

1 [Administrative Code - Senior Operating Subsidies Program Fund]

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3 **Ordinance amending the Administrative Code to establish the Senior Operating**
4 **Subsidies (SOS) Program Fund to be used to lower rents in housing developments**
5 **occupied by low-income senior citizens.**

6 NOTE: **Unchanged Code text and uncodified text** are in plain Arial font.
7 **Additions to Codes** are in *single-underline italics Times New Roman font*.
8 **Deletions to Codes** are in *strikethrough italics Times New Roman font*.
9 **Board amendment additions** are in double-underlined Arial font.
10 **Board amendment deletions** are in ~~strikethrough Arial font~~.
11 **Asterisks (* * * *)** indicate the omission of unchanged Code
12 subsections or parts of tables.

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

13 Section 1. Article XIII of Chapter 10 of the Administrative Code is hereby amended by
14 adding Section 10.100-324, to read as follows:

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16 **SEC. 10.100-324. SENIOR OPERATING SUBSIDIES (SOS) PROGRAM FUND.**

17 (a) **Establishment of Fund.** The Senior Operating Subsidies (SOS) Program Fund (the “SOS
18 Fund”) is established as a category four fund to receive any monies appropriated or donated for the
19 purpose of providing project-based subsidies to new senior affordable housing developments funded by
20 the City to maintain rents that are affordable to extremely low-income senior residents with incomes at
21 or below 30% of area median income, as published by the Mayor’s Office of Housing and Community
22 Development (“MOHCD”). It shall be the City’s intent to continue to fund the SOS Fund on an
23 annual basis for the life of all senior affordable housing developments that remain restricted
24 as affordable housing and receive funding from the SOS Fund.

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1 **(b) Use of Fund.** *The SOS Fund shall be used exclusively for the purpose of providing*
2 *project-based subsidies to new senior affordable housing developments funded by the City so that the*
3 *rent for designated units in such developments may be set and maintained at the maximum rent level*
4 *that is affordable to senior households with an income of 15% or 25% of area median income, as*
5 *published by MOHCD. The SOS Fund may also be used to establish funding for transition*
6 *reserves to cover future years of project-based subsidies at a new senior affordable housing*
7 *developments funded by the City. For purposes of this Section 10.100-324, “senior” means a*
8 *person 62 years old or older, or as defined by the requirements of any funding for the affordable*
9 *housing development. If initial funding of the SOS Fund is not encumbered within five years of*
10 *the effective date of this ordinance in Board File No. 190684, the SOS Fund may be used for*
11 *tenant-based subsidies for extremely low-income seniors in addition to project-based*
12 *subsidies at new senior affordable housing developments funded by the City.*

13 **(c) Administration of Fund.** *The Department of Aging and Adult Services (“DAAS”) shall*
14 *administer the SOS Fund, and in such capacity shall enter into grant agreements for terms of no less*
15 *than 15 years with operators of new senior affordable housing developments to subsidize rents of*
16 *designated units so that they may be set and maintained at the maximum rent level that is affordable to*
17 *senior households with an income of 15% or 25% of area median income, as published by MOHCD.*
18 *The SOS Fund shall be distributed in a way to benefit more than one senior affordable*
19 *housing development funded by the City. DAAS shall submit a report annually to the Board of*
20 *Supervisors and the Mayor on the use of the SOS Fund during the preceding fiscal year,*
21 *which may include, but is not limited to, the amounts approved for disbursement and the*
22 *number of units assisted by the SOS Fund.*

23 **(d) Eligible Affordable Housing Developments.** *DAAS shall establish minimum requirements*
24 *for project eligibility, including but not limited to: (1) the affordable housing development must be*
25 *subject to enforceable income and affordability restrictions through a recorded loan, grant, or ground*

1 lease from MOHCD or the Office of Community Investment and Infrastructure; (2) the affordable
2 housing development must contain residential rental units restricted to low-income senior households;
3 and (3) the affordable housing development must have secured financing to restrict a portion of the
4 residential units at or below 60% of area median income, as published by MOHCD. In its
5 administration of the SOS Fund, DAAS shall prioritize new affordable senior housing developments
6 that are under construction or in predevelopment as of the effective date of the ordinance in Board
7 File No. 190684 establishing this Section 10.100-324.

8 (e) **Tenant Selection.** Applications for units in senior housing developments that are
9 subsidized by the SOS Fund shall be managed through the San Francisco Housing Portal
10 ("DAHLIA"), a project of MOHCD.

11 (f) **Fund Regulations.** The DAAS Director may publish from time to time program regulations
12 as appropriate to administer the SOS Fund.

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14 Section 2. Effective Date. This ordinance shall become effective 30 days after
15 enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the
16 ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
17 of Supervisors overrides the Mayor's veto of the ordinance.

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19 APPROVED AS TO FORM:
20 DENNIS J. HERRERA, City Attorney

21
22 By:


23 KEITH NAGAYAMA
24 Deputy City Attorney
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City and County of San Francisco

Tails
Ordinance

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

File Number: 190684

Date Passed: July 23, 2019

Ordinance amending the Administrative Code to establish the Senior Operating Subsidies (SOS) Program Fund to be used to lower rents in housing developments occupied by low-income senior citizens.

July 08, 2019 Rules Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

July 08, 2019 Rules Committee - RECOMMENDED AS AMENDED

July 16, 2019 Board of Supervisors - PASSED ON FIRST READING

Ayes: 10 - Brown, Fewer, Haney, Mandelman, Peskin, Ronen, Safai, Stefani, Walton and Yee
Excused: 1 - Mar

July 23, 2019 Board of Supervisors - FINALLY PASSED

Ayes: 10 - Brown, Fewer, Mandelman, Mar, Peskin, Ronen, Safai, Stefani, Walton and Yee
Absent: 1 - Haney

File No. 190684

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 7/23/2019 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

8.2.19

Date Approved