FILE NO. 250457

[Grant Agreement Amendment - Episcopal Community Services - Master Lease Hotels - Not to Exceed \$72,297,684]

Resolution approving second amendment to the grant agreement between Episcopal Community Services and the Department of Homelessness and Supportive Housing ("HSH") for support services, property management, and master lease stewardship at the Alder, Crosby, Elm, Hillsdale, and Mentone Hotels for permanent supportive housing for formerly homeless adults; extending the grant term by 24 months from June 30, 2025, for a total term of January 1, 2021, through June 30, 2027; increasing the agreement amount by \$25,138,285 for a new total amount not to exceed \$72,297,684; and authorizing HSH to enter into any amendments or other modifications to the amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the agreement.

WHEREAS, The mission of the Department of Homelessness and Supportive Housing ("HSH" or "Department") is to prevent homelessness when possible and make homelessness rare, brief, and one-time in the City and County of San Francisco ("the City") through the provision of coordinated, compassionate, and high-quality services; and

WHEREAS, Permanent supportive housing ("PSH") is the most effective evidencebased solution to chronic homelessness; and

WHEREAS, As of the 2024 Point-in-Time Count, there were approximately 8,323 people experiencing homelessness in San Francisco on any given night, 52% of whom were unsheltered; and

Mayor Lurie BOARD OF SUPERVISORS WHEREAS, Episcopal Community Services ("ECS") has operated the Elm and Mentone Hotels as PSH since 2004, the Hillsdale Hotel since 2005, and the Alder and Crosby Hotels since 2006; and

WHEREAS, In Fiscal Year 2023-24 ECS served 512 tenants across the Elm, Mentone, Hillsdale, Alder, and Crosby PSH sites ("Master Lease Sites"); and

WHEREAS, HSH awarded the Agreement to ECS through the Department's streamlined contracting authority for homeless services under Administrative Code Chapter 21.B; and

WHEREAS, In October 2020, HSH and ECS entered into an Agreement for support services, property management, and master lease stewardship for Master Lease Sites ("Original Agreement"); and

WHEREAS, The Original Agreement has a term of January 1, 2021, through February 29, 2024, and a not to exceed amount of \$26,329,610; and

WHEREAS, The Original Agreement is on file with the Clerk of the Board of Supervisors ("Clerk") in File No. 250457, which is hereby declared to be part of this Resolution as if set forth fully herein; and

WHEREAS, In November 2023, HSH and ECS entered into a First Amendment to continue these services ("First Amendment"); and

WHEREAS, The First Amendment extended the term by 20 months from February 29, 2024, for a total term of January 1, 2021, through June 30, 2025, and increased the not to exceed amount by \$20,829,789 for a total amount not to exceed of \$47,159,399; and

WHEREAS, On October 17, 2023, the Board of Supervisors adopted Resolution No. 484-23, approving the First Amendment; and

WHEREAS, The First Amendment is on file with the Clerk in File No. 250457, which is hereby declared to be part of this Resolution as if set forth fully herein; and

Mayor Lurie BOARD OF SUPERVISORS WHEREAS, HSH intends to enter into a Second Amendment to continue these services, extending the grant term by 24 months through June 30, 2027, and increasing the maximum expenditure by \$25,138,285 for a total not to exceed amount of \$72,297,684 (the "Amendment"); and

WHEREAS, The Amendment requires Board of Supervisors approval under Charter, Section 9.118; now, therefore, be it

RESOLVED, The proposed Amendment contained in File No. 250457, is substantially in final form, with all materials terms and conditions included, and only remains to be executed by the parties upon approval of this Resolution; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes HSH to make any modifications to the Amendment, prior to its final execution by all parties, that HSH determines, in consultation with the City Attorney, are consistent with this Resolution, in the best interest of the City, do not materially increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the Amendment, and are in compliance with all applicable laws, including City's Charter; and, be it

FURTHER RESOLVED, That within 30 days of the Amendment being fully executed by all parties, HSH shall submit to the Clerk a completely executed copy for inclusion in File No. 250457; this requirement and obligation resides with the Department, and is for purposes of having a complete file only, and in no manner affects the validity of approved Amendment.

Mayor Lurie BOARD OF SUPERVISORS

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2	Recommended:	
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4	<u>/s/</u>	
5	Shireen McSpadden	
6	Executive Director	
7	Department of Homelessness and Supportive Housing	
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City and County of San Francisco Tails Resolution

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

File Number: 250457

Date Passed: June 03, 2025

Resolution approving the second amendment to the grant agreement between Episcopal Community Services and the Department of Homelessness and Supportive Housing ("HSH") for support services, property management, and master lease stewardship at the Alder, Crosby, Elm, Hillsdale, and Mentone Hotels for permanent supportive housing for formerly homeless adults; extending the grant term by 24 months from June 30, 2025, for a total term of January 1, 2021, through June 30, 2027; increasing the agreement amount by \$25,138,285 for a new total amount not to exceed \$72,297,684; and authorizing HSH to enter into any amendments or other modifications to the amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the agreement.

May 21, 2025 Budget and Finance Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

May 21, 2025 Budget and Finance Committee - RECOMMENDED AS AMENDED

June 03, 2025 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250457

I hereby certify that the foregoing Resolution was ADOPTED on 6/3/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Daniel Lurie Mayor

6.6.25

Date Approved