



City and County of San Francisco
Meeting Minutes
Budget and Finance Committee

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

Members: Sandra Lee Fewer, Shamann Walton, Rafael Mandelman

Clerk: Linda Wong (415) 554-7719

Wednesday, October 21, 2020

10:30 AM

Regular Meeting

Present: 3 - Sandra Lee Fewer, Shamann Walton, and Rafael Mandelman

The Budget and Finance Committee met in regular session through videoconferencing, and provided public comment through teleconferencing, on Wednesday, October 21, 2020, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:34 a.m.

Remote Access to Information and Participation

In accordance with Governor Newsom's Executive Order No. N-33-20 declaring a State of Emergency regarding the COVID-19 outbreak and Mayor London N. Breed's Proclamation declaring a Local Emergency issued on February 25, 2020, including the guidance for gatherings issued by the San Francisco Department of Public Health Officer, aggressive directives were issued to reduce the spread of COVID-19. On March 17, 2020, the Board of Supervisors authorized their Board and Committee meetings to convene remotely (via Microsoft Teams) and will allow remote public comment via teleconference. Visit the SFGovTV website at (www.sfgovtv.org) to stream the live meetings, or to watch meetings on demand. Members of the public are encouraged to participate remotely via detailed instructions on participating via teleconference available at: <https://sfbos.org/remote-meeting-call>.

Members of the public may participate by phone or may submit their comments by email to: linda.wong@sfgov.org; all comments received will be made a part of the official record. Regularly-scheduled Budget and Finance Committee Meetings begin at 10:30 a.m. every Wednesday of each month. Committee agendas and their associated documents are available at <https://sfbos.org/committees>.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Fewer, Vice Chair Walton, and Member Mandelman were noted present. A quorum was present.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

201134 [Accept In-Kind Gift - Tipping Point Community - Diversity Equity Inclusion Consultant Services - Value Not to Exceed \$249,999]

Sponsor: Mayor

Resolution authorizing the Department of Homelessness and Supportive Housing (“HSH”) to accept an in-kind gift for Diversity Equity Inclusion consultant services in a value not to exceed \$99,999 from Tipping Point Community to support the first phase of the development of racial equity action plans for HSH and Homelessness Response System (“Project”); and authorizing HSH to accept an additional in-kind gift of consultant services in a value not to exceed \$150,000 for a second phase of this Project, for a total value not to exceed \$249,999 and for the total term to commence upon Board approval and to expire no later than June 30, 2021.

09/29/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Dylan Schneider (Department of Homelessness and Supportive Housing); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201137 [Accept and Expend Grant - Retroactive - Health Resources and Services Administration - Ending the HIV Epidemic: A Plan for America - Ryan White HIV/AIDS Program Parts A and B - \$1,000,000]

Sponsor: Mandelman

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$1,000,000 from the Health Resources and Services Administration for participation in a program, entitled “Ending the HIV Epidemic: A Plan for America - Ryan White HIV/AIDS Program Parts A and B,” for the period of March 1, 2020, through February 28, 2021.

09/29/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Bill Blum and Dean Goodwin (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

Member Mandelman moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Chair Fewer requested File Nos. 180284, 200967, and 200968 be called together.

180284 [Lease Amendment - Retroactive - United States Customs and Border Protection - Customs Cargo Office Space at Building 648 - Annual Rent of \$833,036]

Resolution retroactively approving Amendment No. 1 to Lease No. TC-I-02-2801 between the United States Customs and Border Protection, and the City and County of San Francisco, acting by and through its Airport Commission, to extend the term of the lease for an additional ten years for a total term of February 1, 2003, through January 31, 2028, and adjust the annual rent to \$833,036. (Airport Commission)

03/19/18; RECEIVED FROM DEPARTMENT.

04/03/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/10/18; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

10/14/20; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Dyanna Quizon (Airport Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

200967 [Lease Modification - United States Government - Offices in Terminal 3 - Annual Rent \$569,635.43]

Resolution approving Modification No. 1 of Lease No. GS-09P-LCA03384, between the United States (U.S.) Government and the City and County of San Francisco, acting by and through its Airport Commission, to extend the term by three years, for a new term ending September 30, 2023, and adjust the annual rent, increasing the annual rent to \$569,635.43 for offices occupied by the U.S. Drug Enforcement Administration at Terminal 3, to commence following approval by the Board of Supervisors. (Airport Commission)

09/25/20; RECEIVED FROM DEPARTMENT.

10/06/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dyanna Quizon (Airport Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

200968 [Lease Modification - United States Government - International Terminal, Terminal 2, and Land at Plot 50-DJ - Annual Rent \$2,590,866.56]

Resolution approving Modification No. 2 of Lease No. GS-09B-03014, between the United States (U.S.) Government and the City and County of San Francisco, acting by and through its Airport Commission, to extend the lease term for an additional three years, for a total term of November 1, 2012, through October 31, 2023, adjust the premises by adding 0.057 acres on Plot 50-DJ, and adjust the annual rent for offices to \$2,590,866.56 occupied by the U.S. Transportation Security Administration at the International Terminal, and Terminal 2 and land at Plot 50-DJ, to commence following Board approval. (Airport Commission)

09/28/20; RECEIVED FROM DEPARTMENT.

10/06/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dyanna Quizon (Airport Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201135 [Contract Agreement - Thales Transport & Security, Inc. - ATCS Specific Technical Services, Equipment, and Software Upgrades - Not to Exceed \$30,000,000]

Sponsor: Mayor

Resolution approving Municipal Transportation Agency Contract No. 2020-20: Train Control Services and Equipment Purchases Agreement, with Thales Transport & Security, Inc. to provide specialized ATCS-specific technical services, equipment and software upgrades in an amount not to exceed \$30,000,000, for an initial term of seven years with option to extend two years, to commence following Board approval.

(Fiscal Impact)

09/29/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: David Rojas (Municipal Transportation Agency); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. David Pilpel; spoke on various concerns relating to the hearing matter.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201142 [Execution of Tax-Exempt Loan - California Municipal Finance Authority - Pacific Primary School - Not to Exceed \$3,700,000]**Sponsor: Preston**

Resolution approving, in accordance with Section 147(f) of the Internal Revenue Code of 1986, as amended (Code), the execution of a tax-exempt loan or loans by the California Municipal Finance Authority (Authority) in one or more series pursuant to a plan of financing and in an aggregate principal amount not to exceed \$3,700,000 (Authority Loan), the proceeds of which will be loaned by the Authority (Borrower Loan) to Pacific Primary School, a California nonprofit public benefit corporation and an organization described in, and exempt from tax under, Section 501(c)(3) of the Code (Borrower), to (i) prepay and refinance in full all of the outstanding principal amount of Association of Bay Area Governments (ABAG) Finance Authority for Nonprofit Corporations 2013 Tax-Exempt Loan (Pacific Primary), originally issued in the principal amount of \$4,100,000 the proceeds of which were used to redeem in full all of the then outstanding principal amount of ABAG Finance Authority for Nonprofit Corporations Variable Rate Demand Revenue Bonds (Pacific Primary) Series 2008, originally issued in the principal amount of \$4,550,000 the proceeds of which were used for the construction, acquisition, improvement, capital maintenance, equipment acquisition and other related capital expenditures at the Borrower's facilities located at 1500 and 1501 Grove Street, San Francisco, California and (ii) pay certain expenses incurred in connection with the delivery of the Borrower Loan (collectively, the Project).

09/29/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Vishal Trivedi (Office of the Controller); Amie Haiz (Pacific Primary School); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201099 [Apply for Funds Allocation - California Department of Housing and Community Development - Child Welfare Agency Allocation - Transitional Housing Program - Not to Exceed \$459,200]**Sponsor: Yee**

Resolution authorizing the Human Services Agency to apply for and accept a County Child Welfare Agency Allocation for an amount not to exceed \$459,200 from the California Department of Housing and Community Development under the Transitional Housing Program to help young adults secure and maintain housing.

09/22/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Susie Smith (Human Services Agency); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201083 [Lease Amendment - 100 Blanken Avenue - Celestina Jimenez and Alan Salvador Jimenez, Co-Trustees - \$90,000 Per Year in Base Rent]

Resolution approving and authorizing the Director of Property, on behalf of the Department of Public Health, to amend the lease of real property located at 100 Blanken Avenue from Celestina Jimenez and Alan Salvador Jimenez, Co-Trustees of the Trust of Salvador-Jimenez and Celestina Jimenez-Surviving Spouses Trust, at a base rent of \$90,000 per year with 3% annual increases, for an initial term commencing upon approval of this Resolution and expiring on September 30, 2023, plus two one-year options to extend; and authorizing the Director of Property to execute documents, make certain modifications and take certain actions in furtherance of the First Amendment, the Lease and this Resolution, as defined herein. (Real Estate Department)

09/21/20; RECEIVED FROM DEPARTMENT.

09/29/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Andrico Penick, Director (Real Estate Department); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201152 [Appropriation and De-Appropriation - District 7 General City - Various Departments and ADM - District 7 Participatory Budget and Disaster Planning - \$282,598; DPW - District 7 Play Space - \$25,000; SFMTA - District 7 Vision Zero - \$250,000 - FY2020-2021]

Sponsor: Yee

Ordinance de-appropriating \$282,598 from District 7 General City Responsibility (GEN) and appropriating \$235,598 to various departments to support District 7 Participatory Budgeting projects and \$47,000 to the Office of City Administrator (ADM) to support District 7 Disaster Planning projects; de-appropriating \$25,000 from the Department of Public Works (DPW) and appropriating \$25,000 to support various District 7 Play Space projects in the Recreation and Park Department in Fiscal Year (FY) 2020-2021; and de-appropriating \$250,000 from San Francisco Municipal Transportation Agency (SFMTA) and appropriating \$250,000 to support various District 7 Vision Zero projects at SFMTA in FY2020-2021.

(Fiscal Impact)

10/06/20; ASSIGNED to Budget and Finance Committee. 10/8/20 - President Yee waived the 30-day rule pursuant to Board Rule No. 3.22.

Heard in Committee. Speakers: Frances Hsieh (Office of Supervisor Norman Yee); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Ordinance be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Chair Fewer recessed the meeting at 11:53 a.m. and reconvened the meeting at 12:00 p.m.

SPECIAL ORDER 12:00 P.M.

201133 [Administrative Code - Health Care Requirements for Certain Employers at San Francisco International Airport]

Sponsors: Mandelman; Walton, Mar, Haney, Peskin, Safai, Ronen and Preston

Ordinance amending the Administrative Code to require employers of employees covered by the Quality Standards Program at the San Francisco International Airport to provide family health insurance to such employees, or to make contributions on the employees' behalf to an account established under Section 14.2 of the Administrative Code.

(Fiscal Impact)

09/29/20; ASSIGNED to Rules Committee. 10/08/20 - President Yee waived the 30-day rule pursuant to Board Rule No. 3.23.

10/08/20; TRANSFERRED to Budget and Finance Committee.

10/09/20; REFERRED TO DEPARTMENT. Referred to the Health Commission, Health Service System and the Airport for informational purposes.

Heard in Committee. Speakers: Melieni Cruz (Local 2); Luisa Cancio and Jane Martin (SEIU USWWW); Severin Campbell (Office of the Budget and Legislative Analyst); Supervisor Norman Yee, President (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Maria Rosa (Gates Gourmet); Kimberly; Ariana; Amelia Bunch; Speaker; James Spencer (SEIU USWWW); Ms. Lew; Jeffrey; spoke in support of the hearing matter. Blaine Lazato (Hawaiian Airlines); Danna Duvel (Delta Airlines); Josh Dover (JetBlue Airways); Scott Kennedy (Alaska Airlines); Rubin Dela Rosa (Southwest Airlines); Emily Abraham (San Francisco Chamber of Commerce); Melinda Yee Franklin (United Airlines); Jack McCain (American Airlines); Matt Regan; Shawn Williams (Airlines for America); Kevin Carroll; Cassandra Costello (San Francisco Travel Association); spoke in opposition to the hearing matter. David Lee (Airlines for America); spoke on various concerns relating to the hearing matter.

Member Mandelman moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 10, Line 22, through Page 11, Line 3, by inserting a new subsection '(e) A Covered Employee may voluntarily waive an offer of health plan benefits under this Section 12Q.3 using a waiver form approved by the Agency upon providing the Contracting Party proof of current health plan coverage. With respect to subsection (d) of this Section 12Q.3, such proof of current health plan coverage must include the Covered Employee's dependents. The Contracting Party must retain voluntary waiver forms and proof of health plan coverage for three years and must provide the Agency access to them upon request'; by realphabetizing the subsequent subsections; on Page 11, Line 14, after '12Q.3' by inserting '(a), (b), or (c)'; and to make other conforming and clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman
(Fiscal Impact)

Chair Fewer moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee meeting on October 28, 2020. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 1:26 p.m.

N.B. The Minutes of this meeting set forth all actions taken by the Budget and Finance Committee on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.

ADDENDUM

The following information is provided by speaker(s), pursuant to Administrative Code, Section 67.16. The content is neither generated by, nor subject to approval or verification of accuracy by, the Clerk of the Budget and Finance Committee or the Board of Supervisors.

Melinda Yee Franklin submitted the following additional information during Public Comment on File No. 201133, as follows: "My name is Melinda Yee Franklin and I am Managing Director at United Airlines. I'm here today to speak with you about the loss of jobs at SFO, which would occur if the proposal set forth by the Healthy Worker's Ordinance (HWO) is to be passed this year and implemented in 2021. United is the largest carrier at SFO. Prior to COVID-19, we employed over 12,000 workers throughout the airport. Unfortunately, we recently furloughed approximately 3,000 employees at SFO and 13,000 nationwide due to the pandemic's financial impact. It was one of the worst days we have experienced as a company. SFO has been significantly impacted and we expect a slow recovery in the future. Our workforce is also highly-unionized, and we negotiate collective bargaining agreements, which are approved by the employees, and include generous wage and benefit packages. United Airlines strongly urges you to oppose this ordinance."