

1 [Charter Amendment - Free City College Fund]

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3 **Describing and setting forth a proposal to the voters at an election to be held on November**
4 **5, 2019, to amend the Charter of the City and County of San Francisco to establish the Free**
5 **City College Fund to defray certain costs of City College students, and to require annual**
6 **appropriations in designated amounts to the Fund.**

7
8 Section 1. The Board of Supervisors hereby submits to the qualified voters of the City
9 and County, at an election to be held on November 5, 2019, a proposal to amend the Charter of
10 the City and County by adding Section 16.130, to read as follows:

11 NOTE: **Unchanged Charter text and uncodified text** are in plain font.
12 **Additions** are *single-underline italics Times New Roman font*.
13 **Deletions** are ~~*strike-through italics Times New Roman font*~~.
14 **Asterisks (* * * *)** indicate the omission of unchanged Charter
15 subsections.

16 **SEC. 16.130. FREE CITY COLLEGE FUND.**

17 **(a) Establishment of Fund.** *There is hereby established in the City treasury the Free*
18 *City College Fund ("Fund"), to be administered by the Department of Children, Youth, and*
19 *Their Families ("DCYF"), or any successor agency. Monies in the Fund shall be expended by*
20 *the City acting through DCYF, subject to the budgetary and fiscal provisions of the Charter, to*
21 *provide assistance to San Francisco residents enrolled in City College of San Francisco ("City*
22 *College").*

23 **(b) Annual Baseline Contributions to the Fund.** *The City shall make an annual*
24 *baseline contribution to the Fund for each fiscal year, beginning with fiscal year 2020-2021 and*
25 *ending with fiscal year 2030-2031. The annual baseline contributions to the Fund for fiscal*
years 2020-2021 through 2022-2023 are as follows:

1 For fiscal year 2020-2021, the City shall make an annual baseline contribution to the
2 Fund in the amount of \$15 million.

3 For fiscal year 2021-2022, the City shall make an annual baseline contribution to the
4 Fund in the amount of \$15.7 million.

5 For fiscal year 2022-2023, the City shall make an annual baseline contribution to the
6 Fund in the amount of \$16.4 million.

7 **(c) Adjustments to the Baseline Contributions for FY 2023-2024 through FY 2030-**
8 **2031.** Each year in fiscal years 2023-2024 through 2030-2031, the Controller shall adjust the
9 baseline contribution by the percentage increase or decrease in aggregate City discretionary
10 revenues based on calculations consistent from year to year.

11 **(d) Projected Budget Deficits.** Notwithstanding the provisions of subsection (b), the
12 City, acting through the Board of Supervisors, may freeze the City's annual contribution to the
13 Fund at the prior year's level for any fiscal year between and including fiscal year 2021-2022
14 through fiscal year 2029-2030 when the City's projected budget deficit for the upcoming fiscal
15 year exceeds \$200 million, adjusted annually beginning with fiscal year 2020-2021 by the
16 percentage increase or decrease in aggregate City discretionary revenues, as determined by the
17 Controller, based on calculations consistent from year to year. The Controller shall calculate
18 the City's projected budget deficit at the time of the Joint Report or Update to the Five Year
19 Financial Plan prepared jointly by the Controller, the Mayor's Budget Director, and the Board
20 of Supervisors' Budget Analyst.

21 **(e) Aggregate City Discretionary Revenues.** In determining aggregate City
22 discretionary revenues under this Section 16.130, the Controller shall include only revenues
23 received by the City that are unrestricted and may be used at the option of the Mayor and the
24 Board of Supervisors for any lawful City purpose.

1 (f) **Additional Contributions.** Notwithstanding subsections (b) and (c), the City may
2 contribute more to the Fund than the annual baseline amounts required under subsections (b)
3 and (c), but those increases shall not alter or affect the amounts of the City's required annual
4 baseline contributions for subsequent fiscal years.

5 (g) **Unspent and Uncommitted Funds.** The Controller shall maintain the Fund separate
6 and apart from all other City funds. Any amount in the Fund unspent or uncommitted at the end
7 of the fiscal year shall be carried forward to the next fiscal year and, subject to the budgetary
8 and fiscal limitations of this Charter, shall be appropriated then or thereafter for the services
9 and purposes specified in this Section 16.130, unless otherwise limited by subsection (h) below.

10 (h) **Free City College Reserve.** Any amount in the Fund in excess of the amount
11 expended in any fiscal year shall constitute the Free City College Reserve ("Reserve"). The
12 total amount in the Reserve may not exceed 20% of that fiscal year's annual baseline
13 contribution. Any funds in excess of the 20% limit shall be returned to the General Fund.

14 (i) **Eligible Uses.** The City shall use monies from the Fund only to benefit eligible
15 students who are San Francisco residents enrolled in City College or to administer the Fund, as
16 follows:

17 (1) **Full-Time California Promise Grant Eligible Students:** San Francisco
18 residents eligible for a California Promise Grant who attend City College on a full-time basis,
19 and who are receiving state or federal financial aid, may receive a stipend of up to \$500 per
20 semester that may be used for books, college fees other than enrollment fees, supplies, and
21 transportation costs related to their enrollment at City College. For purposes of this subsection
22 (i)(1), "full-time basis" means enrollment in 12 or more credit units per semester. For purposes
23 of this subsection (i)(1), and subsections (i)(2) and (i)(3), a California Promise Grant means a
24 grant established by Part 40.2 (commencing with Section 67430) of Division 5 of Title 3 of the
25

1 California Education Code, any successor California grant program, or any California or
2 federal grant program that funds community college tuition fees.

3 (2) **Part-Time California Promise Grant Eligible Students:** San Francisco
4 residents eligible for a California Promise Grant who attend City College on a part-time basis,
5 and who are receiving state or federal financial aid, may receive a stipend of up to \$250 per
6 semester that may be used for books, college fees other than enrollment fees, supplies, and
7 transportation costs related to their enrollment at City College. For purposes of this subsection
8 (i)(2), “part-time basis” means enrollment in 6 to 11 credit units per semester.

9 (3) **Students Ineligible for a California Promise Grant:** Subject to available
10 appropriated funds, the City shall expend monies in the Fund to pay all enrollment fees for San
11 Francisco residents who are ineligible for a California Promise Grant.

12 (4) **Stipend Amount Adjustment.** The Controller shall adjust the stipend amount
13 in subsections (i)(1) and (i)(2) annually for all fiscal years starting with fiscal year 2021-2022,
14 in accordance with the Consumer Price Index. The Controller shall use for these purposes the
15 San Francisco All Items Consumer Price Index for All Urban Consumers (CPI-U), or its
16 successor, as reported by the U.S. Department of Labor's Bureau of Labor Statistics.

17 (5) **Administrative Costs.** The City may expend money in the Fund to cover the
18 actual costs of the Controller and DCYF, for administration of the Fund.

19 **(j) Board of Supervisors Amendments.**

20 (1) The Board of Supervisors may from time to time, by an ordinance adopted by
21 a majority of the Board, increase or decrease the stipend amount to California Promise Grant
22 eligible students in subsections (i)(1) and/or (i)(2) and, as applicable, the adjusted stipend
23 amount under subsection (i)(4).

24 (2) The Board of Supervisors may from time to time, by an ordinance adopted by
25 a two-thirds majority of the Board, expand the eligible uses of the Fund to permit the City to use

1 monies from the Fund to benefit any or all students enrolled at City College by defraying any
2 costs related to their enrollment in City College.

3 (3) By June 30, 2025, and by no later than June 30 each fiscal year thereafter,
4 the Board of Supervisors may, by resolution adopted by a two-thirds majority of the Board,
5 adjust contributions to the Fund for the upcoming fiscal year if (A) the amount in the Reserve is
6 20% of that year's annual baseline contribution and (B) the Board of Supervisors finds that City
7 College has sufficient resources to fund the stipends set forth in subsections (i)(1) and (i)(2) and,
8 as applicable, the adjusted stipend amounts under subsection (i)(4), and to pay all enrollment
9 fees for San Francisco residents who are ineligible for a California Promise Grant.

10 (k) Report. In fiscal year 2024-2025, the Controller shall produce and file with the
11 Board of Supervisors, a report on the Fund.

12 (l) Sunset. The provisions of Section 16.130 shall expire at the end of Fiscal Year 2030-
13 2031, at which time all unexpended and uncommitted funds shall revert to the General Fund.

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15 APPROVED AS TO FORM:
16 DENNIS J. HERRERA, City Attorney

17 By:

18 
19 JANA CLARK
20 Deputy City Attorney

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City and County of San Francisco
Tails
Charter Amendment

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

File Number: 181001

Date Passed: December 18, 2018

Charter Amendment (Third Draft) to establish the Free City College Fund to defray certain costs of City College students, and to require annual appropriations in designated amounts to the Fund; at an election to be held on November 5, 2019.

November 28, 2018 Rules Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

November 28, 2018 Rules Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

November 28, 2018 Rules Committee - CONTINUED AS AMENDED

December 03, 2018 Rules Committee - REFERRED WITHOUT RECOMMENDATION AS COMMITTEE REPORT

December 04, 2018 Board of Supervisors - AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

Ayes: 10 - Brown, Cohen, Kim, Mandelman, Peskin, Ronen, Safai, Stefani, Tang and Yee

Excused: 1 - Fewer

December 04, 2018 Board of Supervisors - NOT AMENDED

Ayes: 3 - Cohen, Stefani and Tang

Noes: 7 - Brown, Kim, Mandelman, Peskin, Ronen, Safai and Yee

Excused: 1 - Fewer

December 04, 2018 Board of Supervisors - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

Ayes: 10 - Brown, Cohen, Kim, Mandelman, Peskin, Ronen, Safai, Stefani, Tang and Yee

Excused: 1 - Fewer

December 04, 2018 Board of Supervisors - CONTINUED AS AMENDED

Ayes: 10 - Brown, Cohen, Kim, Mandelman, Peskin, Ronen, Safai, Stefani, Tang and Yee

Excused: 1 - Fewer

December 11, 2018 Board of Supervisors - CONTINUED

Ayes: 11 - Brown, Cohen, Fewer, Kim, Mandelman, Peskin, Ronen, Safai, Stefani, Tang and Yee

December 18, 2018 Board of Supervisors - ORDERED SUBMITTED


Ayes: 7 - Brown, Fewer, Kim, Mandelman, Ronen, Safai and Yee

Noes: 1 - Stefani

Excused: 3 - Cohen, Peskin and Tang

File No. 181001

I hereby certify that the foregoing Charter Amendment was ORDERED SUBMITTED on 12/18/2018 by the Board of Supervisors of the City and County of San Francisco.



Angela Calvillo
Clerk of the Board