



**City and County of San Francisco**  
**Meeting Minutes**  
**Government Audit and Oversight Committee**

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

*Members: Aaron Peskin, Norman Yee, London Breed*

*Clerk: Erica Major (415) 554-4441*

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Thursday, June 2, 2016

9:30 AM

City Hall, Legislative Chamber, Room 250

**Regular Meeting**

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**Present:** 4 - Aaron Peskin, Norman Yee, London Breed, and David Campos

*The Government Audit and Oversight Committee met in a regular session on Thursday, June 2, 2016, with Chair Aaron Peskin presiding.*

**ROLL CALL AND ANNOUNCEMENTS**

*Chair Peskin called the meeting to order at 9:37 a.m. On the call of the roll, Chair Peskin and Member Breed were noted present. Vice Chair Yee was noted not present. There was a quorum.*

*Vice Chair Yee was noted present at 9:43 a.m.*

**AGENDA CHANGES**

*There were no agenda changes.*

## REGULAR AGENDA

### **160487 [Paratransit Broker and Operating Agreement - Transdev Services, Inc. - Not to Exceed \$142,902,104]**

**Sponsor: Yee**

Resolution approving Contract No. SFMTA-2016-17, Paratransit Broker and Operating Agreement, with Transdev Services, Inc., to provide paratransit brokerage and transportation services, in an amount not to exceed \$142,902,104 for a five-year term beginning July 1, 2016, with an option for a five-year extension. (Municipal Transportation Agency)  
(Fiscal Impact)

05/03/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/23/16; TRANSFERRED to Government Audit and Oversight Committee. 5/23/16 - President Breed transferred this item from Budget and Finance Sub-Committee to Government Audit and Oversight Committee.

*Heard in Committee. Speakers: Annette Williams (San Francisco Municipal Transportation Agency); Debra Newman (Budget and Legislative Analyst's Office); presented information and answered questions raised throughout the discussion.*

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

Ayes: 3 - Peskin, Yee, Breed

### **160331 [Accept and Expend Grant - United States Department of Education - Early Learning Quality Improvement System - \$2,020,560]**

**Sponsor: Yee**

Resolution retroactively authorizing the San Francisco Children and Families Commission to accept and expend an increase to the grant from the United States Department of Education through the California Department of Education in the amount of \$300,000 for a total of \$2,020,560 for support of an Early Learning Quality Improvement System for the period of July 1, 2012, through June 30, 2016. (First 5 SF Children and Families Commission)

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/18/16; TRANSFERRED to Government Audit and Oversight Committee. 5/18/2016 - President Breed transferred this matter from Budget and Finance Sub Committee to Government Audit and Oversight Committee.

*Heard in Committee. Speaker: Tracy Fong (First 5); presented information and answered questions raised throughout the discussion.*

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

Ayes: 3 - Peskin, Yee, Breed

*President London Breed appointed Supervisor David Campos, in place of herself, for File Nos. 160423, 160490, and 160442 of the meeting Government Audit and Oversight Committee meeting of June 2, 2016.*

### **Supervisor Breed Excused from Attendance**

**Vice Chair Yee moved that Supervisor Breed be excused from attending the remainder of the Government Audit and Oversight Committee of June 2, 2016. The motion carried by the following vote:**

Ayes: 3 - Peskin, Yee, Campos

Excused: 1 - Breed

*Supervisor Breed was noted not present at 11:20 a.m.*

**160423 [Administrative Code - Short-Term Residential Rentals and Hosting Platforms]****Sponsors: Campos; Peskin, Avalos and Mar**

Ordinance amending the Administrative Code to revise the Residential Unit Conversion Ordinance to require Hosting Platforms verify that a Residential Unit is on the City Registry prior to listing; require Hosting Platforms respond to notices and requests for information; provide for civil, administrative, and criminal penalties against Hosting Platforms for violations of the Residential Unit Conversion Ordinance; and affirming the Planning Department's determination under the California Environmental Quality Act.

(Fiscal Impact)

04/26/16; ASSIGNED UNDER 30 DAY RULE to Land Use and Transportation Committee, expires on 5/26/2016.

05/03/16; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Office of Short-Term Rental Administration and Enforcement; Rent Board; Mayor's Office of Housing and Community Development; and Office of Community Investment and Infrastructure for informational purposes.

05/06/16; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it does not result in a physical change in the environment.

05/10/16; TRANSFERRED to Government Audit and Oversight Committee.

*Heard in Committee. Speakers: Supervisor David Campos (Board of Supervisors); Jon Givner (Office of the City Attorney); Commissioners Dennis Richards and Kathrin Moore (Planning Commission); presented information and answered questions raised throughout the discussion. Jordan Gwendolyn Davis; Kelly Powers (Hotel Council of San Francisco); Adrian Mannella; Angela Santa Cruz; Jessica Mullan; Jennifer Fieber; Tes Welborn; Theresa Flandrich (Senior Disability Action); Marla Knight (North Beach Tenants Committee); Pam Taulee; Sandra Halperin; Cynthia Fong (Housing Rights Committee); Deepa Varma, Director (San Francisco Tenants Union); Tony Robles (Senior Disability Action); Marc Bruno; Dennis Mosgofian; Peter Cohen; Lori Ledderman; Kathy Lipscomb (Senior Disability Action); Alicia Sandoval; Nan McGuire (Older Women's League); Peggy Baslow; Eihway Sue; Tommi Avicolli Mecca (Housing Rights Commission); Eileen Boken; Bruce Bowen; Henrietta Courier; Charlie Goss (San Francisco Department Association); Dale Carlson; Ian Winkle; Bettina Cohen; Female Speaker; Theresa Imperial (Bill Sorro Housing Program); Robert Callan; Maria Soreson; Maria Conlin; Greg Cohen; Ian Lewis; Female Speaker; Mitchell; Stewart; spoke in support of the hearing matter. Edward Bell; Doug Neilson; Karen Cancino; Rodolfo Cancino; Eric Menard; Kevin Krejci; Esther Krejci; Alix Rosenthal; Giuliana Halasz; Jan Nuefeud; Ding Ma; Lauren Kimzey (Internet Association); Jim Lazerous; Female Speaker; Alice Chiu; Jay Cohen; spoke in opposition of the hearing matter. George Wooding, President (Coalition for San Francisco Neighborhoods); Kathy (Better Housing Policies); Laura Clark; Lisa Fromer (Liberty Hill Neighborhood Association); Sarah Sherburn-Zimmer; Randy Shaw; Sylvia Smith; Jay Cohen; spoke neither in support nor against the hearing matter.*

**Member Campos moved that this Ordinance be AMENDED, AMENDMENT OF THE WHOLE BEARING SAME TITLE, to clarify verbiage on the definition of hosting platforms, privacy protection of hosts, and the effective date of the ordinance, and to streamline the compliance process. The motion carried by the following vote:**

Ayes: 3 - Peskin, Yee, Campos

Excused: 1 - Breed

(Fiscal Impact)

**RECOMMENDED AS AMENDED AS A COMMITTEE REPORT by the following vote:**

Ayes: 3 - Peskin, Yee, Campos

Excused: 1 - Breed

**160490 [Hearing - Implementation of Legacy Business Registry and Historic Preservation Grant]****Sponsors: Campos; Peskin**

Hearing on the implementation of the Legacy Business Registry and Historic Preservation Grant; and requesting the Mayor's Legislative Liaison Nicole Elliott, Acting Budget Director Melissa Whitehouse, Office of Economic and Workforce Development Director Todd Rufo, and Office of Small Business Executive Director Regina Dick-Endrizzi to report.

05/03/16; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

05/11/16; REFERRED TO DEPARTMENT. Referred to the Mayor's Office, Mayor's Office of Public Policy and Finance, Office of Economic and Workforce Development, and the Small Business Commission for informational purposes and requesting the various departments to report.

05/19/16; CONTINUED. Heard in Committee. Speakers: Melissa Whitehouse, Acting Budget Director (Mayor's Office); Todd Rufo, Director (Office of Economic and Workforce Development); presented information and answered questions raised throughout the discussion. Nicki Cooper; Male Speaker; Marilyn Sainer; Tony Huerta (The Lone Star); Scott Wright; Dan Macchiarini (Macchiarini Creative Design); Yeta Zabi (Café Trieste); Mundt Craig, President (North Business Beach Association); Brenda Storey (Mission Area Health Association); Darlene Weide, Executive Director (Community Boards); Billy Lemon (Castro Country Club); Male Speaker (Gilman's Kitchen and Baths); Chris Martin (Lower Polk Community Benefit District); Albert Jao; Mike Buehler; Justine (SF Party); Kelly (ATA); Ani Rivera (Galeria De La Raza); George Rush (Roxy Theatre); Carey Suckow (Doc's Clock); Nancy Gharib (Twin Peaks Auto Care); Ferah Kalipji; Kelly Ernhill; Susan Cervantez (Precita Eyes); Terry and Roseann Grimm (Anchor Oyster Bar); Gabrielle Medina (Mission Economic Development Agency); Bettina Cohen; Samantha Higgins (Golden Gate Restaurant Association); Commissioner Diane Matsuda (Historical Preservation Commission); spoke on various concerns relating to the hearing matter.

*Heard in Committee. Speakers: Bob Planthold; Mike Buhler, President and CEO (San Francisco Heritage); spoke on various concerns relating to the hearing matter.*

**Chair Peskin moved that this Hearing be CONTINUED to the July 7, 2016, Government Audit and Oversight Committee meeting. The motion carried by the following vote:**

Ayes: 3 - Peskin, Yee, Campos

Excused: 1 - Breed

**160442 [Hearing - Below-Market-Rate Housing Policies and Procedures]****Sponsors: Kim; Breed**

Hearing on the Below-Market-Rate Housing policies and procedures utilized throughout the City and County of San Francisco; and requesting the Mayor's Office of Housing and Community Development to report.

04/26/16; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

05/03/16; REFERRED TO DEPARTMENT. Referred to the Mayor's Office of Housing and Community Development for informational purposes and requesting the department to report.

05/05/16; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

05/19/16; CONTINUED. Heard in Committee. Speakers: Supervisor Jane Kim (Board of Supervisors); Maria Benjamin (Mayor's Office of Housing and Community Development); presented information and answered questions raised throughout the discussion. Karen Fleshman; Caroline Calderon, Theresa Imperial, and Gloria Calonsag (Bill Soro Housing Program); Bianca Polovina (Human Rights Commission); Laura Daza (Bill Soro Housing Program); Chirag Bhakta (Dolores Street Community Services); Laura; Socorro Campos (South of Market Community Action Network); Laura Melgarejo (Poder); Ana DeCorolis (Mujeres Unidas y Activas); Amy Aguilera and Flor Ramos (Poder); Gabrielle Medina (South of Market Community Action Network); Charlie Sciammas (Poder); Marilyn Duran (Poder); Angelica Cabande (South of Market Community Action Network); Raymond Castillo; Fis Jerraza; spoke on various concerns relating to the hearing matter.

*Heard in Committee. Speakers: None.*

**Chair Peskin moved that this Hearing be CONTINUED to the June 16, 2016, Government Audit and Oversight Committee meeting. The motion carried by the following vote:**

Ayes: 3 - Peskin, Yee, Campos

Excused: 1 - Breed

## ADJOURNMENT

*There being no further business, the Government Audit and Oversight Committee adjourned at the hour of 1:05 p.m.*

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