OFFICE OF THE CITY CLERK

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APPROVED AS TO FORM AND LEGALITY

CITY ATTORNEY'S OFFICE

OAKLAND CITY COUNCIL

ORDINANCE NO. == 13660 C.M.S.

ORDINANCE AMENDING ORDINANCE NO. 13592, AUTHORIZED A LICENSE WITH COVENANT HOUSE ON CALTRANS PROPERTY TO BE LEASED BY THE CITY AT 3RD STREET AND PERALTA STREET (PORTION OF APN 18-380-3-5), TO INSTEAD AUTHORIZE THE CITY ADMINISTRATOR OR DESIGNEE TO ENTER INTO A LICENSE WITH HOUSING CONSORTIUM OF THE EAST BAY. FOR A TERM UP TO THREE YEARS ON THE SAME SITE, AT NO MONTHLY RENT IN EXCHANGE FOR PROVISION OF EMERGENCY SHELTER AND **SERVIES:** AND MAKING **CALIFORNIA** ENVIRONMENTAL QUALITY ACT FINDINGS

WHEREAS, the City Administrator has identified property owned by Caltrans, located at 3rd Street and Peralta Street, depicted on Exhibit A attached hereto and incorporated herein (the "Caltrans Property"), as a suitable site for operation of emergency shelter for unsheltered individuals, and will enter into a three-year lease with Caltrans for such use pursuant to the City Administrator's delegated authority under Section 2.41.050 of the Oakland Municipal Code ("OMC"); and

WHEREAS, on May 12, 2020, the City Council adopted Ordinance No. 13592, authorizing, among other programs, the City Administrator to enter into a three-year license and professional services agreement with Covenant House to operate a program for transitional aged youth in City-owned trailers on the Caltrans Property; and

WHEREAS, the license and professional services agreement with Covenant House have not been executed because an alternate site was identified for this purpose; and

WHEREAS, the City plans to purchase small shelter units with doors, windows, and electricity ("Pallet Shelters") to house unsheltered individuals on public land; and

WHEREAS, the City Administrator desires to enter into a license with Housing Consortium of the East Bay ("HCEB"), for a term up to three years at no monthly rent, to operate an interim emergency shelter program for unsheltered residents using the City's Pallet Shelters or other structures; and

WHEREAS, the City Administrator has prepared a Summary of License Terms, attached hereto as Exhibit B and incorporated herein, for the proposed license for shelter and services to unsheltered residents on the Caltrans Property (the "Summary of Lease Terms"); and

WHEREAS, OMC Section 2.42.110 (a) authorizes the City to enter into a lease or license of real property for consideration less than the property's fair market value if the City Council makes a finding and determination that the lease of the property for less than its fair market value is in the best interests of the City and (b) provides that the City Council may consider the value of in-kind services to the City or the community at large, including social and cultural benefits to the community, in making the required finding and determination; and

WHEREAS, staff has determined that, each as a separate and independent basis, this action is exempt from the California Environmental Quality Act ("CEQA") pursuant to CEQA Guidelines Sections 15061(b)(3) (General Rule), 15301 (Existing Facilities), 15303 (New Construction or Conversion of Small Structures), 15304 (Minor Alterations of Land), 15311 (Accessory Structures), 15322 (In Fill Development Projects), 15183 (Projects Consistent with a Community Plan, General Plan, or Zoning), and that no exceptions to the categorical exemptions apply, and is also exempt under the statutory CEQA exemption embodied in Government Code Section 8698.4(a)(4); and

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF OAKLAND DOES ORDAIN AS FOLLOWS:

SECTION 1. The City Council finds and determines that the foregoing recitals are true and correct and an integral part of the City Council's decision, and hereby adopts such recitals as findings.

SECTION 2. The City Council finds and determines the adoption of this Ordinance is exempt from the California Environmental Quality Act ("CEQA"), pursuant to CEQA Guidelines sections 15061(b)(3) (General Rule), 15301 (Existing Facilities), 15303 (New Construction or Conversion of Small Structures), 15304 (Minor Alterations of Land), 15311 (Accessory Structures), 15322 (In Fill Development Projects), 15183 (Projects Consistent with a Community Plan, General Plan, or Zoning), and that no exceptions to the categorical exemptions apply, and is also exempt under Government Code section 8698.4(a)(4). Each of these provides a separate and independent basis for CEQA clearance and when viewed collectively provide an overall basis for CEQA clearance.

SECTION 3. The City Council hereby amends Ordinance No. 13592 to authorize the City Administrator to (a) negotiate, enter into, and execute a license for the use of Caltrans Property and City-owned Pallet Shelters or other structures by HCEB, instead of Covenant House, for a maximum term of three years, at no monthly rent, on substantially the same terms as described on Exhibit B, and (b) to allow improvements to and use of the premises in compliance with Appendix O to the 2019 California Building Code (O.M.C. § 15.04.3.2.0950), in order to serve unsheltered residents.

SECTION 4. Pursuant to OMC Section 2.42.110, and based on the value of the services discussed above and in the City Administrator's report accompanying this Ordinance, the City Council hereby finds and determines that offering public land for interim emergency shelter and services for unsheltered residents for less than fair market rental value is in the best interests of the City.

SECTION 5. The City Administrator, or his or her designee, is authorized and directed to execute any and all documents, consistent with the terms and conditions of this Ordinance.

SECTION 6. All documents shall be approved as to form and legality by the Office of the City Attorney.

SECTION 7. If any section, subsection, sentence, clause or phrase of this Ordinance is for any reason held to be invalid or unconstitutional by decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of the Chapter. The City Council hereby declares that it would have passed this Ordinance and each section, subsection, clause or phrase thereof irrespective of the fact that one or more other sections, subsections, clauses or phrases may be declared invalid or unconstitutional.

SECTION 8. The Ordinance shall be in full force and effect immediately upon its passage as provided by Section 216 of the City Charter if adopted by at least six members of Council, or upon the seventh day after final adoption if adopted by fewer votes.

IN COUNCIL, OAKLAND, CALIFORNIA,

JUL 26 2021

PASSED BY THE FOLLOWING VOTE:

AYES - FIFE, GALLO, KALB, KAPLAN, REID, TAYLOR, THAO AND PRESIDENT FORTUNATO BAS

NOES – (7) ABSENT – (7) ABSTENTION - Ø

ATTEST:

Introduction Date

JUL 20 2021

ASHA REED
City Clerk and Clerk of the Council of the

City of Oakland, California

Date of Attestation: July 27, 2021

NOTICE AND DIGEST

ORDINANCE AMENDING ORDINANCE NO. 13592, AUTHORIZED A LICENSE WITH COVENANT HOUSE ON CALTRANS PROPERTY TO BE LEASED BY THE CITY AT 3RD STREET AND PERALTA STREET (PORTION OF APN 18-380-3-5), TO INSTEAD AUTHORIZE THE CITY ADMINISTRATOR OR DESIGNEE TO ENTER INTO A LICENSE WITH HOUSING CONSORTIUM OF THE EAST BAY, FOR A TERM UP TO THREE YEARS ON THE SAME SITE, AT NO MONTHLY RENT IN EXCHANGE FOR PROVISION OF EMERGENCY AND **SERVIES**; MAKING **CALIFORNIA** SHELTER AND **ENVIRONMENTAL QUALITY ACT FINDINGS**

This Ordinance would authorize the City Administrator to negotiate and enter into a license with Housing Consortium of the East Bay ("HCEB") on land owned by Caltrans that will be leased by the City at 3rd Street and Peralta Street, for a term up to three years at no monthly rent in exchange for the value of the services provided to unsheltered residents and the City at large. The Ordinance would amend Ordinance No. 13592 to authorize the license with HCEB instead of a license to Covenant House on this property. This Ordinance makes exemption findings under the California Environmental Quality Act.

Exhibit A



EXHIBIT B

Summary of License Terms

Parties	Licensee must be a nonprofit 501(c)(3) homeless service provider.
Premises	Caltrans Property located at 3 rd Street and Peralta Street, as depicted on Exhibit A.
Term	Concurrent with Caltrans Lease, but no longer than three years.
Consideration	No monthly rent and no administrative processing fee.
Use/Operation	Program eligibility requirements: 1. Site plan must be approved by City Administrator and Caltrans 2. Type(s) of shelter must comply with Emergency Housing Standards in the Oakland Building Code, including sanitation requirements such as waste disposal and restroom availability. 3. Licensee is responsible for securing all necessary government approvals, including grading permits, for any improvements and uses. 4. Licensee responsible for addressing pollution, noise, and other nuisance complaints. 5. Licensee must require occupants to sign occupancy agreements approved by the City. 6. Licensee must enter into a Professional Service Agreement following all City contracting procedures. 7. Licensee must comply with all requirements of the Caltrans Lease with respect to the operation of the emergency shelter on Caltrans Property
Default	Default provisions will include a cross-default with the Professional Service Agreement so that the license will be terminated if Licensee does not comply with the PSA requirements.
Alterations	Alterations must be approved by Caltrans and City Administrator and any other required City department (e.g., Public Works if including work on right-of-way).
Indemnification	Licensee must indemnify City for claims arising out of the use of the City property by Licensee, Licensee's employees, contractors, agents, patrons, operators, or program invitees.
Insurance	Licensee required to comply with Schedule Q standard City insurance requirements, or other requirements as determined by Risk Management Department.
Assignment and Subletting	No assignment or transfer unless City provides written consent and assignee/sublessee complies with all conditions required by the City Administrator.