

OVERSIGHT BOARD

Extension of the 2010 Grant Agreement Between OCII and The Mexican Museum

March 28, 2022

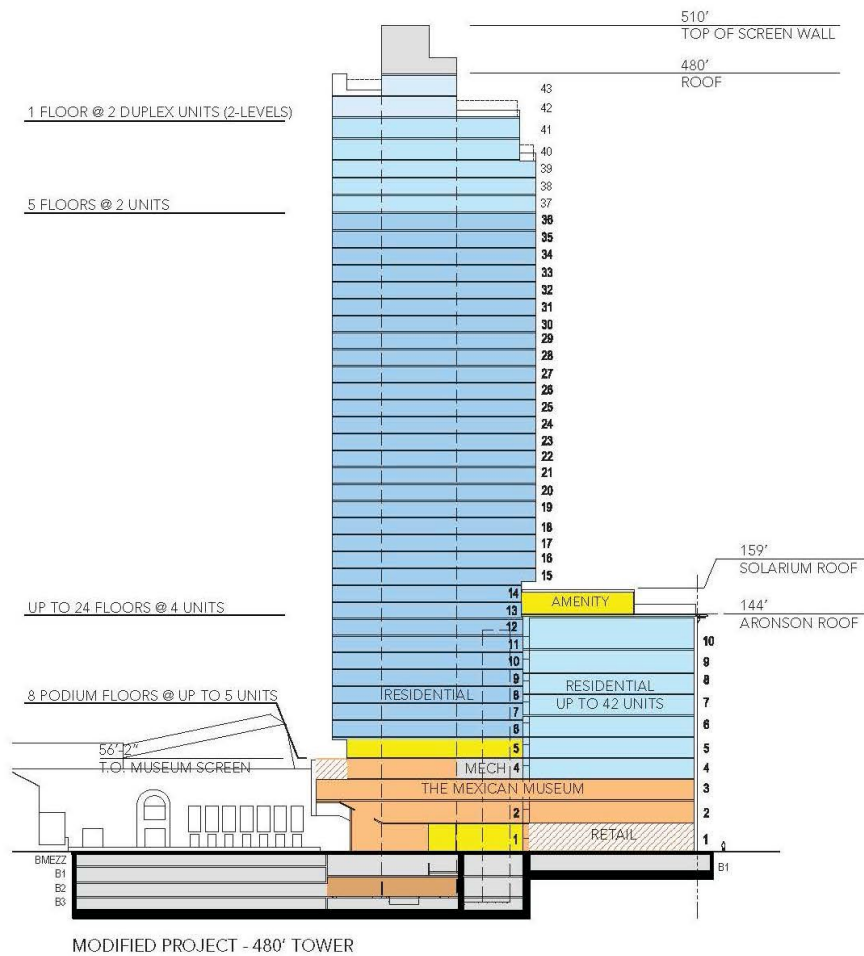


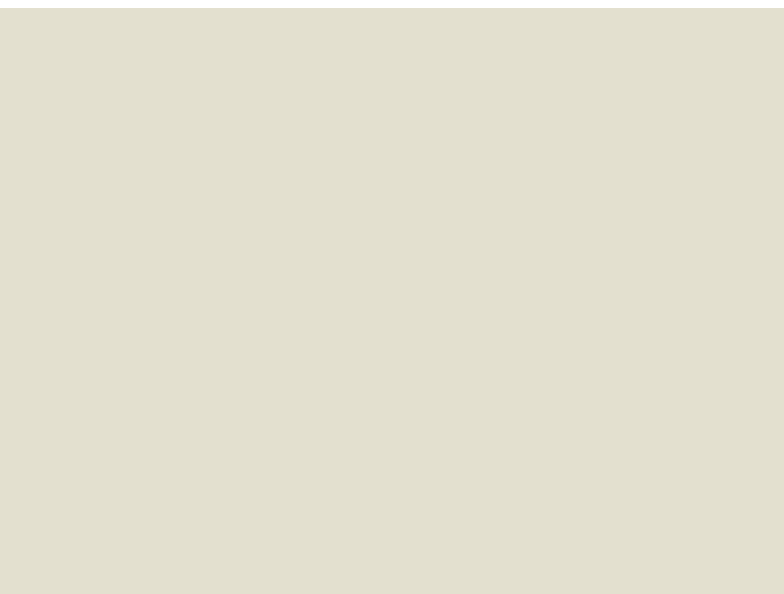
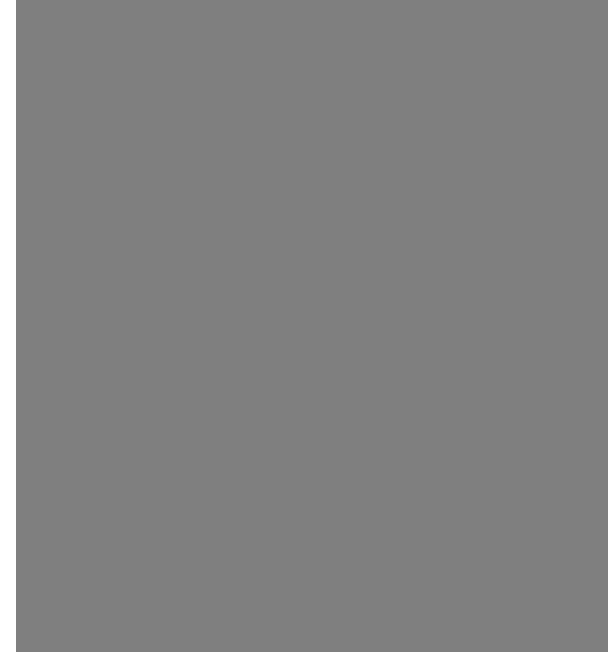
The Mexican Museum Grant Agreement (2010)

- Former Agency committed to fund \$10.56M for predevelopment & tenant improvements for an approximately 48,000 sq.ft. cultural space within 706 Mission Residential Tower to be used by The Mexican Museum
- Core and Shell of cultural space to be constructed by 706 Mission Developer; Museum responsible for build-out
- To date, \$3,780,881 disbursed to date for predevelopment and public art façade screen
- \$6.78M remaining for predevelopment & tenant improvements
- Expires June 14, 2022

706 Mission Project Status

- Last redevelopment project in now-expired Yerba Buena Center RPA
- 190 residential condominium units in 480-foot tower
- First Residential Units completed November 2020
- Per PSA, CCSF and Museum have entered into Lease for Cultural Space
- CCSF close to accepting Developer's core and shell improvements to Cultural Space (estimated Spring 2022)





Previous Actions and Status

- Oversight Board granted an 18-month extension of the Grant Agreement in September 2020
- Pandemic and related economic and logistical issues have continued into present day (Governor's State of Emergency related to COVID still in place)
- Museum is negotiating with a Design/Build Contractor for tenant improvement build out, current design and construction schedule contemplates completion in Mid-2024
- OCII issued Fifth Grant Disbursement Agreement to reimburse Museum for predevelopment activities up to current Grant Agreement expiration date
- Grant Agreement currently expires June 14, 2022.

Grant Agreement Amendment

- Museum now requests a Second Amendment to Grant Agreement to extend the term for 24 months to allow completion of predevelopment and commencement of construction activities
- Extension facilitates completion of the project and wind down of redevelopment activities
- Amendment would be in the best interests of the taxing entities:
 - generates increased economic activity and associated tax revenues from patrons and visitors to the Museum
 - contributes to the cultural vitality and diversity of the City and the Bay Area region

Next Steps

- **May 2022** Review by State Department of Finance (up to 45 days)

Mexican Museum

Representatives of the Museum will provide further information on request

Mexican Museum Grant

Board Members' Questions

