in the forms attached to the stipulation; such consents and estoppel certificates shall be recorded contemporaneously with the easement in favor of CCSF and such certificates of consent shall be executed on or prior to such recordation date; and

Section 7: By the terms of the revised settlement, the parties shall bear their own costs and attorneys fees associated with the litigation.

Section 8: The SFPUC has approved this revised settlement by Resolution No. 07-0031 on February 14, 2007. A copy of that resolution is contained in Board of Supervisors File No. ______ and is incorporated herein by this reference.

APPROVED AS TO FORM:

APPROVED: Public Utilities Commission

DENNIS J. HERRERA, City Attorney

RRISTEN A. JENSEN

Deputy City Attorney

∕Susan Leal General Manager



City and County of San Francisco Tails

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

Ordinance

File Number:

070297

Date Passed:

Ordinance authorizing revised settlement of litigation brought by the San Francisco Bay Area Transit District against City and County of San Francisco in the eminent domain action entitled San Francisco Bay Area Transit District v. City and County of San Francisco, et al. (Alameda County Superior Court No. HG03-099024, filed July 7, 2003), for the principal amount of \$2,367,570.

March 27, 2007 Board of Supervisors — PASSED, ON FIRST READING
Ayes: 11 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Jew, Maxwell,

McGoldrick, Mirkarimi, Peskin, Sandoval

April 10, 2007 Board of Supervisors — FINALLY PASSED

File No. 070297

I hereby certify that the foregoing Ordinance was FINALLY PASSED on April 10, 2007 by the Board of Supervisors of the City and County of San Francisco.

Kay Gulbengay

Arterim Clerk of the Board

APK 1 9 2007

Date Approved

Mayor Gavin Newsom