**BOARD of SUPERVISORS** 



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

# MEMORANDUM

## BUDGET AND FINANCE COMMITTEE

### SAN FRANCISCO BOARD OF SUPERVISORS

- TO: Supervisor Malia Cohen, Chair Budget and Finance Committee
- FROM: Linda Wong, Assistant Clerk
- DATE: September 25, 2017
- SUBJECT: **COMMITTEE REPORT, BOARD MEETING** Tuesday, September 26, 2017

The following file should be presented as a **COMMITTEE REPORT** at the Board meeting on Tuesday, September 26, 2017, at 2:00 p.m. This item was acted upon at the Committee Meeting on Thursday, September 21, 2017, at 10:00 a.m., by the votes indicated.

### Item No. 29 File No. 170945

Resolution adopting the Vision, Goals and Objectives of The Bay Area Comprehensive Economic Development Strategy to establish a nine county regional Economic Development District recognized by the United States Economic Development Administration, to improve access to economic and workforce related grants and technical assistance from federal and state agencies and private foundations to foster greater public and private collaboration in addressing economic, workforce and equity issues that no single jurisdiction, organization or enterprise can solve alone.

### **RECOMMENDED AS COMMITTEE REPORT**

Vote: Supervisor Malia Cohen - Aye Supervisor Norman Yee - Aye Supervisor Katy Tang - Excused

c: Board of Supervisors Angela Calvillo, Clerk of the Board Jon Givner, Deputy City Attorney Alisa Somera, Legislative Deputy Director

File No. \_\_\_\_\_\_ Committee Item No. \_\_\_\_\_ Board Item No. \_\_\_\_\_\_

# **COMMITTEE/BOARD OF SUPERVISORS**

AGENDA PACKET CONTENTS LIST

Committee: Budget & Finance Committee

Date September 21, 2017 Date September 24, 2017

**Board of Supervisors Meeting** 

### **Cmte Board**

		Motion
X	R	Resolution
Ē	Ħ	Ordinance
H	Ħ	Legislative Digest
	H	Budget and Legislative Analyst Report
		Youth Commission Report
		Introduction Form
$\mathbf{X}$	K	Department/Agency Cover Letter and/or Report
		MOU
$\square$		Grant Information Form
Π	Ħ	Grant Budget
H	H	Subcontract Budget
H	H	•
		Contract/Agreement
		Form 126 – Ethics Commission
		Award Letter
		Application
		Public Correspondence

(Use back side if additional space is needed) OTHER

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Completed by:	Linda Wong	Date	Sentember 15, 2017
Completed by:	Linda Wong	Date	September 15, 2017 September 25, 2017

### FILE NO. 170945

### **RESOLUTION NO.**

[Adopting the Vision, Goals, and Objectives of The Bay Area Comprehensive Economic Development Strategy - Establish a County Regional Economic Development District]

Resolution adopting the Vision, Goals and Objectives of The Bay Area Comprehensive Economic Development Strategy to establish a nine county regional Economic Development District recognized by the United States Economic Development Administration, to improve access to economic and workforce related grants and technical assistance from federal and state agencies and private foundations to foster greater public and private collaboration in addressing economic, workforce and equity issues that no single jurisdiction, organization or enterprise can solve alone.

WHEREAS, Economic Development Districts (EDDs) are multi-jurisdictional entities, which support local and regional economic and workforce development planning and involve public, private and non-profit actors to establish a strategic roadmap for regional collaboration that acknowledges and supports local government land use authority; and

WHEREAS, A regional Economic Development District (EDD) provides a platform for addressing shared problems, realizing mutual goals, and leveraging resources across the region to achieve more equitable outcomes; and

WHEREAS, The Bay Area had a population of 7.7 million people at the beginning of 2017, an increase of over 500,000 from 2010, and is projected to grow to 9.5 million people according to Plan Bay Area 2040; and

WHEREAS, While every county in the region has distressed and disadvantaged neighborhoods where incomes fall below 80% of US per capita levels, a U.S. EDA threshold point for distress; and

Mayor Lee; Supervisor Yee BOARD OF SUPERVISORS WHEREAS, High housing prices and low production levels characterize the Bay Area's housing market, so that in 2015 almost half of all renters and one third of all homeowners paid 30% or more of their income towards housing; and

WHEREAS, A regional Economic Development District would make the Bay Area more competitive for federal economic and workforce development related technical assistance and grant funding and could support sub-regional economic development efforts that address the needs of the region's diverse communities and workforce; and

WHEREAS, The region's Comprehensive Economic Development Strategy documents the economic conditions of the region, provides an assessment of the Bay Area's strengths and challenges, and develops an action plan to build on the region's assets and address its challenges; and

WHEREAS, Economic growth is necessary to improve the Bay Area's economic prosperity; and

WHEREAS, A stronger business climate is needed to maintain industry and employer competition, and initiatives must be developed that retain and expand our strong economic base and culture of innovation; and

WHEREAS, Continuing to train our workforce will provide pathways to better and more diverse jobs with a wide range of skill levels and entry into middle income jobs; and

WHEREAS, Economic opportunity is integrally tied to regional housing production and retaining low- to middle- wage earners in the region requires a broader housing base; and

WHEREAS, Infrastructure investments are needed to address the growing strains on transportation, water, energy and communications and will allow the region to be more resilient to economic downturns and natural hazards; and

WHEREAS, The completion of the Bay Area's Comprehensive Economic Development Strategy (CEDS) report is required to establish a nine county Regional Economic

Mayor Lee; Supervisor Yee BOARD OF SUPERVISORS

Development District (EDD) recognized by the federal Economic Development Administration; and

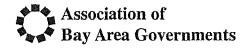
WHEREAS, Boards of Supervisors from at least five of the nine Bay Area counties must adopt the Vision, Goals and Objectives in the Comprehensive Economic Development Strategy to establish a region-wide Economic Development District on file with the Clerk of the Board of Supervisors in File No. 170945, which is hereby declared to be a part of this resolution as if set forth fully herein; now, therefore, be it

RESOLVED, The Board of Supervisors of The City and County of San Francisco hereby adopt the Visions, Goals and Objectives set forth in the Bay Area's Comprehensive Economic Development Strategy (CEDS) produced by Association of Bay Area Governments/ Metropolitan Transportation Commission on file with the Clerk of the Board of Supervisors in File No. 170945, which is hereby declared to be a part of this resolution as if set forth fully herein.

Mayor Lee; Supervisor Yee BOARD OF SUPERVISORS



METROPOLITAN TRANSPORTATION COMMISSION



www.mtc.ca.gov

375 Beale Street, Suite 800, San Francisco, CA 94105 (415) 778-6700

<u>www.abag.ca.gov</u>

September 5, 2017

To:

San Francisco Board of Supervisors

From:

Cynthia Kroll, Chief Economist and Assistant Director, Planning and Research

Johnny Jaramillo, Manager, Economic and Workforce Development Program

RE:

Resolution endorsing the final Vision, Goals and Objectives of the regional Comprehensive Economic Development Strategy

ABAG requests endorsement by San Francisco's Board of Supervisors as well as the other eight Bay Area County Boards of Supervisors for the attached Vision, Goals and Objectives of the regional Comprehensive Economic Development Strategy. The Vision, Goals and Objectives were developed over the past year in partnership with local jurisdictions and economic and workforce organizations and related stakeholders in each of the nine Bay Area counties. Your support and approval is required by the USEDA to establish the framework for an Action Plan that directs the Bay Area Regional Economic Development District.

In 2016, ABAG staff were directed by the Executive Board to partner with the USEDA and regional and local economic and workforce organizations to prepare a Comprehensive Economic Development Strategy (CEDS) that would establish a Bay Area Regional Economic Development District (EDD). The CEDS describes regional economic conditions and trends, identifies strengths and challenges, and includes the vision, goals and objectives that will guide the activities of the Regional Economic Development District. The EDD will be a platform for cooperative action, shared information, and developing creative policy responses to address economic, workforce and equity issues that no single jurisdiction, organization or enterprise can solve alone. Together, the CEDS Action Plan and Regional EDD designation will improve local jurisdiction access to federal, state and private foundation investments, foster greater public and private collaboration, and expand the effectiveness of local and regional resources.

### *Vision, Goals and Objectives of the regional Comprehensive Economic Development Strategy* STRATEGIC FRAMEWORK TO ACTION – VISION, GOALS, OBJECTIVES

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### VISION

A dynamic and resilient economy, spurred by a culture of innovation and inclusion, providing opportunities, shared prosperity, and a sustainable quality of life for all residents and workers.

The vision statement is the distillation of conversations among business, workforce, local government and community stakeholders, reflecting the region's aspirations for the economy and its participants over the next 10 to 20 years.

### **GOALS AND OBJECTIVES**

Goals and objectives reflect major concerns of business, workforce, and community organizations in the region and drive the CEDS action plan. Goals are broad outcomes that build upon the vision and are often intangible. Objectives by contrast are more specific, measurable, and support realization of the goals. Together, the vision, goals and objectives will underlie efforts to strengthen our business climate and workforce opportunities for all, while addressing regional challenges that cross-jurisdictional borders.

# GOAL 1 BUSINESS CLIMATE. Develop policies to improve the business climate to retain and expand our strong economic base and culture of innovation.

- *Objective 1.1* Support key industry clusters that drive the economy and improve the capacity for new clusters to develop throughout the region.
- *Objective 1.2* Retain and expand the region's culture of innovation and enable companies to start, grow and thrive here.
- Objective 1.3Improve the business climate for middle wage industries, small and mediumsized firms, and entrepreneurship, especially within disadvantagedcommunities.
- *Objective 1.4* Strengthen economic resilience across business cycles and within vulnerable parts of the region.
- *Objective 1.5* Strengthen the economic development capacity of local jurisdictions by sharing best practices and data.

GOAL 2	WORKFORCE. Improve workforce training and provide pathways to better jobs by improving the alignment between workforce skills, business and employer needs, and working conditions and earnings in low wage occupations.				
Objective 2.1		Enhance the quality and access of pre-K through High School education to better prepare children and young adults for future success.			
Objective 2	2.2	Improve the Bay Area and California's higher education and other post- secondary systems to generate a globally competitive workforce.			
Objective 2.3		Support economic growth and economic mobility in employment and wages for all workers at all stages of life, particularly low- and moderate-wage workers.			
Objective 2.4		Strengthen the local economy by supporting the role of immigrants in the region's labor market.			
GOAL 3 HOUSING AND WORK PLACES. House the labor force needed to fill the low, mid and high wage jobs required by our economy as well as the nonworking popula while providing flexibility for timely expansion of work places.		gh wage jobs required by our economy as well as the nonworking population,			
<i>Objective 3.1</i>		Enhance Plan Bay Area (PBA) to ensure a land use pattern with space for all activities, particularly the "fit" between jobs and housing at the subregional level, that contribute to the regional economy.			
Objective 3.2		Work toward providing enough housing to meet the affordability needs at wage and salary levels that exist in the Bay Area's <i>current and future</i> population.			
Objective 3.3		Encourage local regulations and permitting processes that support retention and expansion of local business and infill development.			
Objective 3.4		Advocate for changes to state regulations that impede local infill development, and strengthen the region's ability to provide related infrastructure and services.			
GOAL 4 INFRASTRUCTURE. Prioritize investments to address the growing strains on public services, transportation, water, energy and communications.					
Objective	4.1	Improve Regional Mobility through transportation system enhancements and investments.			
<i>Objective 4.2</i>		Increase access to jobs and economic opportunity for all workers, particularly low income workers, by expanding access to transportation.			

Objective 4.3 Prepare for the future by expanding investment in communications and sustainable energy infrastructure, and ensure the existing regulatory framework supports these developments.
 Objective 4.4 Reduce the impact of natural hazards on community infrastructure, particularly in distressed or disadvantaged communities that are most at risk.
 Objective 4.5 Improve the management of existing resources, increase funding to rebuild and expand infrastructure, and develop infrastructure to be compatible with anticipated technological changes.

Objective 4.6Recognize the natural environment as "green-infrastructure" that underlies<br/>some of the region's key economic activities, attracts and retains workers, and<br/>could potentially generate new green-industries, clusters and economic activity.

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Office of the Mayor San Francisco



EDWIN M. LEE

TO:	Angela Calvillo, Clerk of the Board of Supervisors
FROM: FOC	Mayor Edwin M. Lee
RE:	Resolution adopting the Vision, Goals and Objectives of The Bay Area Comprehensive Economic Development Strategy (CEDS) to establish a nine county regional Economic Development District (EDD)
DATE:	September 5, 2017

Attached for introduction to the Board of Supervisors is a resolution adopting the Vision, Goals and Objectives of The Bay Area Comprehensive Economic Development Strategy (CEDS) to establish a nine county regional Economic Development District (EDD) recognized by the United States Economic Development Administration (U.S. EDA), to improve access to economic and workforce related grants and technical assistance from federal and state agencies and private foundations to foster greater public and private collaboration in addressing economic, workforce and equity issues that no single jurisdiction, organization or enterprise can solve alone.

Please note that this legislation is co-sponsored by Supervisor Yee.

Should you have any questions, please contact Mawuli Tugbenyoh (415) 554-5168.

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# Bay Area Regional Economic Development

# Johnny Jaramillo, Principal Planner

Association of Bay Area Governments/ Metropolitan Transportation Commission

September 21, 2017

# **REGIONAL ECONOMIC DEVELOPMENT**

-What and Why

We are an interconnected region and economy where people live and work everywhere. What happens in one part of the region affects

We face challenges that no single source or agent can solve, and for which there is no single solution

others

This requires greater public and private collaboration

# **Economic Development District (EDD)**

- What is an EDD? Regional designation by the US EDA
  - Promotes regional economic collaboration
  - Improves access to grants and technical assistance
- County Boards of Supervisors endorse the Vision, Goals, and Objectives to establish a regional EDD

# **Comprehensive Economic Development Strategy (CEDS)**

- Region's economic strategy that establishes the framework for the EDD
- Review of the region's economic characteristics
- SWOT: strengths and opportunities, weaknesses and threats/constraints
- Identifies consensus for strategic actions
- Implementation Plan schedule, actors, measures of success
- Guided by a Strategy Committee representative of the region's business, economic development, workforce, and equity communities

# Strategy Committee Engagemen

**Strategy Committee:** 

- Economic & Workforce
  Development
- City and County Agencies & Elected Officials
- Business Community
- Academic & Research Institutions
  - Non Profits, CBOs, Labor

Beyond the Strategy Committee

- Partnerships
- Subregional presentations
  - Questionnaire for
- stakeholder organizations
  - Input from interested citizens
- Public postings
- Briefings to elected officials, stakeholder groups

# **Economic Profile**

# Region has economy that other want to emulate

- But there are places and people left behind
- And the region is failing to produce basic resources workforce skills, housing, transportation networks
- Long term transformations create additional challenges
  - Demographics
  - Middle wage jobs

• Structure of work (automation, tech change, gig work)

# **Regional Vision**

"A dynamic and resilient economy, spurred providing opportunities, shared prosperity, by a culture of innovation and inclusion, and a sustainable quality of life for all residents and workers"

# Goals

- Goal 1: BUSINESS CLIMATE. Develop policies to improve the business climate to retain and expand our strong economic base and culture of innovation.
- Goal 2: WORKFORCE. Improve workforce training and provide pathways to better jobs by improving alignment between workforce skills, business and employer needs, and working conditions and earnings in low wage occupations.
- Goal 3: HOUSING AND WORK PLACES. House the labor force needed to fill the low, middle and highway jobs required by our economy as well as the nonworking population, while providing flexibility for timely expansion of work places.

 Goal 4: INFRASTRUCTURE. Prioritize investments to address the growing strains on public services, transportation, water; energy and communications.

# Action Areas



Business Climate

Workforce

Small firms, local ED capacity Maintain innovation capacity

Supporting economic drivers, clusters

- WF training and business partnerships
- **Collaboration across training programs**
- Middle wage jobs; career mobility
- Apprenticeships
- **Education** across levels
- Housing affordability
- Regulatory adjustments

Workspace

Housings

- Financing and public resources **Priority production areas**
- Iransit access to jobs and housing
- Water and energy resources
- Public private partnerships

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- Investments to mitigate natural hazards Enhrance arecess to eaplifia

# Connecting local and regional infrastructure needs and Understanding unique areas within the larger economy Aligning workforce, training resources with evolving REGIONAL, SUBREGIONAL, LOCAL Regional context for subregional and local needs **BENEFITS OF CEDS, EDD: Consistent and cooperative strategies** Leverage resources across the region Shared information investments business needs

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# Thank You

Cynthia Kroll ckroll@bayareametro.gov Johnny Jaramillo jjaramillo@bayareametro.gov Bobby Lu blu@bayareametro.gov Aksel Olsen aolsen@bayareametro.gov

http://abag.ca.gov/planning/economic.html