## **COMMITTEE/BOARD OF SUPERVISORS**

AGENDA PACKET CONTENTS LIST

Committee: Land Use and Transportation Committee Date October 19, 2020

Board of Su Cmte Board	pervisors Meeting	Date
	Motion Resolution Ordinance Legislative Digest Budget and Legislative Analyst Report Youth Commission Report Introduction Form Department/Agency Cover Letter and MOU Grant Information Form Grant Budget Subcontract Budget Contract/Agreement Form 126 – Ethics Commission Award Letter Application Public Correspondence	
OTHER	(Use back side if additional space is r	needed)
	Referral FYI 061620	
	by: <u>Erica Major</u> Date by: Erica Major Date	October 15, 2020

FILE NO. 200610

1	[Administrative Code – Social Housing Stability Program Fund]
2	
3	Ordinance amending the Administrative Code to establish the Social Housing Program
4	Stability Fund for the acquisition, creation, and operation of affordable Social Housing
5	Developments <u>, and establishing the Housing Stability Fund Oversight Board to advise</u>
6	the Board of Supervisors regarding the use of the Housing Stability Fund.
7 8 9	NOTE: Unchanged Code text and uncodified text are in plain Arial font. Additions to Codes are in <u>single-underline italics Times New Roman font</u> . Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> . Board amendment additions are in <u>double-underlined Arial font</u> . Board amendment deletions are in <u>strikethrough Arial font</u> . Asterisks (* * * *) indicate the omission of unchanged Code
10	subsections or parts of tables.
11	
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- <del>334<u>78</u>,</del> to read as follows:
15	
16	<u>SEC. 10.100-</u> 334 <u>78</u> . SOCIAL-HOUSING STABILITY PROGRAM-FUND.
17	(a) Establishment of Fund. The Social Housing Stability Program Fund (the "Fund") is
18	established as a category four fund to receive any monies appropriated or donated for the purpose of
19	providing funds for the acquisition, creation, operation, development, construction, or rehabilitation of
20	Social Housing Developments as defined in subsection (e).
21	(b) Use of Fund. The Social-Housing Stability Program Fund shall be used exclusively for
22	the purpose of providing funds for Social Housing Developments including, but not limited to, the
23	acquisition of land and/or improvements, preservation, development, rehabilitation, construction,
24	operation, loans, grants, and other eligible uses determined by the Mayor's Office of Housing and
25	Community Development ("MOHCD"), and as included in any Social Housing Stability Program

### 1 <u>Fund regulations.</u> Among the objectives of the Fund is to prioritize acquisition and creation of

- 2 <u>affordable housing that lacks access to traditional state and federal affordable housing</u>
- 3 <u>funding.</u>
- 4 (c) Administration of Fund. MOHCD shall administer the SocialHousing ProgramStability
- 5 *Fund, and in that capacity may expend funds for a range of eligible uses in accordance with annual*

6 <u>program goals and priorities set for the F</u>fund <u>per subsection (d)</u>, and enter into loan or grant

- 7 *agreements under terms as determined in the* Social-Housing Stability ProgramFund regulations.
- 8 (d) <u>**Reporting.** MOHCD shall submit a report annually by February 15 September 1 to the</u>
- 9 <u>Board of Supervisors and the Mayor, and the director of MOHCD shall present the report at a</u>
- 10 hearing of the Board of Supervisors Budget Committee, on the use of the Social

11 Program<u>Housing Stability Fund during the preceding fiscalcalendar year, which mayshall-include</u>,

12 *but need not be limited to, the amounts approved for disbursement to specific uses, the number and* 

- 13 <u>Size of sites acquired and type (including improved or vacant), the scope of rehabilitation work for</u>
- 14 *improved sites, the number of units developed or assisted by the* Social Program Housing Stability
- 15 *Fund*, the neighborhoods/geography of projects funded, the impact on racial equity, and overall
- 16 program implementation goals for the current fiscal year and proposed priorities for the next fiscal
- 17 year. The report to the Board of Supervisors shall be accompanied by a draft motion for the
- 18 Board to accept the report.
- 19 (e) Social Housing Developments. Social Housing Developments are housing developments
- 20 *that meet the following two criteria: (1) the City, a nonprofit, residents, or a residents association*
- 21 <u>under binding regulatory agreement ensuring permanent affordability, retains an ownership</u>
- 22 interest in the land, improvements, or both, or has permanent loan and regulatory agreements for
- 23 <u>the property, -and (2) the Social Housing Development serves all income qualified households with</u>
- 24 <u>ana maximum average of not more than 80% of area-median income across all units in a project.</u>
- 25 based on the median income within the zip code area where each the project is located, as

1	determined and updated annually and published by MOHCD and affordable to such households
2	applicable to a unit. Social Housing Developments shall include, but not be limited to, community land
3	trusts, limited equity cooperative housing, nonprofit housing corporation housing, and municipal
4	housing. MOHCD shall establish minimum <u>regulatory</u> requirements for all Social Housing
5	Developments, including but not limited to, enforceable income and affordability restrictions for the
6	useful life of the property but no less than 99 years through a recorded restriction or ground lease
7	from MOHCD.
8	(f) Fund Regulations. The Director of MOHCD, or the Director's designee, is authorized to
9	<u>develop program rules or and regulations regarding use of monies in the SocialHousing Stability</u>
10	Program Fund, including regulatory agreements to ensure permanent affordability of Social
11	Housing Developments funded under this program, to best achieve the purposes of the Fund. No
12	housing funded under this program shall be allowed to be used for Short-Term Residential
13	Rental in accordance with Administrative Code Section 41A.4.
14	
15	Section 2. The Administrative Code is hereby amended by adding Article XLV,
16	consisting of Sections 545.1 through 5.45-5, to Chapter 5, to read as follows:
17	
18	ARTICLE XLV: HOUSING STABILITY FUND OVERSIGHT BOARD
19	
20	SEC. 5.45-1. ESTABLISHMENT OF HOUSING STABILITY FUND OVERSIGHT
21	BOARD.
22	The Board of Supervisors hereby establishes the Housing Stability Fund Oversight
23	Board (the "Oversight Board").
24	
25	SEC. 5.45-2. MEMBERSHIP.

1	The Oversight Board shall consist of the following 15 voting members.
2	(a) Seats 1, 2, and 3 shall be held by persons who are residents of Social Housing
3	Developments, as defined in Section 10.100-78 of the Administrative Code, as amended from
4	time to time to be appointed by the Board of Supervisors.
5	(b) Seats 4, 5, and 6 shall be held by persons with experience owning, operating, or
6	developing Social Housing Developments, as defined in Section 10.100-78 of the
7	Administrative Code, to be appointed by the Board of Supervisors.
8	(c) Seats 7, 8, and 9 shall be held by persons with legal, academic, or financing
9	expertise regarding affordable housing creation and policy, to be appointed by the Board of
10	Supervisors.
11	(d) Seat 10 shall be held by a person with experience or expertise in advocacy on
12	behalf of tenants or residents of affordable housing, to be appointed by the Board of
13	Supervisors.
14	(e) Seat 11 shall be held by a person with experience or expertise in the organized
15	labor community, to be appointed by the Board of Supervisors.
16	(f) Seat 12 shall be held by an employee of the Mayor's Office of Housing and
17	Community Development (MOHCD), to be appointed by the Delirector of MOHCD.
18	(g) Seats 13, 14, and 15 shall be held by any resident of San Francisco with a
19	demonstrated commitment to affordable housing and to racial and economic equity, to be
20	appointed by the Board of Supervisors.
21	
22	SEC. 5.45-3. ORGANIZATION AND TERMS OF OFFICE.
23	(a) Members of the Oversight Board shall serve at the pleasure of their respective
24	appointing authorities and may be removed by the member's appointing authority at any time.
25	Each member may remain on the Oversight Board for a maximum of a four year term unless

1	removed prior to the expiration of the term by the member's appointing authority, provided that
2	such limitations to terms do not apply to Seat 12 (with such terms staggered so as to minimize
3	the number of terms expiring simultaneously). The staggered terms will be applied as follows:
4	the initial appointment for seats, 2,5,8 and 14 is two years and the initial appointment for seats
5	3,6,9 and 15 is three years, with the remaining seats, except seat 12, for initial four year
6	terms. A seat that is vacant on the Oversight Board shall be filled by the appointing authority
7	for that seat.
8	(b) Members of the Oversight Board shall receive no compensation from the City.
9	except that the member in Seat 12 may receive their regular City salary for time spent on the
10	Oversight Board.
11	(c) Any member who misses three regular meetings of the Oversight Board within a
12	twelve-month period without the express approval of the Oversight Board at or before each
13	missed meeting shall be deemed to have resigned from the Oversight Board 10 days after the
14	third unapproved absence. The Oversight Board shall inform the appointing authority and the
15	Clerk of the Board of Supervisors of any such resignation.
16	(d) The Mayor's Office of Housing and Community Development shall provide
17	administrative and clerical support for the Oversight Board. All City officials and agencies
18	shall cooperate with the Oversight Board in the performance of its functions.
19	
20	SEC. 5.45-4. POWERS AND DUTIES.
21	(a) The Oversight Board shall provide oversight for the Housing Stability Program
22	Fund established under Section 10.100-78 of Article XIII of Chapter 10 of the Administrative
23	Code by making recommendations and providing guidance for the use of the Housing Stability
24	Program Fund for Social Housing Developments, including, but not limited to, the acquisition
25	of land and/or improvements, preservation, development, rehabilitation, construction,

1	operation	loans.	grants	and other eligible us	es determined b	<b>V MOHCD</b>	, and as included in

- 2 any Housing Stability Fund regulations. The Oversight Board shall seek to make its
- 3 recommendations through a racial and economic equity lens, with an eye toward the short-
- 4 <u>term and long-term impact on the use of the monies from the Housing Stability Program Fund.</u>
- To aid the Oversight Board in making its recommendations and providing 5 (b) 6 guidance, MOHCD shall submit a report to the Oversight Board- by January 15 annually and 7 present on the report at a subsequent Oversight Board meeting. MOHCD shall report on the 8 use of the Housing Stability Fund during the preceding fiscal year, which report shall include, 9 but need not be limited to, the amounts approved for disbursement for specific uses, the number and size of sites acquired and type (including improved or vacant), the scope of 10 rehabilitation work for improved sites, the number of units developed or assisted by the 11 12 Housing Stability Fund, the neighborhoods/geography of projects funded, and overall program 13 implementation goals for the current fiscal year and proposed priorities for the next fiscal year. The Controller's Office shall provide a written report to the Board of Supervisors 14 (c) and the Oversight Board, by February 1 annually, with a summary of all revenues collected 15 16 under real property transfer tax in the prior fiscal year 17 (d) The Oversight Board shall make recommendations, including budget 18 recommendations, to the Board of Supervisors by March 31 annually. SEC. 5.45-5. MEETINGS AND PROCEDURES. 19 20 (a) The Oversight Board shall hold its inaugural meeting not more than 90 days after the effective date of the ordinance in Board File No. 200610 enacting this Article XLVI. 21 There shall be at least 10 days' notice of the inaugural meeting. Following the inaugural 22 23 meeting, the Oversight Board shall hold a regular meeting not less than once each guarter. The Oversight Board shall elect a Chair and such other officers as it deems 24 (b)
- 25 <u>appropriate, and may establish bylaws and rules for its organization and procedures.</u>

1

2 Section 3. Background. 3 (a) It is the intent of the Board of Supervisors to appropriate to the Social Housing Stability Program Fund revenues from the General Fund generated from any real property 4 transfer tax increase passed by the San Francisco electorate in the November 3, 2020 5 6 election, although nothing in this Section 23 or in Section 10.100-33478 of the Administrative 7 Code requires the City to appropriate any revenues from such real property transfer tax 8 increase for this purpose. 9 (b) It is the intent of the Board of Supervisors to enact an ordinance establishing an advisory committee to provide policy advice and recommendations regarding the Social 10 Housing Program Fund, and to monitor implementation of the Social Housing Program Fund, 11 12 although nothing in this Section 2 or in Section 10.100-334 of the Administrative Code 13 requires the City to enact such an ordinance. 14 Section 34. 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 17 ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board 18 of Supervisors overrides the Mayor's veto of the ordinance. 19 20 APPROVED AS TO FORM: **DENNIS J. HERRERA, City Attorney** 21 22 23 By: /s/ Heidi J. Gewertz HEIDI J. GEWERTZ 24 Deputy City Attorney n:\legana\as2020\2000522\01483278.docx 25

### **REVISED LEGISLATIVE DIGEST**

(Amended in Committee, 10/05/2020)

[Administrative Code - Housing Stability Fund]

Ordinance amending the Administrative Code to establish the Housing Stability Fund for the acquisition, creation, and operation of affordable Social Housing Developments, and establishing the Housing Stability Fund Oversight Board to advise the Board of Supervisors regarding the use of the Housing Stability Fund.

#### Existing Law

Section 10.100-1 of Article XIII of Chapter 10 of the San Francisco Administrative Code, Administration of Special Funds, establishes fund categories to assist with the financial management of special funds or accounts as such fund accounts are authorized by the City. The City has established special funds or accounts under Section 10.100-1.

Chapter 5 of the San Francisco Administrative Code includes Articles describing the existing advisory committees established by the City.

#### Amendments to Current Law

The proposed ordinance, if adopted, would amend Article XIII of Chapter 10 of the Administrative Code by adding Section 10.100-334 which amendment would result in the establishment of the Housing Stability Fund for the acquisition, creation and operation of affordable Social Housing Developments. Further, the proposed ordinance, if adopted, would also add Article XLV to Chapter 5 of the Administrative Code to create the Housing Stability Fund Oversight Board.

#### **Background Information**

The Housing Stability Fund would be established as a category four fund to receive any monies appropriated or donated for the purpose of providing funds for the acquisition, creation, operation, development, construction, or rehabilitation of Social Housing Developments which are defined as housing developments that meet the following two criteria: (1) the City, a nonprofit, residents, or a residents association under binding regulatory agreement ensuring permanent affordability, retains an ownership interest in the land, improvements, or both, or has permanent loan and regulatory agreements for the property, and (2) the Social Housing Development serves all income qualified households with a maximum average of not more than 80% of median income across all units in a project, based on the median income within the zip code area where the project is located, as determined and updated annually and published by the Mayor's Office of Housing and Community Development ("MOHCD") and affordable to such households applicable to a unit. Social Housing Developments shall include, but not be limited to, community land trusts, limited

equity cooperative housing, nonprofit housing corporation housing, and municipal housing. MOHCD shall establish minimum regulatory requirements for all Social Housing Developments, including but not limited to, enforceable income and affordability restrictions for the useful life of the property but no less than 99 years through a recorded restriction or ground lease from MOHCD.

MOHCD would be required to submit a report annually by February 15 to the Board of Supervisors and the Mayor on the use of the Housing Stability Fund during the preceding calendar year, which shall include, but need not be limited to, the amounts approved for disbursement to specific uses, the number and size of sites acquired and type (including improved or vacant), the scope of rehabilitation work for improved sites, the number of units developed or assisted by the Housing Stability Fund, the neighborhoods/geography of projects funded, the impact on racial equity and overall program implementation goals for the current fiscal year and proposed priorities for the next fiscal year. The report to the Board of Supervisors shall be accompanied by a draft motion for the Board to accept the report. The Director of MOHCD, or the Director's designee, would be authorized to develop program rules or regulations regarding use of monies in the Housing Stability Fund to best achieve the purposes of the Fund.

The Housing Stability Fund Oversight Board shall be established as a fifteen member voting oversight board with each member serving for a maximum of a four year term. The Oversight Board shall provide oversight for the Housing Stability Program Fund by making recommendations and providing guidance for the use of the Housing Stability Program Fund for Social Housing Developments. The Oversight Board shall seek to make its recommendations through a racial and economic equity lens, with an eye toward the short-term and long-term impact on the use of the monies from the Housing Stability Program Fund.

To aid the Housing Stability Oversight Board in making its recommendations and providing guidance, MOHCD shall submit a report to the Oversight Board by January 15 annually and present on the report at a subsequent Oversight Board meeting. MOHCD shall report on the use of the Housing Stability Fund during the preceding fiscal year. Additionally, the Controller's Office shall provide a written report to the Board of Supervisors and the Oversight Board, by February 1 annually, with a summary of all revenues collected under real property transfer tax in the prior fiscal year

The Oversight Board shall make recommendations, including budget recommendations, to the Board of Supervisors by March 31 annually.

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From:	Mchugh, Eileen (BOS)
To:	Major, Erica (BOS)
Subject:	FW: SUPPORTING Land Use and Transportation Committee Agenda Item #2 Administrative Code - COVID-19 Rent Resolution and Relief Fund File #200611
Date:	Wednesday, September 30, 2020 3:18:53 PM

From: aeboken <aeboken@gmail.com>

Sent: Sunday, September 27, 2020 8:47 PM

To: BOS-Supervisors <bos-supervisors@sfgov.org>; BOS-Legislative Aides <bos-

legislative\_aides@sfgov.org>

**Subject:** SUPPORTING Land Use and Transportation Committee Agenda Item #2 Administrative Code - COVID-19 Rent Resolution and Relief Fund File #200611

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#### TO: Board of Supervisors members

I am in support of establishing a COVID-19 rent resolution and relief fund.

Eileen Boken Coalition for San Francisco Neighborhoods\*

\* For identification purposes only.

Sent from my Verizon, Samsung Galaxy smartphone

From:	Aaron Goodman
To:	<u>Major, Erica (BOS)</u>
Cc:	Safai, Ahsha (BOS); Preston, Dean (BOS); Peskin, Aaron (BOS)
Subject:	SFBOS Land Use - sept 28th
Date:	Monday, September 28, 2020 1:24:13 PM

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Please note I just noted today's agenda and although late to comment I am unable to call in due to wife and kid working from home (internet bandwidth) with multiple callers etc or call in So I would like to voice support on agenda items 1 and 2 and three today On the agenda, as well as the Baking Co. item on Mission street preservation item. We don't have a lot of good preservation items in the excelsior and need to assure that some buildings and cultural landmarks are preserved.

We also need to stabilize housing needs and create a fund to purchase larger scale sites. Example would be the Safeway site or Valentina funeral home site as permanently affordable public housing stock in D11 and other parts of the city. (See prior comments on purchasing back parkmerced!) its very realistic considering the overall housing needs and costs to build new housing stock...

Thank you for including in the support on comments.

Aaron Goodman D11

Sent from my iPhone

**BOARD of SUPERVISORS** 



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# MEMORANDUM

TO: Eric D. Shaw, Director, Mayor's Office of Housing and Community Development

FROM: Erica Major, Assistant Clerk, Land Use and Transportation Committee

DATE: June 16, 2020

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Land Use and Transportation Committee has received the following proposed legislation, introduced by Supervisor Preston on June 9, 2020:

#### File No. 200610

Ordinance amending the Administrative Code to establish the Social Housing Program Fund for the acquisition, creation, and operation of affordable Social Housing Developments.

If you have comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102 or by email at: <u>erica.major@sfgov.org</u>.

cc: Eugene Flannery, Mayor's Office of Housing and Community Development Amy Chan, Mayor's Office of Housing and Community Development

# **Introduction Form**

By a Member of the Board of Supervisors or Mayor

Time stamp or meeting date

I hereby submit the following item for introduction (select only one):

7 1 For reference to Committee (An Ordinance Desclution Motion on Charten Amondment	<b>`</b>
✓ 1. For reference to Committee. (An Ordinance, Resolution, Motion or Charter Amendment	).
2. Request for next printed agenda Without Reference to Committee.	
3. Request for hearing on a subject matter at Committee.	
4. Request for letter beginning :"Supervisor	inquiries"
5. City Attorney Request.	
6. Call File No. from Committee.	
7. Budget Analyst request (attached written motion).	
8. Substitute Legislation File No.	
9. Reactivate File No.	
10. Topic submitted for Mayoral Appearance before the BOS on	
	]
Please check the appropriate boxes. The proposed legislation should be forwarded to the following the following the state of the state	wing:
Small Business Commission Vouth Commission	mmission
Planning Commission Building Inspection Commission	on
Note: For the Imperative Agenda (a resolution not on the printed agenda), use the Impera	tive Form.
Sponsor(s):	
Supervisor Preston; Ronen, Mar, Walton, Haney	
Subject:	
Administrative Code - COVID-19 Rent Resolution and Relief Fund	
The text is listed:	
	Daliaf Fund to
Ordinance amending the Administrative Code to establish the COVID-19 Rent Resolution and provide financial support to landlords whose tenants have been unable to pay rent due to the CO	
Signature of Sponsoring Supervisor:	

For Clerk's Use Only