[Temporary Housing for Homeless People During Shelter Crisis - LMC San Francisco I

Holdings, LLC - 1515 South Van Ness Avenuel

Ordinance approving an agreement between the City and LMC San Francisco I Holdings, LLC, to allow the City to use the property at 1515 South Van Ness Avenue to utilize and operate a facility to provide temporary housing and services to homeless persons; directing the City Administrator, Public Works, Department of Homelessness and Supportive Housing, Department of Building Inspection, and other City departments to make repairs or improvements, consistent with health and safety standards, to use the property for temporary housing to address encampments in the Mission District; authorizing Public Works, Department of Homelessness and Supportive Housing, and Department of Public Health to enter into contracts without adhering to competitive bidding and other requirements for construction work, procurement, and personal services at the facility; and affirming the Planning Department's determination under the California Environmental Quality Act.

NOTE: Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italics Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

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

Section 1. The Planning Department has determined that the actions contemplated in this ordinance comply with the California Environmental Quality Act (California Public Resources Code Sections 21000 et seq.). Said determination is on file with the Clerk of the

Board of Supervisors in File No. 170467 and is incorporated herein by reference. The Board affirms this determination.

## Section 2. Background.

- (a) California Government Code Sections 8698 through 8698.2 authorize the governing body of a political subdivision, including the Board of Supervisors, to declare the existence of a shelter crisis upon a finding by the governing body that a significant number of persons within the jurisdiction are without the ability to obtain shelter, and that the situation has resulted in a threat to the health and safety of those persons. These Government Code provisions authorize the City to suspend state or local statutes, ordinances, and regulations setting housing, health, or safety standards for new public facilities opened to homeless persons in response to the shelter crisis, to the extent that strict compliance would prevent, hinder, or delay the mitigation of the shelter crisis, and allow the City to enact its own standards for the shelters that ensure basic public health and safety.
- (b) In Ordinance No. 57-16, enacted on April 22, 2016, the Board of Supervisors found that a significant number of persons within the City are without the ability to obtain shelter, and that the situation has resulted in a threat to the health and safety of those persons. For that reason, and based on factual findings set forth in that ordinance, the Board of Supervisors declared the existence of a shelter crisis in the City and County of San Francisco in accordance with California Government Code Sections 8698 through 8698.2.
- (c) LMC San Francisco I Holdings, LLC, an affiliate of Lennar Multifamily Communities ("Lennar") owns the improved property located at 1515 South Van Ness Avenue (the "Property"). The Property currently contains a one-story warehouse building, which Lennar intends to demolish and replace with a new project on the Property, including a mix of residential housing and commercial shops. Lennar intends to begin demolition and construction on or around January 15, 2018. Lennar has offered as a gift, subject to the terms

of the gift agreement described in Section 3 of this Ordinance, to allow the City to use the Property temporarily to provide temporary housing for homeless persons before Lennar begins construction work on its new project.

- (d) In light of the ongoing shelter crisis, the tent encampment crisis in the Mission, the encampment directly outside the Property, and the need of people living on the street for safe and sanitary temporary shelter and services from the City, and the short-term availability of the Property for use by the City to provide temporary housing, the Board finds that the City must expeditiously award contracts to complete repairs or improvements to the Property and to allow its use for temporary housing as described in this ordinance.
  - Section 3. Agreement to Use Property.
- (a) Lennar and the City <u>intend to enter one or more agreements have entered an agreement (collectively, the "Agreement")</u> for the City to make repairs and improvements <u>to the Property</u> and <u>thereafter to operate</u> a facility to provide temporary housing and services to homeless persons. Under the Agreement, construction work will be performed by the City or its contractors, at no cost to Lennar, and the City will indemnify Lennar for any losses relating to the City's use of the Property. A copy of the Agreement is on file with the Clerk of the Board of Supervisors in File No. 170467.
- (b) The Board approves the Agreement in substantially the form contained in File No. 170467, and authorizes the Department of Homelessness and Supportive Housing, City Administrator, Department of Public Works, and Director of Real Estate to enter into any amendments or modifications to the Agreement (including bifurcation into a construction access agreement and an operations agreement) that those departments determine, in consultation with the City Attorney, are in the best interest of the City, do not otherwise materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the Agreement, and are in compliance with all applicable laws.

(c) Within 30 days of the Agreement being fully executed by all parties, the Department of Homelessness and Supportive Housing shall submit to the Clerk of the Board of Supervisors a completely executed copy for inclusion in File No. 170467.

Section 4. Repairs or Improvements for Temporary Shelter at 1515 South Van Ness Avenue.

In response to the shelter crisis declared in Ordinance No. 57-16, City departments, including the City Administrator, Department of Public Works, Department of Homelessness and Supportive Housing, and Department of Building Inspection, shall exercise the authority granted by California Government Code Sections 8698 through 8698.2, and shall take any necessary or appropriate steps to repair or improve the Property to provide temporary housing for homeless persons, subject to the following limitations:

- (a) The City may only perform repairs or improvements after the City and Lennar execute an agreement allowing the City to use the Property;
- (b) The Fire Marshal and the Directors of the Department of Public Works,

  Department of Homelessness and Supportive Housing, and Department of Building Inspection shall each make a written determination, before the City commences work, that the proposed repairs or improvements will satisfy basic public health and safety standards to allow for human occupancy;
- (c) The repairs or improvements shall comply with the Americans with Disabilities

  Act and other federal health and safety requirements, and shall otherwise comply with the
  requirements of the Agreement; and
  - (d) The City shall initiate the repairs or improvements on or before June 1, 2017.Section 5. Contracting Authority.
- (a) Notwithstanding any provision of the Municipal Code, the Department of Public Works, the Department of Public Health, and the Department of Homelessness and

Supportive Housing may enter into contracts to provide professional and/or construction services to assist the City in the repair or improvement of the Property, and contracts to provide professional services or to procure goods or materials to assist in the operation of the temporary housing facility at the Property, without adherence to the requirements of Administrative Code Chapters 6, 12B, 14B, and 21.

(b) Within 30 days of any contract authorized by this Section 5 being fully executed by all parties, the Department of Homelessness and Supportive Housing, Department of Public Health, or the Department of Public Works shall submit to the Clerk of the Board a completely executed copy for inclusion in File No. 170467.

Section 6. Effective Date; Retroactive Operation.

- (a) This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.
- (b) The ordinance shall apply to any work performed at the Property and any agreements entered by the City on or after April 25, 2017.

APPROVED AS TO FORM:

DENNIS J. HERRERA, City Attorney

l By:

JONUGIVNER

Deputy City Attorney

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## City and County of San Francisco Tails

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

**Ordinance** 

File Number: 170467 Date Passed: May 16, 2017

Ordinance approving an agreement between the City and LMC San Francisco I Holdings, LLC, to allow the City to use the property at 1515 South Van Ness Avenue to utilize and operate a facility to provide temporary housing and services to homeless persons; directing the City Administrator, Public Works, Department of Homelessness and Supportive Housing, Department of Building Inspection, and other City departments to make repairs or improvements, consistent with health and safety standards, to use the property for temporary housing to address encampments in the Mission District; authorizing Public Works, Department of Homelessness and Supportive Housing, and Department of Public Health to enter into contracts without adhering to competitive bidding and other requirements for construction work, procurement, and personal services at the facility; and affirming the Planning Department's determination under the California Environmental Quality Act.

May 01, 2017 Land Use and Transportation Committee - RECOMMENDED AS COMMITTEE REPORT

May 02, 2017 Board of Supervisors - PASSED ON FIRST READING

Ayes: 10 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy and

Tang

Excused: 1 - Yee

May 09, 2017 Board of Supervisors - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

May 09, 2017 Board of Supervisors - PASSED ON FIRST READING AS AMENDED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

May 16, 2017 Board of Supervisors - FINALLY PASSED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 5/16/2017 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Mayor

Date Approved