



**City and County of San Francisco**  
**Meeting Minutes**  
**Budget and Finance Sub-Committee**

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

*Members: Malia Cohen, Norman Yee, Katy Tang*

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

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Thursday, July 13, 2017

10:00 AM

City Hall, Legislative Chamber, Room 250

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**Regular Meeting**

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**Present:** 3 - Malia Cohen, Norman Yee, and Katy Tang

*The Budget and Finance Sub-Committee met in regular session on Thursday, July 13, 2017, with Chair Malia Cohen presiding.*

## **ROLL CALL AND ANNOUNCEMENTS**

*Chair Cohen called the meeting to order at 10:02 a.m. On the call of the roll, Chair Cohen, Vice Chair Yee, and Member Tang were noted present. There was a quorum.*

## **AGENDA CHANGES**

*There were no agenda changes.*

## **REGULAR AGENDA**

### **170712 [Accept and Expend Grant - San Franciscans for Sports and Recreation - Citywide Tennis Court Resurfacing Grant - \$864,000]**

**Sponsor: Sheehy**

Resolution authorizing the Recreation and Park Department to accept and expend a grant of up to \$864,000 from San Franciscans for Sports and Recreation to resurface up to 24 tennis courts in locations throughout the City for the project term of July 1, 2017, through October 30, 2020. (Recreation and Park Department)

06/06/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speaker: Nathan Tinclair (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Cohen, Yee, Tang

**170703 [Business and Tax Regulations Code - Administration of Real Property Transfer Tax]****Sponsor: Breed**

Ordinance amending the Business and Tax Regulations Code to specify processes for the auditing, determination, and collection of real property transfer taxes, including among other things, taxpayer reporting requirements, authority to reject a document for recordation, authority to issue subpoenas for information, audit procedures, issuance of deficiency and jeopardy determinations, additional penalties for fraud or intent to evade taxes, collection of delinquent taxes by the Tax Collector and by liens on the property, and confidentiality of taxpayer information.

06/06/17; ASSIGNED UNDER 30 DAY RULE to Government Audit and Oversight Committee, expires on 7/6/2017.

06/14/17; REFERRED TO DEPARTMENT. Referred to the Treasurer, the Tax Collector, the Assessor-Recorder, the Controller, the District Attorney, and the Public Defender for comment and recommendation; and the Small Business Commission for comment and recommendation.

06/30/17; TRANSFERRED to Budget and Finance Committee. President Breed transferred this matter from the Government Audit and Oversight Committee to the Budget and Finance Committee.

07/05/17; TRANSFERRED to Budget and Finance Sub-Committee.

*Heard in Committee. Speaker: Eddie McCaffrey (Office of the Assessor and Recorder); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Cohen, Yee, Tang

**170509 [Contract Agreement Amendment - NextBus, Inc. - Automatic Vehicle Location System - Not to Exceed \$12,444,090]**

Resolution approving the Third Amendment to San Francisco Municipal Transportation Agency ("SFMTA") Contract No. SFMTA 2013-30, with NextBus, Inc., for software and equipment maintenance services for the SFMTA's Automatic Vehicle Location System, to extend the Agreement for one year for a total term of August 1, 2013, through July 31, 2018, with one one-year option to extend, and increasing the contract amount by \$3,780,474, for a total not to exceed \$12,968,676. (Municipal Transportation Agency)  
(Fiscal Impact)

05/08/17; RECEIVED FROM DEPARTMENT.

05/16/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speakers: Julian Metcalf and Jason Lee (Municipal Transportation Agency); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

**Vice Chair Yee moved that this Resolution be AMENDED to reduce the total not to exceed contract amount to \$12,444,090. The motion carried by the following vote:**

Ayes: 3 - Cohen, Yee, Tang

Resolution approving the Third Amendment to San Francisco Municipal Transportation Agency ("SFMTA") Contract No. SFMTA 2013-30, with NextBus, Inc., for software and equipment maintenance services for the SFMTA's Automatic Vehicle Location System, to extend the Agreement for one year for a total term of August 1, 2013, through July 31, 2018, with one one-year option to extend, and increasing the contract amount by \$3,255,888 for a total not to exceed \$12,444,090. (Municipal Transportation Agency)  
(Fiscal Impact)

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

Ayes: 3 - Cohen, Yee, Tang

**170510 [Agreement - Intercare Holdings Insurance Services, Inc. - Workers' Compensation Third Party Administrator - Not to Exceed \$26,179,119]**

Resolution authorizing the San Francisco Municipal Transportation Agency and the Department of Human Resources to execute an agreement with Intercare Holdings Insurance Services, Inc., for Workers' Compensation Third Party Administrator services for an amount not to exceed \$26,179,119 and for a term of three years, from August 1, 2017, through July 31, 2020, with an option to extend the term for up to an additional two years. (Municipal Transportation Agency)  
(Fiscal Impact)

05/08/17; RECEIVED FROM DEPARTMENT.

05/16/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speakers: Dan Roach (Municipal Transportation Agency); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

**Member Tang moved that this Resolution be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:**

Ayes: 3 - Cohen, Yee, Tang

**170570 [Memorandum of Understanding - Treasure Island Development Authority - Wastewater Treatment and Recycling Facilities - Treasure Island and Yerba Buena Island]**

**Sponsor: Kim**

Resolution approving and authorizing the execution of a Memorandum of Understanding between the Treasure Island Development Authority and the San Francisco Public Utilities Commission for proposed new wastewater treatment and recycled water treatment facilities to serve Treasure Island and Yerba Buena Island.

(Fiscal Impact)

05/09/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speakers: David Briggs (Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Cohen, Yee, Tang

**170586 [Novation Agreement - MWH Americas, Inc. to Stantec Consulting Services, Inc. - Planning and Engineering Services Contract - Central Bayside System Improvement Project]**

Resolution approving the novation of the San Francisco Public Utilities Commission (SFPUC) Agreement No. CS-169, for planning and engineering services for the Central Bayside System Improvement Project, from MWH Americas, Inc. to Stantec Consulting Services, Inc., and authorizing the SFPUC General Manager to negotiate and execute a Novation Agreement, pursuant to Charter, Section 9.118. (Public Utilities Commission)

05/12/17; RECEIVED FROM DEPARTMENT.

05/23/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speaker: John Scarpulla (Public Utilities Commission); 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, Yee, Tang

**170695 [Real Property Lease - Crystal Springs Golf Partners, L.P. - 6650 Golf Course Drive, Burlingame, California - \$1,000,000 Annual Base Rent]**

Resolution authorizing a new lease to Crystal Springs Golf Partners, L.P., for the use of property owned by the City and County of San Francisco on property known as San Francisco Public Utilities Commission (SFPUC) Parcel No. 31, located at 6650 Golf Course Drive, Burlingame, California, for a term of 20 years to commence following Board approval, for rent equal to the greater of percentage rent or \$1,000,000 annual base rent; and authorizing the Director of Property and/or the SFPUC General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution, as defined herein. (Public Utilities Commission)

06/02/17; RECEIVED FROM DEPARTMENT.

06/13/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speakers: Tony Bardo and Rosiana Angel (Public Utilities Commission); 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 AS COMMITTEE REPORT. The motion carried by the following vote:**

Ayes: 3 - Cohen, Yee, Tang

**170649 [Emergency Declaration - Replacement of Generators Serving Treasure and Yerba Buena Islands - Total Estimated Cost of \$1,660,050]**

Resolution approving an emergency declaration of the San Francisco Public Utilities Commission pursuant to Administrative Code, Section 21.15(c), for the replacement of two generators that serve Treasure and Yerba Buena Islands in the event of a significant loss of grid power; with a total estimated cost of \$1,660,050. (Public Utilities Commission)  
(Fiscal Impact)

05/18/17; RECEIVED FROM DEPARTMENT.

06/06/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speakers: Barbara Hale (Public Utilities Commission); Harvey Rose (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, Yee, Tang

**170574 [Real Property Lease Amendment and Restatement - Pomeroy Recreation and Rehabilitation Center - 207 Skyline Boulevard]**

**Sponsors: Yee; Farrell and Fewer**

Resolution authorizing the Amendment and Restatement of Recreation Center For the Handicapped, Inc. (Original Tenant)'s lease of property from the City and County of San Francisco, to name successor entity of Original Tenant - Pomeroy Recreation and Rehabilitation Center, a California not-for-profit corporation (Tenant); exercising the 25-year extension under original lease, and include an additional 25-year extension period for Tenant's future use; and authorizing the Director of Property and/or the SFPUC General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution.  
(Fiscal Impact)

05/09/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

*Heard in Committee. Speakers: Tony Bardo and Rosiana Angel (Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Carmeron Stiehl; Johnny Won; Esther Lando; Tracy Comms; Dolly Artis; David D.; spoke in support of the hearing matter.*

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

Ayes: 3 - Cohen, Yee, Tang  
(Fiscal Impact)

**RECOMMENDED AS AMENDED by the following vote:**

Ayes: 3 - Cohen, Yee, Tang

## ADJOURNMENT

*There being no further business, the Budget and Finance Sub-Committee adjourned at the hour of 11:30 a.m.*

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