RESOLUTION NO. 143-2005

Adopted September 20, 2005

AUTHORIZING THE ALLOCATION OF $387,000 IN ADDITIONAL FUNDING TO PROVIDE LOANS FOR FAÇADE IMPROVEMENT, TENANT IMPROVEMENT, AND BUSINESS ASSISTANCE PROJECTS IN A TOTAL AGGREGATE AMOUNT NOT TO EXCEED $1,137,000 AS PART OF THE SIXTH ON SIXTH ECONOMIC REVITALIZATION PROGRAM; SOUTH OF MARKET EARTHQUAKE RECOVERY REDEVELOPMENT PROJECT AREA

BASIS FOR RESOLUTION

1. On November 26, 2002, the Redevelopment Agency of the City and County of San Francisco (the “Agency”) authorized the creation of the Six on Sixth Economic Revitalization Program (the “Six on Sixth Program” or “Program”) and allocated funding in the amount of $750,000 to provide façade improvement, tenant improvement, and business assistance loans and grants for design assistance to property and business owners on Sixth Street in the South of Market Earthquake Recovery Redevelopment Project Area (the “Project Area”).

2. On the same day, the Agency authorized a Third Amendment to the Letter Agreement with the Mayor’s Office of Community Development (“MOCD”) to assist in the implementation of the Sixth on Sixth Program through December 31, 2003, by increasing the maximum amount payable from the Six on Sixth Program budget under the Letter Agreement with MOCD by $592,000 for the following purposes: (1) $442,000 for façade improvement, tenant improvement, and business assistance loans; (2) $68,000 for the provision of outreach, technical assistance and loan packaging services by Urban Solutions; and (3) $52,000 for the provision of design services by Asian Neighborhood Design (“AND”).

3. On July 8, 2003, the Commission authorized a Business Development Letter Agreement with MOCD to provide operations support for Urban Solutions and San Francisco Renaissance to provide outreach and technical assistance for small businesses in redevelopment project and survey areas. The Business Development Letter Agreement with MOCD was for a period of three years, in an amount not to exceed $628,233 for Fiscal Year 2003-04, plus 3 percent cost of living increases for Fiscal Years 2004-05 and 2005-06, subject to the appropriation of funds, for an aggregate amount not to exceed $1,941,806.

4. On February 3, 2004, the Commission authorized a First Amendment to the Business Development Letter Agreement with MOCD to increase the maximum amount payable by $489,426, including a carry-over of $442,926 for the Sixth on Sixth Program, plus an additional $30,000 for Urban Solutions and $16,500 for MOCD to assist in the administration of the Six on Sixth Program and with the contract with Urban Solutions.
5. On October 5, 2004, the Commission authorized a Second Amendment to the Business Development Letter Agreement with MOCD to reallocate existing Program funds in order to increase the maximum amount payable by $77,588 for design assistance as part of the Sixth on Sixth Program, including $3,694 in administrative fees for MOCD.

6. Since the inception of the Sixth on Sixth Program, more than $70,000 in design assistance and more than $300,000 in loans for capital projects has been provided to projects that are either completed or underway on Sixth Street, and this public investment has resulted in more than $800,000 in private investment for these projects. In total, approximately $540,000 of the original $750,000 budget for the Program has been spent. An additional $387,000 is available for the Six on Sixth Program in the current South of Market budget. Allocation of this additional funding for use in the loan program component of the Six on Sixth Program will enable the Agency to continue to provide façade improvement, tenant improvement, and business assistance loans as part of the Sixth on Sixth Program through the end of Fiscal Year 2005-06.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is authorized to allocate $387,000 in additional funding to provide loans for façade improvement, tenant improvement, and business assistance projects in an aggregate total amount not to exceed $1,137,000, as part of the Sixth on Sixth Economic Revitalization Program.

APPROVED AS TO FORM:

[Signature]

James B. Morales
Agency General Counsel