

**MAYOR'S OFFICE OF HOUSING  
CITY AND COUNTY OF SAN FRANCISCO**



**EDWIN M. LEE  
MAYOR**

**OLSON LEE  
DIRECTOR**

August 1, 2012

Ballot Simplification Committee  
c/o Barbara Carr  
Department of Elections  
City Hall, Rm. 48

**RE: Request for Reconsideration**

Dear Ms. Carr:

After conferring with the City Attorney's office, the Mayor's Office of Housing would like to request the following changes be made to the Approved Legislative Digest for the Affordable Housing Charter Amendment ballot initiative that was heard by the Ballot Simplification Committee on July 31, 2012. These requested changes are also highlighted in the attachment.

- 1) Under The Way It Is Now, in the final sentence, the phrase "the elimination of" should be changed to "reductions in." Because the statement refers primarily to State redevelopment agency funding, which was eliminated, but could be interpreted as referring to any and all State funding, we request this modification.
- 2) Under The Proposal, in the second sentence, the phrase "a maximum of" should be eliminated. This statement could give the impression that the funding is capped at a \$50.8 million annual allocation, when in fact, the allocation will increase if the annual discretionary revenue of the general fund increases. Eliminating the reference to a maximum amount will eliminate any confusion.

Thank you for your consideration of these modifications. Please do not hesitate to contact me at (415) 701-5528 should you have any questions or need additional information.

Sincerely,

A handwritten signature in blue ink, appearing to read "Daniel Adams".

Daniel Adams  
Director of Program Development

**Ballot Simplification Committee - Approved Digest: Packard, Fasick, Fraps, Jorgensen, Unruh - 11:55 a.m. on Tuesday, July 31, 2012**

**Requests for Reconsideration due Wednesday, August 1, by 12:00 p.m.**

**Affordable Housing** *(working title only, subject to change)*

**The Way It Is Now:**

The City currently uses federal, State and local funds to support affordable housing programs for both low-income and moderate-income households. These include programs to:

- create and improve affordable housing,
- provide loans to assist with down payments, and
- help eligible homeowners and renters stay in their homes.

In addition, the City requires private residential developers to:

- pay a fee to support low-income housing, or
- make 12-15% of their on-site housing units affordable, or
- create new affordable units off-site, equal to 17-20% of their project's units.

Recent federal cutbacks and ~~the elimination of reductions in~~ State funding ~~have~~has decreased the funding available for affordable housing programs.

**The Proposal:**

Proposition \_\_\_ would amend the Charter to establish a Housing Trust Fund (the Fund). The City would contribute \$20 million to the Fund in 2013. Each year, the City contribution would increase by \$2.8 million, up to ~~a maximum of~~ \$50.8 million in 2024. After 2024, the City would contribute an annual amount based on the \$50.8 million but adjusted for changes in the City's General Fund revenues.

The City would use the Fund to:

- Build, purchase, and improve affordable housing;
- Provide \$15 million for a loan program for down-payment assistance for moderate-income homebuyers and emergency first responders, such as a police officers and firefighters; and

- Provide up to \$15 million for a program that would help eligible households avoid foreclosure or eviction, or improve the safety, accessibility, or efficiency of their homes.

The City could use money from the Fund for neighborhood improvements such as streetscapes, childcare facilities and pedestrian safety projects.

Proposition \_\_ would change the affordable housing requirements for private residential developments in two ways:

- Reduce the on-site affordable housing requirement to approximately 12% for most projects.
- Prohibit the City from increasing affordable housing requirements beyond those in place on January 1, 2013. This prohibition would apply only to certain projects.

Proposition \_\_ would authorize the development of up to 30,000 low-income rental units in the City. The State Constitution requires local voter approval before using public funds to develop, construct, or acquire low-income rental units.

Proposition \_\_ would expire automatically after 30 years. However, the Mayor could cancel the amendment at any time before January 1, 2013, after considering the City's financial situation.

**A "YES" Vote Means:** If you vote "yes," you want to amend the Charter to create a Housing Trust Fund that supports affordable housing for low-income and moderate-income households and to change the affordable housing requirements imposed on some private residential developments.

**A "NO" Vote Means:** If you vote "no," you do not want to make this change.

word count: 419 [suggested word limit: 300]