

1 [Authorizes the transfer of management oversight from the Mayor's Office of Disability and the
2 Health Department to the Mayor's Office of Community Development.]

3 **Resolution authorizing transfer of management oversight of two City accessibility**
4 **projects from the Mayor's Office of Disability and the Health Department to the Mayor's**
5 **Office of Community Development for inclusion in City's CDBG Program in order to**
6 **satisfy HUD's demand for City reimbursement relating to the improper use by the Third**
7 **Street Economic Development Corporation of \$51,706 in grant funds at 5048 Third**
8 **Street.**

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10 WHEREAS, The City granted \$51,706 in Community Development Block Grant
11 ("CDBG") funds to the Third Street Economic Development Corporation, a nonprofit
12 corporation (the "Third Street EDC"), in order to permit the Third Street EDC to acquire a
13 property at 5048 Third Street (the "Property") for community purposes; and

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15 WHEREAS, The Third Street EDC failed to use and maintain the Property in
16 accordance with applicable CDBG regulations and instead transferred the Property to another
17 nonprofit corporation in violation of its grant agreement with the City; and

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19 WHEREAS, the U.S. Department of Housing and Urban Development (HUD) has
20 required the City to reimburse HUD \$475,000, the current fair market value of the Property, as
21 a result of the failure to use and maintain the Property in accordance with applicable HUD
22 regulations; and

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24 WHEREAS the City can satisfy the reimbursement obligation through the transfer of
25 management oversight of two previously approved projects that are CDBG eligible; and,

1 WHEREAS, Funds are being used for accessibility upgrades for the Silver Avenue
2 Family Health Center (1525 Silver Avenue) and the Ocean Park Health Center (1351 24th
3 Avenue); now, therefore be it

4 RESOLVED, That the City and County of San Francisco supports and
5 authorizes the transfer of management oversight of \$205,000 in accessibility improvements
6 for the Silver Avenue Family Health Center and \$270,000 in accessibility improvements at the
7 Ocean Park Health Center facility from the Mayor's Office of Disability and the Health
8 Department to the Mayor's Office of Community Development for inclusion in the City's CDBG
9 Program in order to satisfy HUD's demand that the City reimburse the CDBG Program in the
10 amount of \$475,000 for the improper use of grant funds at the Property.

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City and County of San Francisco

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

Tails

Resolution

File Number: 031514

Date Passed:

Resolution authorizing transfer of management oversight of two City accessibility projects from the Mayor's Office of Disability and the Health Department to the Mayor's Office of Community Development for inclusion in City's CDBG Program in order to satisfy HUD's demand for City reimbursement relating to the improper use by the Third Street Economic Development Corporation of \$51,706 in grant funds at 5048 Third Street.

September 16, 2003 Board of Supervisors — REFERRED: Finance and Audits Committee

October 21, 2003 Board of Supervisors — SUBSTITUTED

October 28, 2003 Board of Supervisors — ADOPTED

Ayes: 10 - Daly, Dufty, Gonzalez, Hall, Ma, Maxwell, McGoldrick, Newsom,
Peskin, Sandoval

Absent: 1 - Ammiano

File No. 031514

I hereby certify that the foregoing Resolution was ADOPTED on October 28, 2003 by the Board of Supervisors of the City and County of San Francisco.

Gloria Young

Gloria L. Young
Clerk of the Board

NOV 07 2003

Date Approved

Willie L. Brown Jr.

Mayor Willie L. Brown Jr.