



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: Malia Cohen, Sandra Lee Fewer, Catherine Stefani

Clerk: Linda Wong (415) 554-7719

Thursday, November 1, 2018

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Malia Cohen, Sandra Lee Fewer, and Catherine Stefani

The Budget and Finance Committee met in a regular session on Thursday, November 1, 2018, with Chair Malia Cohen presiding

ROLL CALL AND ANNOUNCEMENTS

Chair Cohen called the meeting to order at 10:09 a.m. On the call of the roll, Chair Cohen, Vice Chair Fewer, and Member Stefani were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

180888 [Agreement Amendment - JobAps, Inc. - Software License and Support - Not to Exceed \$3,174,445]

Resolution authorizing the Controller to enter into the Eleventh Amendment of a software license and support agreement with JobAps, Inc. increasing the contract term by three years, for a total term of November 27, 2006, through November 26, 2021, and increasing the maximum expenditure by \$937,425 to an amount not to exceed \$3,174,445. (Controller)

(Fiscal Impact)

09/10/18; RECEIVED FROM DEPARTMENT.

09/18/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Kate Howard (Department of Human Resources); Todd Rystrom (Office of the Controller); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

180973 [Release of Reserved Funds - Airport Commission - Capital Improvement Plan Projects - \$2,732,455,418]

Hearing to consider the release of reserved funds to the Airport Commission, placed on Board of Supervisors' reserve by Ordinance No. 106-17, in the amount of \$2,732,455,418 to continue funding of San Francisco International Airport's Capital Improvement Plan projects, consisting of terminal improvements, including the Terminal 1 Reconstruction Project and the Terminal 3 West Redevelopment Project; groundside improvements such as the AirTrain System extension and roadway repairs; airfield improvements to runways and taxiways; airport support improvements in technology and security; and utility improvements, including upgrades to the waste water treatment plant. (Budget and Finance Committee)
(Fiscal Impact)

10/05/18; RECEIVED FROM DEPARTMENT.

10/16/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener and Kevin Comb (San Francisco International Airport); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

PREPARED IN COMMITTEE AS A MOTION

Motion authorizing the release of reserved funds to the Airport Commission, placed on Board of Supervisors' reserve by Ordinance No. 106-17, in the amount of \$2,732,455,418, to continue funding of San Francisco International Airport's Capital Improvement Plan projects, consisting of terminal improvements, including the Terminal 1 Reconstruction Project and the Terminal 3 West Redevelopment Project; groundside improvements such as the AirTrain System extension and roadway repairs; airfield improvements to runways and taxiways; airport support improvements in technology and security; and utility improvements, including upgrades to the waste water treatment plant. (Budget and Finance Committee)
(Fiscal Impact)

Chair Cohen moved that this Motion be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 181006 and 181007 be called together.

181006 [Multifamily Housing Revenue Bonds - 1950 Mission Street - Not to Exceed \$60,488,962]**Sponsors: Mayor; Ronen**

Resolution authorizing the issuance, sale and delivery of multifamily housing revenue bonds in an aggregate principal amount not to exceed \$60,488,962 for the purpose of providing financing for the construction of a 157-unit multifamily rental housing project known as 1950 Mission Street Apartments; approving, for purposes of the Internal Revenue Code of 1986, as amended, the issuance and sale of tax exempt residential rental housing bonds by the City in an aggregate principal amount not to exceed \$60,488,962; approving the form of and authorizing the execution of an indenture of trust providing the terms and conditions of the bonds; approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; approving the form of and authorizing the execution of a loan agreement; authorizing the collection of certain fees; approving modifications, changes and additions to the documents; ratifying and approving any action heretofore taken in connection with the bonds and the project; granting general authority to City officials to take actions necessary to implement this Resolution; and related matters, as defined herein.

10/16/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Amy Chan (Mayor's Office of Housing and Community Development); Severin Campbell (Office of the Budget and Legislative Analyst); Cindy Evans (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

181007 [Ground Lease - 1950 Mission Housing Associates, LP - 1950 Mission Street - \$15,000 Annual Base Rent]**Sponsors: Mayor; Ronen**

Resolution approving and authorizing a long term Ground Lease with 1950 Mission Housing Associates, LP, on City owned land at 1950 Mission Street ("Property") for a term of 75 years, to commence following approval by the Board of Supervisors, with one 24-year option to extend, and with an annual base rent of \$15,000 in order to construct a 100% affordable, 155-unit multifamily rental housing development (plus two staff units) for low-income persons ("Project"); adopting findings that the Ground Lease is consistent with the California Environmental Quality Act, the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing the Director of Property and the Director of the Mayor's Office of Housing and Community Development to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution, as defined herein.

(Fiscal Impact)

10/16/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Amy Chan (Mayor's Office of Housing and Community Development); Severin Campbell (Office of the Budget and Legislative Analyst); Cindy Evans (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

180971 [Contract Amendment - Health Advocates, LLC - Uncompensated Reimbursement Recovery Services - Not to Exceed \$18,014,546]

Resolution retroactively approving a contract amendment for uncompensated reimbursement recovery services between Health Advocates, LLC and Department of Public Health, in the amount of \$18,014,546 for a total contract term of January 1, 2014, through December 31, 2021. (Public Health Department)

(Fiscal Impact)

10/01/18; RECEIVED FROM DEPARTMENT.

10/16/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Mario Mormino (Department of Public Health); Marisa Tully (Office of the Mayor); Ben Rosenfield, City Controller (Office of the Controller); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

180886 [Boundary Modification and Conditional Allocation of Real Property - Margaret S. Hayward Playground - Department of Emergency Management]

Ordinance amending Ordinance No. 171-00, which set aside certain real property in Margaret S. Hayward Playground for the Department of Emergency Management (“DEM”) for the Combined Emergency Communications Center (“CECC”) at 1011 Turk Street, to provide DEM additional real property directly adjacent to the existing CECC and to restore to the Recreation and Park Department certain subsurface real property to the east of the CECC that was previously allocated to DEM; setting aside for DEM an additional portion of Hayward Playground west of the CECC that is currently occupied by two tennis courts for a proposed new DEM building, subject to various terms and conditions, as defined herein; affirming the Planning Department’s determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1. (Recreation and Park Department)
(Fiscal Impact)

09/10/18; RECEIVED FROM DEPARTMENT.

09/18/18; ASSIGNED UNDER 30 DAY RULE to Land Use and Transportation Committee.

09/26/18; REFERRED TO DEPARTMENT. Referred to the Department of Emergency Management, Recreation and Parks Department, and the Recreation and Parks Commission for informational purposes; Referred to the Planning Commission pursuant to Planning Code Section 302, for public hearing and recommendation; Planning Department for environmental review.

09/27/18; 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.

10/10/18; TRANSFERRED to Budget and Finance Committee. President Cohen transferred this matter from the Land Use and Transportation Committee to the Budget and Finance Committee.

10/25/18; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Sarah Madland (Recreation and Park Department); Shakirah Simley (Office of Supervisor Vallie Brown); Mary Ellen Carroll (Department of Emergency Management); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that this Ordinance AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, to adjust the property line; to compensate Recreation and Park Department for the tennis courts in the amount of \$4,000,000 instead of \$3,000,000; to use the funds to acquire park property in the area of the Western Addition known as the Western Addition Community-Based Transportation Study Area; and to make clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Ordinance amending Ordinance No. 171-00, which set aside certain real property in Margaret S. Hayward Playground for the Department of Emergency Management (“DEM”) for the Combined Emergency Communications Center (“CECC”) at 1011 Turk Street, to provide DEM additional real property directly adjacent to the existing CECC and to restore to the Recreation and Park Department certain subsurface real property to the east of the CECC that was previously allocated to DEM; setting aside for DEM an additional portion of Hayward Playground west of the CECC that is currently occupied by two tennis courts for a proposed new DEM building, subject to DEM’s payment of funds which RPD must use for the benefit of the Western Addition, as set forth herein; affirming the Planning Department’s determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1. (Recreation and Park Department)
(Fiscal Impact)

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

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 181036 and 181037 be called together.

181036 [Contract Agreement - Grant Street Group, Inc. - Office of the Treasurer & Tax Collector and Office of the Controller's Property Tax System Replacement Project - Not to Exceed \$37,492,252]

Sponsors: Tang; Cohen

Resolution authorizing the Office of the Treasurer & Tax Collector and Office of the Controller to enter into a contract with Grant Street Group, Inc. to implement and configure a comprehensive, fully-integrated Property Tax System, including all services related to delivery, installation, integration, customization, data conversion, training, documentation, deployments, and project management, to replace the obsolete legacy system currently in use, for a contract term of ten years, to commence upon Board of Supervisors and Mayoral approval, in an amount not to exceed \$37,492,252. (Fiscal Impact)

10/23/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Carmen Chu, Assessor-Recorder (Office of the Assessor-Recorder); Jose Cisneros, Treasurer and Rachel Zackerman (Office of the Treasurer and Tax Collector); Severin Campbell (Office of the Budget and Legislative Analyst); David Augustine (Office of the Treasurer and Tax Collector); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke various concerns on the hearing matter.

(Chair Cohen requested to be added as a co-sponsor.)

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

Ayes: 3 - Cohen, Fewer, Stefani

181037 [Contract Agreements - Sapient Corporation and Carahsoft Technology Corporation - Office of the Assessor-Recorder's Property Assessment System Replacement Project - Not to Exceed \$21,414,700 and \$14,432,762 Respectively]

Sponsors: Tang; Cohen

Resolution authorizing the Office of the Assessor-Recorder to enter into two contracts: 1) an implementation services and ongoing support agreement with Sapient Corporation for a 12-year term, in an amount not to exceed \$21,414,700; and 2) a contract with Carahsoft Technology Corporation for licenses to Software as a Service, with a 12-year term, in an amount not to exceed \$14,432,762; all to implement and configure a comprehensive, fully-integrated Property Assessment System, including all services related to delivery, installation, integration, customization, data conversion, training, documentation, deployments, and project management, to replace the obsolete legacy system currently in use; with both contracts to commence upon Board of Supervisors and Mayoral approval.

(Fiscal Impact)

10/23/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Carmen Chu, Assessor-Recorder (Office of the Assessor-Recorder); Jose Cisneros, Treasurer and Rachel Zackerman (Office of the Treasurer and Tax Collector); Severin Campbell (Office of the Budget and Legislative Analyst); David Augustine (Office of the Treasurer and Tax Collector); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke various concerns on the hearing matter.

(Chair Cohen requested to be added as a co-sponsor.)

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

Ayes: 3 - Cohen, Fewer, Stefani

181005 [Accept and Expend Grant - State Controller's Office, California State 2020 Census Grant - Local Update of Census Addresses Program - \$100,000]

Sponsor: Mayor

Resolution authorizing the Office of Civic Engagement and Immigrant Affairs to accept and expend a grant in the amount of \$100,000 from the California State Controller's Office to support San Francisco's Local Update of Census Addresses efforts and outreach activities related to the 2020 Census for the project period of November 1, 2018, through June 30, 2019. (Office of Civic Engagement & Immigrant Affairs)

10/16/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Adrienne Pon, Executive Director (Office of Civic Engagement and Immigrant Affairs); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

180964 [Revenue Agreement Amendment - JC Decaux San Francisco, LLC - Extending Term to January 25, 2019]

Sponsor: Peskin

Resolution retroactively approving the Fifth Amendment to the Revenue Agreement between Public Works and JC Decaux San Francisco, LLC, for the Automatic Public Toilet and Public Service Kiosk Program extending the contract term by 105 days, changing the termination date from October 12, 2018, to January 25, 2019.

10/02/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jeremy Spitz (Public Works); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke various concerns on the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180646 [Environment Code - Refuse Separation Compliance]**Sponsors: Safai; Tang**

Ordinance amending the Environment Code to require audits every three years of large refuse generators for compliance with refuse separation requirements; to establish enforcement measures applicable to large refuse generators found noncompliant; and affirming the Planning Department's determination under the California Environmental Quality Act.

(Fiscal Impact)

06/12/18; ASSIGNED UNDER 30 DAY RULE to Public Safety and Neighborhood Services Committee, expires on 7/12/2018.

06/19/18; REFERRED TO DEPARTMENT. Referred to the Department of the Environment, the Department of Public Health, and Public Works for informational purposes; referred to the Planning Department for environmental review; referred to the Small Business Commission for comment and recommendation.

07/03/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it does not result in a direct or reasonable foreseeable physical change in the environment.

07/19/18; TRANSFERRED to Land Use and Transportation Committee. President Cohen transferred this matter from the Public Safety and Neighborhood Services Committee to the Land Use and Transportation Committee.

09/11/18; SUBSTITUTED AND ASSIGNED to Land Use and Transportation Committee. Supervisor Safai introduced a substitute Ordinance bearing a new title.

09/14/18; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Small Business Commission for comment and recommendation; and to Department of the Environment, Department of Public Health, and Public Works for informational purposes.

09/17/18; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Director Debbie Raphael and Jack Macy (Department of the Environment); Minna Tao (Recology); presented information and answered questions raised throughout the discussion. Ruchi Shan (Tenderloin Neighborhood Development Corporation); John Bouchard (Teamsters Local 350); Beronica Slattengren (Department of Public Health); spoke in support of the hearing matter. DeeDee Workman (San Francisco Chamber of Commerce); John Bouchard (Teamsters Local 350); David Serrano Saul; Olga Miranda (SEIU Local 87); Brook Turner (Coalition for Better Housing); Charly Goss (San Francisco Apartment Association); Minna Tao (Recology); spoke neither in support nor against the hearing matter.

09/17/18; REFERRED AS AMENDED to Budget and Finance Committee.

09/17/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a physical change in the environment.

09/19/18; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Small Business Commission for comment and recommendation; and Department of the Environment, Department of Public Health, and Public Works for informational purposes.

09/27/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a physical change in the environment.

10/31/18; RESPONSE RECEIVED.

Heard in Committee. Speakers: Jack Macy (Department of the Environment); Supervisor Ahsha Safai (Board of Supervisors); Minna Tao, General Manager (Recology); Brad Benson (Port of San Francisco); Severin Campbell (Office of the Budget and Legislative Analyst); Christine McClary (Municipal Transportation Agency); Amy Chan (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion. Peter Cohen; Charley Goss (SF Apartment Association); John Bozeman (BOND San Francisco); Dee Dee Workman (SF Chamber of Commerce); Drew Meyersiece (Biocom); Minna Tao, General Manager (Recology); Speaker; Speaker; John Bushaw; Omar; Olga Mirandan; Speaker; Francisco DaCosta; spoke various concerns on the hearing matter.

Vice Chair Fewer moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, to make clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani
(Fiscal Impact)

Chair Cohen moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of November 15, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 2:18 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.