April 14, 1999.

[Sale of Property]

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DECLARING PARCELS 16 AND 16A OF THE BERNAL PROPERTY TO BE SURPLUS; AUTHORIZING THE GENERAL MANAGER OF THE PUBLIC UTILITIES COMMISSION TO EXECUTE A PURCHASE AND SALE AGREEMENT TO TRANSFER PARCELS 16 AND 16A TO THE PLEASANTON UNIFIED SCHOOL DISTRICT; ADOPTING FINDINGS PURSUANT TO THE CALIFORNIA ENVIRONMENTAL QUALITY ACT: AND REQUESTING THE PUBLIC UTILITIES COMMISSION TO REPORT BACK TO THE BOARD'S FINANCE AND LABOR COMMITTEE WITH REVENUE PROJECTIONS WITHIN THREE MONTHS.

WHEREAS, The City and County of San Francisco (the "City"), by and through the jurisdiction of the Public Utilities Commission (the "PUC"), owns fee title to that certain real property consisting of approximately 510 acres located in Alameda County and the City of Pleasanton known as the Bernal Property (the "Bernal Property"); and,

WHEREAS, The PUC, on behalf of the City, obtained certain land use entitlements from Alameda County, and is continuing to seek certain other land use entitlements from the City of Pleasanton, to permit a mixed-use development of the Bernal Property; and,

WHEREAS, The existing entitlements from Alameda County and the contemplated entitlements from the City of Pleasanton require the sale of a parcel on the Bernal Property to the Pleasanton Unified School District ("PUSD") for the construction of a public elementary school; and,

WHEREAS. The PUSD is in immediate need of Parcels 16 and 16A of the Bernal Property, consisting of approximately 11 acres, in order to construct a public elementary school scheduled to open in September 2000; and,

WHEREAS, If the City does not sell Parcels 16 and 16A to the PUSD at this time, the PUSD has threatened to condemn Parcels 16 and 16A; and,

Supervisors Ammiano, Katz, Leno, Becerril, Kaufman, Newsom, Yaki

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WHEREAS. The PUSD has issued a negative declaration under the California Environmental Quality Act (State Clearinghouse No. 99012016) (the "Negative Declaration") for the purchase and sale of Parcels 16 and 16A and the construction of an elementary school thereon; and,

WHEREAS, The Board of Supervisors enacted Ordinance No. 98-1254 to initiate the sales process for the Bernal Property, which Ordinance exempts the sale of the Bernal Property from Article 1, Chapter 23 of the San Francisco Administrative Code and allows for the sale of all or part of the Bernal Property subject to the approval of the Board of Supervisors by resolution; and,

WHEREAS, The PUC believes that, given the current status of the land use entitlements and the contemplated development project, it is in the best interests of the City to sell Parcels 16 and 16A of the Bernal Property to the PUSD at this time; and,

WHEREAS, On March 2, 1999, the PUC passed a resolution adopting CEQA findings, declaring Parcels 16 and 16A to be surplus to the water enterprise, and recommending approval of a purchase and sale agreement dated as of February 23, 1999 (the "Purchase" and Sale Agreement"), a copy of which is on file with the Clerk of the Board of Supervisors in File No. 990509

WHEREAS, Under the Purchase and Sale Agreement, the City would sell Parcels 16 and 16A of the Bernal Property to the PUSD for a purchase price of \$6.4 million, payable in cash and school fee credits applicable to the developer of the Bernal Property, which will be reduced to \$1 million in cash if the City of Pleasanton approves the proposed development of the Bernal Property by July 1, 1999 and such approvals become final and effective no later than January 1, 2000; and,

WHEREAS. The Board of Supervisors finds that it is in the best interests of the City to agree to the purchase price reduction based upon the desire to obtain development approvals

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from the City of Pleasanton and the financial advantages to the City that will result from the sale of the Bernal Property following such approvals; now, therefore, be it

RESOLVED, That this Board hereby finds and declares (a) that it has reviewed and relied upon the Negative Declaration, and, in its independent judgment, it concurs with and adopts the findings and conclusions made in the Negative Declaration and by the PUC, and incorporates said findings and conclusions as though fully set forth herein, and (b) that, on the basis of substantial evidence, there have been no changes to the proposed school project or its circumstances and no new information has become available since the PUC's findings that would alter such findings; and, be it

FURTHER RESOLVED, That Parcel 16 and Parcel 16A of the Bernal Property are surplus property, and that the public interest demands or will not be inconvenienced by a sale of these Parcels; and, be it

FURTHER RESOLVED, That pursuant to Ordinance 98-1254, this Board approves the Purchase and Sale Agreement, and authorizes the General Manager of the PUC to execute the Purchase and Sale Agreement in substantially the form presented to this Board and to take all actions set forth therein to transfer Parcels 16 and 16A of the Bernal Property to the PUSD in accordance with the terms of the Purchase and Sale Agreement; and, be it

FURTHER RESOLVED, That the Board hereby requests that the PUC report back to the Board's Finance and Labor Committee, within ninety (90) days from the date of this Resolution, estimates of revenue projections or property valuations for the following three disposition options for the Bernal Property: (1) bulk sale of Bernal Property for cash at closing; (2) joint venture development with a developer selected by the City; and (3) sale of the Bernal Property with City participation in the purchase financing; and, be it

PUBLIC UTILITIES COMMISSION

FURTHER RESOLVED, That this Board authorizes the General Manager of the PUC to take any and all steps necessary and advisable to effectuate the purpose and intent of this

General Manager, Public Utilities Commission



## City and County of San Francisco Tails

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

## Resolution

File Number:

990509

**Date Passed:** 

Resolution declaring Parcels 16 and 16A of the Bernal Property to be surplus; authorizing the General Manager of the Public Utilities Commission to execute a purchase and sale agreement to transfer Parcels 16 and 16A to the Pleasanton Unified School District; and adopting findings pursuant to the California Environmental Quality Act; requesting Public Utilities Commission to report back to the Finance and Labor Committee with revenue projections within two months.

April 19, 1999 Board of Supervisors — ADOPTED

Ayes: 9 - Ammiano, Becerril, Bierman, Brown, Katz, Kaufman, Leno, Yaki, Yee

Absent: 2 - Newsom, Teng

File No. 990509

I hereby certify that the foregoing Resolution was ADOPTED on April 19, 1999 by the Board of Supervisors of the City and County of San Francisco.

Gloria L. Young

Clerk of the Board

APR 3 0 1999

**Date Approved** 

Mayor Willie L. Brown Jr.