



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: Connie Chan, Matt Dorsey, Joel Engardio

*Clerk: Brent Jalipa
(415) 554-7712 ~ brent.jalipa@sfgov.org*

Wednesday, April 30, 2025

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Connie Chan, Matt Dorsey, and Joel Engardio

The Budget and Finance Committee met in regular session on Wednesday, April 30, 2025, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:00 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan, Vice Chair Dorsey, and Member Engardio were noted present.

COMMUNICATIONS

Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public that public comment is taken on each item on the agenda. Alternatively, written comments may be submitted through email (brent.jalipa@sfgov.org) or the U.S. Postal Service at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

250321 [Grant Acknowledgement - California Energy Commission - Charging Infrastructure for Government Fleets GFO-23-606 - Not to Exceed \$5,047,167]

Sponsor: Mandelman

Resolution acknowledging requirements for the 2024 grant application to the State of California Energy Commission Charging Infrastructure for Government Fleets for a grant in an amount not to exceed \$5,047,167. (City Administrator)

03/28/25; RECEIVED FROM DEPARTMENT.

04/08/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

04/23/25; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speaker(s): Sophie Hayward (Office of the City Administrator); Camilla Taufic (City Administrator's Division of Fleet Management); provided an overview and responded to questions raised throughout the discussion.

04/23/25; CONTINUED AS AMENDED.

Heard in Committee. Speaker(s): None.

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

Ayes: 3 - Chan, Dorsey, Engardio

241149 [Administrative Code - Cash Revolving Funds]

Ordinance amending the Administrative Code to remove the authorization for certain cash revolving funds (Controller, Ethics Commission, Department of Police Accountability, Planning Department, Public Defender, Department of Public Health - Community Mental Health Services Vocational Rehabilitation, Department of Public Health - Laguna Honda Hospital, Public Utilities Commission - Hetch Hetchy Project, Public Utilities Commission - Water Department); reduce the maximum amount of cash revolving fund for certain funds (Human Services Agency, Department of Public Health - Zuckerberg San Francisco General Hospital, Treasurer-Tax Collector); increase the maximum amount of cash revolving fund for Public Utilities Commission; and authorize additional revolving funds (Public Utilities Consumer, Recreation and Park Department, and Department of Elections). (Controller)

11/15/24; RECEIVED FROM DEPARTMENT.

12/03/24; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/2/2025.

12/09/24; RECEIVED FROM DEPARTMENT.

12/17/24; SUBSTITUTED AND ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee. Office of the Controller introduced a substitute Ordinance bearing a new title.

Heard in Committee. Speaker(s): Claire Stone (Office of the Controller); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250247 [Agreement Amendment - Moffatt & Nichol-AGS JV - Engineering Services for South Ocean Beach Coastal Erosion and Wastewater Infrastructure Protection - Not to Exceed \$12,750,000]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 3 to Contract No. PRO.0092, Engineering Services for South Ocean Beach Coastal Erosion and Wastewater Infrastructure Protection, with Moffatt & Nichol-AGS Joint Venture, increasing the contract amount by \$7,000,000 for a new not to exceed contract amount of \$12,750,000 and increasing the contract duration by six years from July 30, 2027, for a new total contract duration of approximately 15 years from September 26, 2018, through September 25, 2033, to continue providing engineering design and support services for the Ocean Beach Climate Change Adaptation Project, pursuant to Charter, Section 9.118. (Public Utilities Commission)

(Fiscal Impact)

03/14/25; RECEIVED FROM DEPARTMENT.

03/25/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Anna Roche (Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250330 [Agreement Amendment - AECOM Technical Services, Inc. - PRO.0168.A, Engineering Services for Transmission Pipelines - Not to Exceed \$14,000,000]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 1 to Contract No. PRO.0168.A, Engineering Services for Transmission Pipelines, with AECOM Technical Services, Inc., increasing the contract amount by \$7,000,000 for a new not to exceed contract amount of \$14,000,000 with no change to the contract duration, to provide additional engineering design and support services for transmission pipeline capital improvement projects funded by the Water Enterprise Capital Improvement Program, pursuant to Charter, Section 9.118. (Public Utilities Commission)

03/28/25; RECEIVED FROM DEPARTMENT.

04/08/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Tedman Lee (Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

Chair Chan requested File Nos. 250224 and 250225 be called together.

250224 [Grant Agreement - HomeBridge, Inc. - Contract Mode In-Home Supportive Services - Not to Exceed \$39,600,000]

Resolution approving an Agreement between the City, acting by and through the Department of Disability and Aging Services, and Homebridge, Inc. for the provision of Contract Mode In-Home Supportive Services, for a term of four years from July 1, 2025, through June 30, 2029, for a total not to exceed amount of \$158,400,000; and to authorize the Department of Disability and Aging Services to enter into amendments or modifications to the First Amendment that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution.

(Human Services Agency)

(Fiscal Impact)

03/10/25; RECEIVED FROM DEPARTMENT.

03/18/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Shannon Morgan (Human Services Agency); Nicolas Menard (Office of the Budget and Legislative Analyst); Brad Russi (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Lupe Martinez (SEIU, Local 2015); spoke on various concerns relating to the resolution matter.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 1, by reducing the total not to exceed amount from '\$158,400,000' to '\$39,600,000'; on Page 1, Lines 3-11, to read 'Resolution approving an Agreement between the City, acting by and through the Department of Disability and Aging Services, and Homebridge, Inc. for the provision of Contract Mode In-Home Supportive Services, for a term of four years from July 1, 2025, through June 30, 2029, for a total not to exceed amount of \$39,600,000; for the period of July 1, 2025 through June 30, 2026, with not to exceed amounts for subsequent years to be requested in spring 2026; and to authorize the Department of Disability and Aging Services to enter into amendments or modifications to the Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution.'; and on Page 2, Lines 9-14, by adding 'WHEREAS, On April 30, 2025, the Budget and Finance Committee considered this Resolution and amended it to reflect the Department's agreement to reduce the not to exceed amount to \$39,600,000 to fund the first year of services under the Grant Agreement, with the expectation that the Department would later seek approval of an amendment to the Agreement to increase the not to exceed amount to cover the remaining three years of the term; and'. The motion carried by the following vote:

Ayes: 3 - Chan, Dorsey, Engardio

Resolution approving an Agreement between the City, acting by and through the Department of Disability and Aging Services, and Homebridge, Inc. for the provision of Contract Mode In-Home Supportive Services, for a term of four years from July 1, 2025, through June 30, 2029, for a total not to exceed amount of \$39,600,000; for the period of July 1, 2025 through June 30, 2026, with not to exceed amounts for subsequent years to be requested in spring 2026; and to authorize the Department of Disability and Aging Services to enter into amendments or modifications to the Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution. (Human Services Agency)

(Fiscal Impact)

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

Ayes: 3 - Chan, Dorsey, Engardio

250225 [Grant Agreement Amendment - Homebridge, Inc. - Contract Mode In-Home Supportive Services - Not to Exceed \$144,684,989]

Resolution approving the First Amendment between the City, acting by and through the Department of Disability and Aging Services, including on behalf of the Human Services Agency, and Homebridge, Inc. for the provision of Contract Mode In-Home Supportive Services, to increase the amount by \$2,419,719 for a new total not to exceed amount of \$144,684,989 effective upon approval of this Resolution, with no changes to the term of five years from July 1, 2020, through June 30, 2025; and to authorize the Department of Disability and Aging Services to enter into amendments or modifications to the First Amendment that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the First Amendment or this Resolution. (Human Services Agency)
(Fiscal Impact)

03/10/25; RECEIVED FROM DEPARTMENT.

03/18/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Shannon Morgan (Human Services Agency); Nicolas Menard (Office of the Budget and Legislative Analyst); Brad Russi (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Lupe Martinez (SEIU, Local 2015); spoke on various concerns relating to the resolution matter.

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

Ayes: 3 - Chan, Dorsey, Engardio

250332 [Amendment - Intervision Systems, LLC - Networking Equipment - Not to Exceed \$74,040,000]

Resolution approving the First Amendment between City, acting by and through the Office of Contract Administration, and Intervision Systems, LLC for the purchase of networking equipment, software and hardware/software support manufactured by Juniper Networks Inc., to increase the contract amount by \$34,040,000 for a total not to exceed amount of \$74,040,000 with no changes to the contract term from February 1, 2022, through January 31, 2027; and to authorize the Office of Contract Administration to make necessary, non-material changes to the Amendment prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Office of Contract Administration)

03/31/25; RECEIVED FROM DEPARTMENT.

04/08/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sophie Hayward (Office of the City Administrator); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250361 [Accept and Expend In-Kind Gift - Retroactive - San Francisco Public Health Foundation - Food Pharmacies at Department of Public Health Clinics - \$283,753.42]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Public Health to accept and expend an in-kind gift of food, supplies and other in-kind items in the amount of \$283,753.42 from the San Francisco Public Health Foundation in support of the Food Pharmacies at Department of Public Health Clinics for the period of July 1, 2023, through June 30, 2024. (Public Health Department)

04/08/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Carol Taniguchi (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250182 [Contract Amendment - Community Forward SF - A Woman's Place - Not to Exceed \$42,052,558]

Resolution approving Amendment No. 4 to the Agreement between the City, acting by and through the Department of Public Health (DPH), and Community Forward SF to provide mental health and substance abuse treatment services, to extend the term by three years from June 30, 2025, for a total term of July 1, 2018, through June 30, 2028, and to increase the contract amount by \$19,754,516 for a new total not to exceed amount of \$42,052,558; and to authorize DPH to enter into amendments or modifications to the agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the Agreement or this Resolution. (Public Health Department)
(Fiscal Impact)

02/19/25; RECEIVED FROM DEPARTMENT.

03/04/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Daniel Tsai, Director, and Max Rocha (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250339 [Contract Amendment - HealthRight 360 - Substance Abuse and Mental Health Services - Not to Exceed \$305,358,044]

Resolution approving Amendment No. 2 to the agreement between the City, acting by and through, the Department of Public Health (DPH), and HealthRight 360, to provide substance abuse and mental health services, to extend the term by three years from June 30, 2025, for a new term of July 1, 2018, through June 30, 2028, and to increase the amount by \$141,427,165 for a new total not to exceed amount of \$305,358,044; and to authorize DPH to enter into amendments or modifications to the agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the agreement or this Resolution. (Public Health Department) (Fiscal Impact)

04/07/25; RECEIVED FROM DEPARTMENT.

04/15/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Daniel Tsai, Director, Max Rocha, and Ana Validzic (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Griffin Lee (Connected SF); spoke in opposition to the resolution matter. Brad Burke; Speaker; spoke in support of the resolution matter.

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

Ayes: 3 - Chan, Dorsey, Engardio

Chair Chan requested File Nos. 250251 and 250252 be called together.

250251 [Lease Agreement - Wells Fargo, N.A. - Automated Teller Machine Service Lease B - \$350,000 Minimum Annual Guarantee]

Resolution approving the Automated Teller Machine Service Lease B, Lease No. 25-0042, between Wells Fargo, N.A., as tenant, and the City and County of San Francisco, acting by and through its Airport Commission, for a three-year term with one two-year option to extend the term exercisable at the sole and absolute discretion of the Airport Commission, and a minimum annual guarantee of \$350,000 for the first year of the Lease, effective upon approval of this Resolution. (Airport Commission)

03/14/25; RECEIVED FROM DEPARTMENT.

03/25/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Daniel Tsang (Airport Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250252 [Lease Agreement - Bank of America, National Association, a National Banking Association - Automated Teller Machine Service Lease A - \$250,000 Minimum Annual Guarantee]

Resolution approving the Automated Teller Machine Service Lease A, Lease No. 25-0041, between Bank of America, National Association, a national banking association, as tenant, and the City and County of San Francisco, acting by and through its Airport Commission, for a three-year term with one two-year option to extend the term exercisable at the sole and absolute discretion of the Airport Commission, and a minimum annual guarantee of \$250,000 for the first year of the Lease, effective upon approval of this Resolution. (Airport Commission)

03/14/25; RECEIVED FROM DEPARTMENT.

03/25/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Daniel Tsang (Airport Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

Chair Chan requested File Nos. 250396 and 250397 be called together.

250396 [Apply for Grant - California Department of Housing and Community Development - Homekey+ Grant Program - 835 Turk Street - Not to Exceed \$18,000,000]
Sponsor: Mayor

Resolution approving and authorizing the Department of Homelessness and Supportive Housing to jointly apply with 835 Turk LLC to the California Department of Housing and Community Development for the Homekey+ Grant for the property located at 835 Turk Street in a total amount not to exceed \$18,000,000 or the maximum award amount allowable under the NOFA, whichever is greater, on behalf of the City and County of San Francisco. (Department of Homelessness and Supportive Housing)

04/15/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sheila Nickolopoulos (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250397 [Apply for Grant - California Department of Housing and Community Development - Homekey+ Grant Program - 1035 Van Ness Avenue - Not to Exceed \$37,500,000]**Sponsor: Mayor**

Resolution approving and authorizing the Department of Homelessness and Supportive Housing to jointly apply with 1035Vets, LLC to the California Department of Housing and Community Development for the Homekey+ Grant for the property located at 1035 Van Ness Avenue in a total amount not to exceed \$32,500,000 or the maximum award amount allowable under the Notice of Funding Availability, whichever is greater, on behalf of the City and County of San Francisco. (Department of Homelessness and Supportive Housing)

04/15/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sheila Nickolopoulos (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by increasing the total not to exceed amount from '\$32,500,000' to '\$37,500,000' throughout the legislation. The motion carried by the following vote:

Ayes: 3 - Chan, Dorsey, Engardio

Resolution approving and authorizing the Department of Homelessness and Supportive Housing to jointly apply with 1035Vets, LLC to the California Department of Housing and Community Development for the Homekey+ Grant for the property located at 1035 Van Ness Avenue in a total amount not to exceed \$37,500,000 or the maximum award amount allowable under the Notice of Funding Availability, whichever is greater, on behalf of the City and County of San Francisco. (Department of Homelessness and Supportive Housing)

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

Ayes: 3 - Chan, Dorsey, Engardio

Chair Chan requested File Nos. 250392, 250393, and 250394 be called together.

250392 [Accept and Expend Grant - California Department of Housing and Community Development - Affordable Housing and Sustainable Communities Program - Balboa Reservoir Building E - \$29,585,486]**Sponsors: Mayor; Melgar and Chen**

Resolution authorizing the Mayor's Office of Housing and Community Development ("MOHCD") to execute the Standard Agreement with the California Department of Housing and Community Development ("HCD") under the Affordable Housing and Sustainable Communities Program for a total award of \$29,585,486 including \$19,610,404 disbursed by HCD as a loan to the Balboa Lee Avenue, L.P. for a 100% affordable housing project at 11 Frida Kahlo, also identified as Balboa Reservoir Building E, and \$9,975,082 to be disbursed as a grant to the City for public transportation improvements near 11 Frida Kahlo, for the period starting on the execution date of the Standard Agreements through November 30, 2042; and authorizing MOHCD to accept and expend the grant of up to \$9,975,082 for transportation, streetscape and pedestrian improvements and other transit oriented programming and improvement as approved by HCD. (Mayor's Office of Housing and Community Development)

04/15/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Ryan Vanzuylen (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250393 [Accept and Expend Grant - California Department of Housing and Community Development - Affordable Housing and Sustainable Communities Program - Balboa Reservoir Building A - \$45,721,399]

Sponsors: Mayor; Melgar and Chen

Resolution authorizing the Mayor's Office of Housing and Community Development ("MOHCD") to execute the Standard Agreements with the California Department of Housing and Community Development ("HCD") under the Affordable Housing and Sustainable Communities Program for a total award of \$45,721,399 including \$33,000,000 disbursed by HCD as a loan to the Balboa Gateway, L.P. ("Developer") for a 100% affordable housing project at 11 Frida Kahlo Way and \$12,721,399 to be disbursed as a grant to the City for public transportation improvements near 11 Frida Kahlo Way, for the period starting on the execution date of the Standard Agreements through November 30, 2043; authorizing MOHCD to accept and expend the grant of up to \$12,721,399 for transportation, streetscape and pedestrian improvements and other transit oriented programming and improvement as approved by HCD. (Mayor's Office of Housing and Community Development)

04/15/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Ryan Vanzuylen (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

250394 [Execute Standard Agreement and Accept and Expend Grant - California Department of Housing and Community Development - Infill Infrastructure Grant Program - Balboa Reservoir Building E and Balboa Reservoir Building A - \$20,095,616]

Sponsors: Mayor; Melgar and Chen

Resolution authorizing the Mayor's Office of Housing and Community Development ("MOHCD") to execute a Standard Agreement with California Department of Housing and Community Development ("HCD") under the Infill Infrastructure Grant Program for a total award of \$20,095,616 disbursed by HCD as a grant to the City for infrastructure improvements related to property located at Balboa Reservoir Building E and Balboa Reservoir Building A for 100% affordable housing projects ("Project") for the period starting on the execution date of the Standard Agreement to June 30, 2030, and as amended. (Mayor's Office of Housing and Community Development)

04/15/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Ryan Vanzuylen (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Engardio

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:16 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.