

HEALTH COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 41-94

**SUPPORTING THE EQUAL SHARING AMONG THE DEPARTMENT OF
PUBLIC TRANSPORTATION , DEPARTMENT OF PARKING AND TRAFFIC,
AND DEPARTMENT OF PUBLIC HEALTH, OF THE ADDITIONAL COSTS
OF SOIL REMEDIATION AT THE SITE OF THE SAN FRANCISCO
GENERAL HOSPITAL PARKING GARAGE**

WHEREAS, the San Francisco Parking Authority had intended to issue \$24 million in Parking Meter Revenue Bonds to finance the design and construction of the first phase of the San Francisco General Hospital parking garage, to reimburse Departments (Department of Public Transportation and Department of Public Health) for advances for pre-financing expenses of the garage project, and to fund several smaller Department of Public Transportation projects; and,

WHEREAS, the Parking Meter Revenue Bonds intended for sale in September 1994 incurred delay as a result of an unanticipated increase in the estimated costs of site soil remediation from \$1.9 million to \$4.9 million, which would extend beyond the \$25 million bond limit, and which would prevent reimbursement to the Departments for pre-financing expenses; and,

WHEREAS, time is of the essence for the San Francisco General Hospital garage construction project, and the full scope of the remediation expenses will not be known for at least 24 months following operation of the currently designed system, and additional delay could result in:

- Costly fines and legal action due to the City's inability to meet deadlines mandated by the State Regional Water Quality Board;
- Loss of the contractor due to inability to award the construction contract within the 60-day limit and subsequently requiring an additional bid process;
- Increased interest costs to finance the project from inability to sell bonds in the currently favorable market;
- San Francisco General Hospital 's inability to meet strategic planning goals; and
- Loss of credibility with San Francisco General Hospital neighbors and community; and,

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WHEREAS, the estimated remediation costs will not fit with the \$25 million bond debt ceiling;
and,

WHEREAS, it is unfair that any single Department assume the entire burden of the additional soil remediation expense; now, therefore, be it

RESOLVED that the San Francisco Health Commission supports the equal sharing among the Department of Public Transportation, Department of Parking and Traffic, and Department of Public Health, of the additional costs of soil remediation at the site of the San Francisco General Hospital parking garage.

I hereby certify that the foregoing resolution was adopted by the Health Commission at its meeting of Tuesday, October 18, 1994.



Sandy Ouye Mori
Executive Secretary to
the Health Commission