



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, January 15, 2020

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

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

The Budget and Finance Committee met in regular session on Wednesday, January 15, 2020, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:05 a.m.

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

Chair Fewer requested File Nos. 191124 and 191123 be called together.

191124 [Airport Commission Capital Plan Bonds - San Francisco International Airport Second Series Revenue Bonds - Up to \$3,000,000,000 - Airport Capital Plan Projects]

Sponsor: Mayor

Resolution approving the issuance of up to an additional \$3,000,000,000 aggregate principal amount of San Francisco International Airport Second Series Revenue Bonds to finance and refinance Airport Capital Plan projects; and ratifying and confirming certain Resolutions of the Board and the Airport Commission related to the foregoing.

(Fiscal Impact)

11/05/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (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 Ordinance be AMENDED to state that the Airport Director shall submit the Final Official Statement for each bond issuance covered by the proposed resolution to the Clerk of the Board promptly after issuance and include the documents in the legislative file. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

(Fiscal Impact)

Chair Fewer moved that this Resolution be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of January 22, 2020. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

191123 [Appropriation - Revenue Bonds Proceeds - Capital Improvement Projects - Airport Commission - \$3,888,069,311 - FY2019-2020]

Sponsor: Mayor

Ordinance appropriating \$3,888,069,311 of proceeds from the sale of revenue bonds or commercial paper for capital improvement projects to the Airport Commission for FY2019-2020; and placing \$3,888,069,311 on Controller's Reserve pending receipt of proceeds of indebtedness.

(Fiscal Impact)

11/05/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 12/5/2019.

Heard in Committee. Speakers: Cathy Widener (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 Ordinance be CONTINUED to the Budget and Finance Committee meeting of January 22, 2020. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

191251 [De-Appropriation and Re-Appropriation in Hetch Hetchy Power - \$10,369,224 - Power Asset Acquisition Analysis Project - Public Utilities Commission - FY2019-2020]

Sponsor: Mayor

Ordinance de-appropriating \$10,369,224 of capital projects appropriations and re-appropriating \$10,369,224 in Hetch Hetchy Power for the Power Asset Acquisition Analysis Project of the Public Utilities Commission for FY2019-2020.

(Fiscal Impact)

12/10/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee.

Heard in Committee. Speakers: Barbara Hale (Public Utilities Commission); 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

191203 [Authorizing Agreements - Purchase of Electricity and Related Products and Services for CleanPowerSF - Public Utilities Commission - Waiver of Certain Administrative Code and Environment Code Provisions]

Ordinance delegating authority under Charter, Section 9.118, to the General Manager of the Public Utilities Commission to enter into agreements with terms in excess of ten years or requiring expenditures of \$10,000,000 or more for power and related products and services required to supply San Francisco's community choice aggregation program, CleanPowerSF, subject to specified conditions; authorizing the use of pro forma agreements for the purchase and sale of power and related products; and authorizing deviations from certain contract requirements in the Administrative Code and the Environment Code. (Public Utilities Commission)

11/26/19; RECEIVED FROM DEPARTMENT.

12/10/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/9/2020.

Heard in Committee. Speakers: Mike Hyams (Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); John Scapulla (Public Utilities Commission); Anne Pearson (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Ordinance be AMENDED, on Page 10, Lines 5-6, by adding 'inclusive of extensions' after '25 years'. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

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

Ayes: 3 - Fewer, Walton, Mandelman

191269 [Accept and Expend Grant - Retroactive - San Francisco Bay Area Rapid Transit District - Pit Stop Public Toilet Program - \$257,500]**Sponsor: Mayor**

Resolution retroactively authorizing Public Works to accept and expend a grant of up to \$257,500 from the San Francisco Bay Area Rapid Transit District (BART) for the Pit Stop Public Toilet Program for the period of July 1, 2019, through June 30, 2020. (Public Works)
(Fiscal Impact)

12/10/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jeremy Spitz (Public Works); 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

Chair Fewer requested File Nos. 191178 and 191185 be called together.

191178 [Appropriation \$29,978,864 in Port Revenue Bond Refunding Proceeds - De-Appropriation \$1,920,024 in Series 2010A and Series 2010B - Re-Appropriation \$31,898,888 in Series 2020A and Series 2020B at the Port - FY2019-2020]**Sponsor: Mayor**

Ordinance appropriating \$29,978,864 of one or more series of bond refunding proceeds, de-appropriating \$1,920,024 of revenue bonds, Series 2010A and Series 2010B, and re-appropriating \$31,898,888 of refunding revenue bonds, Series 2020A and Series 2020B; and placing these funds on Controller's reserve subject to the refunding of certain Port of San Francisco bonds for FY2019-2020.

(Fiscal Impact)

11/19/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 12/19/2019.

Heard in Committee. Speakers: Katharine Petrucione (Port); 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

191185 [Port Commission Revenue Bonds - Not to Exceed \$27,000,000]**Sponsor: Mayor**

Resolution authorizing the issuance of Port Commission of the City and County of San Francisco Refunding Revenue Bonds, Series 2020, in an aggregate principal amount not to exceed \$27,000,000 to refund outstanding Series 2010A and Series 2010B revenue bonds of the Port; approving the form of a third supplement to the indenture of trust; approving the form of a Bond Purchase Contract relating to the Refunding Bonds; approving the form of an Official Statement in preliminary and final form relating to the Refunding Bonds; approving the forms of Escrow Agreements; approving the form of a Continuing Disclosure Certificate; granting general authority to City officials to take necessary actions in connection with the authorization, sale, execution and delivery of the Bonds; approving modifications to documents relating thereto; and approving other related matters, as defined herein. (Port)

(Fiscal Impact)

11/19/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Katharine Petrucione (Port); 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

Chair Fewer requested File Nos. 191240 and 191241 be called together.

191240 [Grant Agreement Amendment - Children's Council of San Francisco - Early Care and Education Integrated Services - \$376,052,445]

Resolution approving a first amendment to the grant agreement between the City and County of San Francisco and Children's Council of San Francisco, for the provision of Early Care and Education Integrated Services to support the City's implementation of the San Francisco Citywide Plan For Early Care and Education to increase the amount by \$178,410,733 for a total grant amount of \$376,052,445 and to extend the grant period by two years for a total period of July 1, 2017, through June 30, 2022. (Human Services Agency)

(Fiscal Impact)

12/09/19; RECEIVED FROM DEPARTMENT.

12/17/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ingrid Mezquita (Office of Early Care and Education); 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

191241 [Grant Agreement Amendment - Wu Yee Children's Services - Early Care and Education Integrated Services - \$75,810,088 Total Grant Amount]

Resolution approving a second amendment of the grant between the City and County of San Francisco and Wu Yee Children's Services for the provision of Early Care and Education Integrated Services to support the City's implementation of the San Francisco Citywide Plan For Early Care and Education, to extend the term up to two years for a total term of July 1, 2017, to June 30, 2022, and to increase the grant amount by \$36,251,054 resulting in a revised total grant amount of \$75,810,088 to commence following Board approval. (Human Services Agency)
(Fiscal Impact)

12/09/19; RECEIVED FROM DEPARTMENT.

12/17/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ingrid Mezquita (Office of Early Care and Education); 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

191262 [Real Property Acquisition - Highway Offramp Improvements and Real Property - Southwest of Third Street and Meade Avenue]

Sponsor: Walton

Ordinance authorizing the Director of Property to acquire and accept the State of California's relinquishment of all its right, title, and interest in the sidewalk, roadway, and other right-of-way improvements and real property comprising a portion of State Highway Route 101 located northeast of the Bayshore Boulevard overcrossing and southwest of the intersection of Third Street and Meade Avenue; authorizing the placement of such sidewalk, roadway, and other right-of-way improvements and real property, upon acquisition, under the jurisdiction of Public Works; authorizing additional official City actions required to complete the State's relinquishment of such sidewalk, roadway, and other right-of-way improvements and real property; waiving the required 90-days notice of intention to relinquish set forth in State law; adopting the Planning Department's determination that such acquisition is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and adopting the Planning Department's determination under the California Environmental Quality Act.

12/10/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/9/2020.

12/19/19; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

12/19/19; REFERRED TO DEPARTMENT. Referred to the Real Estate Division and Public Works for informational purposes.

01/08/20; RESPONSE RECEIVED. Response received from the Planning Department stating that the project is categorically exempt under CEQA.

Heard in Committee. Speaker: Jeremy Spitz (Public Works); 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

191261 [Appropriation - General Reserve - City College of San Francisco Operating Support - \$2,700,000 - FY2019-2020]**Sponsors: Walton; Mar, Haney, Fewer and Preston**

Ordinance appropriating \$2,700,000 of the General Reserve to support City College of San Francisco class reinstatement, upon condition of an executed agreement for this use in FY2019-2020.
(Fiscal Impact)

12/10/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/9/2020.

Heard in Committee. Speakers: Severin Campbell (Office of the Budget and Legislative Analyst); Ashley Groffenberger (Office of the Mayor); provided an overview and responded to questions raised throughout the discussion. Peter Warfield (Equity for Older Students); George Wooding (Coalition for San Francisco Neighborhood); Wynd Kaufmyn and James Tracy (AFT 2121); Speaker; Jess Wen; Tiffany Williams; Roger Scott (AFT 2121); Kathy Burick and Leslie Simon (City College of San Francisco); Marcos Cruz; Wynn; Speaker; Adele Failes-Carpenter (AFT 2121); Speaker; Christopher Saber; Harry Bornstein (City College of San Francisco); Frances; Christina McCamey; Speaker; Speaker; Joyce Spass; spoke in support of the hearing matter.

Vice Chair Walton moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 3, Line 18, by replacing 'an' with 'written' before 'agreement'; Line 19, by replacing 'June 30, 2020' with 'March 15, 2020'; and Lines 21-22, by replacing 'June 30, 2020' with 'August 30, 2020'. The motion carried by the following vote:

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

(Supervisor Mandelman dissented in Committee.)

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

Ayes: 2 - Fewer, Walton
Noes: 1 - Mandelman

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.