



**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: Mark Farrell, Katy Tang, Norman Yee, Jane Kim, Scott Wiener*

*Clerk: Linda Wong (415) 554-7719*

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**Wednesday, May 18, 2016**

**10:00 AM**

**City Hall, Legislative Chamber, Room 250**

**Rescheduled Meeting**

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**Present:** 5 - Mark Farrell, Katy Tang, Norman Yee, Jane Kim, and Scott Wiener

*The Budget and Finance Committee met in regular session on Wednesday, May 18, 2016, with Chair Mark Farrell presiding.*

**ROLL CALL AND ANNOUNCEMENTS**

*Chair Farrell called the meeting to order at 10:09 a.m. On the call of the roll, Chair Farrell, Vice Chair Tang, and Member Yee were noted present. Members Wiener and Kim were noted not present. There was a quorum.*

**AGENDA CHANGES**

*There were no agenda changes.*

**REGULAR AGENDA**

*Chair Farrell requested File Nos. 160482, 160483, 160479, 160484, and 160485 be heard together.*

**160482 [Multifamily Housing Revenue Bonds - Goodwill - 1500-1580 Mission Street and 77 South Van Ness Avenue - Not to Exceed \$475,000,000]****Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$475,000,000 to finance a project at 1500-1580 Mission Street and 77 South Van Ness Avenue; authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the tax exempt residential mortgage revenue bonds; approving, for purposes of the Internal Revenue Code of 1986, as amended, the issuance and sale of residential mortgage revenue bonds by the City in an aggregate principal amount not to exceed \$475,000,000; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein. (Mayor's Office of Housing and Community Development)

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

05/11/16; TRANSFERRED to Budget and Finance Committee.

*Heard in Committee. Speakers: Sophie Hayward (Mayor's Office of Housing and Community Development); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

*Ayes: 3 - Farrell, Tang, Yee  
Absent: 2 - Kim, Wiener*

*Member Yee, seconded by Vice Chair Tang, moved to rescind the previous vote. The motion carried by the following vote:*

*Ayes: 4 - Farrell, Tang, Yee, Wiener  
Absent: 1 - Kim*

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

**Ayes: 4 - Farrell, Tang, Yee, Wiener  
Absent: 1 - Kim**

**160483 [Multifamily Housing Revenue Bonds - Mission Bay South Block East - 1150-3 Street - Not to Exceed \$90,000,000]****Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$90,000,000 for 1150-3 Street; authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the residential mortgage revenue bonds; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein. (Mayor's Office of Housing and Community Development)

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

05/11/16; TRANSFERRED to Budget and Finance Committee.

*Heard in Committee. Speakers: Sophie Hayward (Mayor's Office of Housing and Community Development); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

*Ayes: 3 - Farrell, Tang, Yee*

*Absent: 2 - Kim, Wiener*

*Member Yee, seconded by Vice Chair Tang, moved to rescind the previous vote. The motion carried by the following vote:*

*Ayes: 4 - Farrell, Tang, Yee, Wiener*

*Absent: 1 - Kim*

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

**Ayes: 4 - Farrell, Tang, Yee, Wiener**

**Absent: 1 - Kim**

**160479 [Multifamily Housing Revenue Bonds - 171 Loehr Street and 1250 Sunnydale Avenue (“Britton Court”) - Not to Exceed \$76,000,000]****Sponsor: Cohen**

Resolution declaring the intent of the City and County of San Francisco (the “City”) to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor’s Office of Housing and Community Development (the “Director”) to submit an application and related documents to the California Debt Limit Allocation Committee (“CDLAC”) to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$76,000,000 for 171 Loehr Street and 1250 Sunnydale Avenue; authorizing and directing the Director to direct the Controller’s Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the residential mortgage revenue bonds; authorizing and directing the execution of any documents necessary to implement this Resolution, as defined herein; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein.

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

05/11/16; TRANSFERRED to Budget and Finance Committee.

*Heard in Committee. Speakers: Sophie Hayward (Mayor’s Office of Housing and Community Development); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

*Vice Chair Tang, seconded by Member Yee, moved that this Resolution be RECOMMENDED.*

*The motion carried by the following vote:*

*Ayes: 3 - Farrell, Tang, Yee*

*Absent: 2 - Kim, Wiener*

*Member Yee, seconded by Vice Chair Tang, moved to rescind the previous vote. The motion carried by the following vote:*

*Ayes: 4 - Farrell, Tang, Yee, Wiener*

*Absent: 1 - Kim*

**Member Yee, seconded by Vice Chair Tang, moved that this Resolution be RECOMMENDED.**

**The motion carried by the following vote:**

**Ayes: 4 - Farrell, Tang, Yee, Wiener**

**Absent: 1 - Kim**

**160484 [Multifamily Housing Revenue Bonds - Dorothy Day Community - 54 McAllister Street - Not to Exceed \$111,000,000]****Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$111,000,000 for 54 McAllister Street; authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the residential mortgage revenue bonds; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein. (Mayor's Office of Housing and Community Development)

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

05/11/16; TRANSFERRED to Budget and Finance Committee.

*Heard in Committee. Speakers: Sophie Hayward (Mayor's Office of Housing and Community Development); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

*Ayes: 3 - Farrell, Tang, Yee*

*Absent: 2 - Kim, Wiener*

*Member Yee, seconded by Vice Chair Tang, moved to rescind the previous vote. The motion carried by the following vote:*

*Ayes: 4 - Farrell, Tang, Yee, Wiener*

*Absent: 1 - Kim*

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

**Ayes: 4 - Farrell, Tang, Yee, Wiener**

**Absent: 1 - Kim**

**160485 [Multifamily Housing Revenue Bonds - Knox SRO - 241-6 Street - Not to Exceed \$20,007,442]****Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$20,007,442 for 241-6 Street, also known as the Knox SRO; authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the residential mortgage revenue bonds; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein. (Mayor's Office of Housing and Community Development)

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

05/11/16; TRANSFERRED to Budget and Finance Committee.

*Heard in Committee. Speakers: Sophie Hayward (Mayor's Office of Housing and Community Development); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

*Vice Chair Tang, seconded by Member Yee, moved that this Resolution be RECOMMENDED.*

*The motion carried by the following vote:*

*Ayes: 3 - Farrell, Tang, Yee*

*Absent: 2 - Kim, Wiener*

*Member Yee, seconded by Vice Chair Tang, moved to rescind the previous vote. The motion carried by the following vote:*

*Ayes: 4 - Farrell, Tang, Yee, Wiener*

*Absent: 1 - Kim*

**Member Yee, seconded by Vice Chair Tang, moved that this Resolution be RECOMMENDED.**

**The motion carried by the following vote:**

Ayes: 4 - Farrell, Tang, Yee, Wiener

Absent: 1 - Kim

**160526 [Hearing - The City's Financial Position]****Sponsor: Farrell**

Hearing on the City's financial position; and requesting the Mayor's Budget Director, the Budget and Legislative Analyst, and the Controller to report.

05/10/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker: Michelle Allersma (Controller's Office); provided an overview and responded to questions raised throughout the discussion.*

**CONTINUED TO CALL OF THE CHAIR by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

Absent: 2 - Kim, Wiener

Chair Farrell requested File Nos. 160474, 160461, 160462, and 160463 be heard together.

Member Weiner was noted present at 10:31 a.m.

**160474 [Proposition J Contract Certification Specified Contracted-Out Services  
Previously Approved]**

**Sponsor: Mayor**

Resolution concurring with the Controller's certification that services previously approved can be performed by private contractor for a lower cost than similar work performed by City and County employees for the following services: information booths, security, parking operations, and shuttle bus (Airport); citations processing, towing, paratransit, parking meter, security, and transit shelter (Municipal Transportation Agency); security and janitorial (Port); and security (Public Utilities Commission).

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

*Heard in Committee. Speakers: Ben Rosenfield, City Controller, and Michelle Allersma (Controller's Office); Cynthia Goldstein, Executive Director (Board of Appeals); Marcia Bell, Director (Law Library); Robert Collins, Acting Executive Director (Rent Board); Karen Roye, Director (Child Support Services); Deborah Raphael, Director (Department of the Environment); Jay Huish, Executive Director (Employees' Retirement System); Tom Hui, Director (Department of Building Inspection); Elaine Forbes, Director (Port of San Francisco); Luis Herrera, City Librarian (Public Library); John Marin, Director (San Francisco International Airport); Harlan Kelly, General Manager (Public Utilities Commission); Ed Reiskin, Director (Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. Eileen Boken; Gilbert F. Griswell; spoke on the hearing matter.*

**Vice Chair Tang, seconded by Member Yee, moved that this Resolution be RECOMMENDED to the July 12, 2016, Board of Supervisors Meeting. The motion carried by the following vote:**

Ayes: 4 - Farrell, Tang, Yee, Wiener

Absent: 1 - Kim

**160461 [Hearing - Mayor's Proposed Budget for Selected Departments - FYs 2016-2017 and 2017-2018]****Sponsor: Mayor**

Hearing to consider the Mayor's May proposed budget for the Airport Commission, Board of Appeals, Department of Building Inspection, Child Support Services, County Education Office, Department of the Environment, Law Library, Municipal Transportation Agency, Port, Public Library, San Francisco Public Utilities Commission, the Residential Rent Stabilization and Arbitration Board, and Retirement System for FYs 2016-2017 and 2017-2018.

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

*Heard in Committee. Speakers: Ben Rosenfield, City Controller, and Michelle Allersma (Controller's Office); Cynthia Goldstein, Executive Director (Board of Appeals); Marcia Bell, Director (Law Library); Robert Collins, Acting Executive Director (Rent Board); Karen Roye, Director (Child Support Services); Deborah Raphael, Director (Department of the Environment); Jay Huish, Executive Director (Employees' Retirement System); Tom Hui, Director (Department of Building Inspection); Elaine Forbes, Director (Port of San Francisco); Luis Herrera, City Librarian (Public Library); John Marin, Director (San Francisco International Airport); Harlan Kelly, General Manager (Public Utilities Commission); Ed Reiskin, Director (Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. Eileen Boken; Gilbert F. Griswell; spoke on the hearing matter.*

**Member Yee, seconded by Vice Chair Tang, moved that this Hearing be HEARD AND FILED. The motion carried by the following vote:**

Ayes: 4 - Farrell, Tang, Yee, Wiener

Absent: 1 - Kim

**160462 [Proposed Budget and Appropriation Ordinance for Selected Departments, as of May 2, 2016, for FYs 2016-2017 and 2017-2018]****Sponsor: Mayor**

Proposed Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for the Airport Commission, Board of Appeals, Department of Building Inspection, Child Support Services, County Education Office, Department of the Environment, Law Library, Municipal Transportation Agency, Port, Public Library, San Francisco Public Utilities Commission, the Residential Rent Stabilization and Arbitration Board, and Retirement System as of May 2, 2016, for FYs 2016-2017 and 2017-2018.

(Fiscal Impact.)

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

*Heard in Committee. Speakers: Ben Rosenfield, City Controller, and Michelle Allersma (Controller's Office); Cynthia Goldstein, Executive Director (Board of Appeals); Marcia Bell, Director (Law Library); Robert Collins, Acting Executive Director (Rent Board); Karen Roye, Director (Child Support Services); Deborah Raphael, Director (Department of the Environment); Jay Huish, Executive Director (Employees' Retirement System); Tom Hui, Director (Department of Building Inspection); Elaine Forbes, Director (Port of San Francisco); Luis Herrera, City Librarian (Public Library); John Marin, Director (San Francisco International Airport); Harlan Kelly, General Manager (Public Utilities Commission); Ed Reiskin, Director (Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. Eileen Boken; Gilbert F. Griswell; spoke on the hearing matter.*

**Member Yee, seconded by Vice Chair Tang, moved that this Ordinance be CONTINUED to the May 25, 2016, Budget and Finance Committee meeting. The motion carried by the following vote:**

Ayes: 4 - Farrell, Tang, Yee, Wiener

Absent: 1 - Kim



**160463 [Proposed Annual Salary Ordinance for Selected Departments, as of May 2, 2016, for FYs 2016-2017 and 2017-2018]****Sponsor: Mayor**

Proposed Annual Salary Ordinance enumerating positions in the Proposed Budget and Appropriation Ordinance for the Airport Commission, Board of Appeals, Department of Building Inspection, Child Support Services, Department of the Environment, Law Library, Municipal Transportation Agency, Port, Public Library, San Francisco Public Utilities Commission, the Residential Rent Stabilization and Arbitration Board, and Retirement System as of May 2, 2016, for FYs 2016-2017 and 2017-2018. (Fiscal Impact.)

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

*Heard in Committee. Speakers: Ben Rosenfield, City Controller, and Michelle Allersma (Controller's Office); Cynthia Goldstein, Executive Director (Board of Appeals); Marcia Bell, Director (Law Library); Robert Collins, Acting Executive Director (Rent Board); Karen Roye, Director (Child Support Services); Deborah Raphael, Director (Department of the Environment); Jay Huish, Executive Director (Employees' Retirement System); Tom Hui, Director (Department of Building Inspection); Elaine Forbes, Director (Port of San Francisco); Luis Herrera, City Librarian (Public Library); John Marin, Director (San Francisco International Airport); Harlan Kelly, General Manager (Public Utilities Commission); Ed Reiskin, Director (Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. Eileen Boken; Gilbert F. Griswell; spoke on the hearing matter.*

**Member Yee, seconded by Vice Chair Tang, moved that this Ordinance be CONTINUED to the May 25, 2016, Budget and Finance Committee meeting. The motion carried by the following vote:**

Ayes: 4 - Farrell, Tang, Yee, Wiener

Absent: 1 - Kim

## ADJOURNMENT

*There being no further business, the Budget and Finance Committee adjourned at the hour of 12:25 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.*