



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, Catherine Stefani, Rafael Mandelman

Clerk: Linda Wong (415) 554-7719

Wednesday, February 13, 2019

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Sandra Lee Fewer, Catherine Stefani, and Rafael Mandelman

The Budget and Finance Committee met in a regular session on Wednesday, February 13, 2019, with Chair Sandra Lee Fewer presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Fewer called the meeting to order at 10:01 a.m. On the call of the roll, Chair Fewer, Vice Chair Stefani, and Member Mandelman were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

190071 [Agreement Amendment - Westside Community Mental Health Center, Inc. - Behavioral Health Services - Not to Exceed \$23,347,118]

Resolution approving Amendment No. 1 to the agreement between Westside Community Mental Health Center, Inc. and the Department of Public Health for behavioral health services, to increase the agreement amount by \$17,991,918 for an amount not to exceed \$23,347,118; and to extend the term by three years and six months, from June 30, 2019, for a total agreement term of July 1, 2018, through December 31, 2022. (Public Health Department)
(Fiscal Impact)

01/14/19; RECEIVED FROM DEPARTMENT.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michelle Ruggels and Alexander Jackson (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Stefani moved that this Resolution be AMENDED, on Page 1, Line 1, by striking 'Fiscal Intermediary'. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

(Fiscal Impact)

Chair Fewer moved that this Resolution be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of February 20, 2019. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Chair Fewer moved to rescind the previous vote. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Chair Fewer moved that this Resolution be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of February 27, 2019. The motion carried by the following vote:

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

Chair Fewer requested File Nos. 190113, 190114, and 190148 be called together.

190113 [Multifamily Housing Revenue Bonds - Parcel E2 on Pier 70 - 185 Maryland Street - Not to Exceed \$160,000,000]

Sponsors: Mayor; Walton

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("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 \$160,000,000 for Parcel E2 on Pier 70 with a current address of 185 Maryland 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; 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 \$160,000,000; 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.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Omar Cortez (Mayor's Office of Housing and Community Development); Jamela Fass (Bayside Communities); 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, Stefani, Mandelman

190114 [Multifamily Housing Revenue Bonds - 710-760 La Playa Street (Ocean Beach Apartments) - Not to Exceed \$48,000,000]**Sponsors: Mayor; Fewer**

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("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 \$48,000,000 for 710-760 La Playa Street (Ocean Beach Apartments); 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; 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 \$48,000,000; 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.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Omar Cortez (Mayor's Office of Housing and Community Development); Jamela Fass (Bayside Communities); 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, Stefani, Mandelman

190148 [Multifamily Housing Revenue Bonds - 22, 102, and 106 South Park Street - Not to Exceed \$40,000,000]**Sponsors: Mayor; Haney**

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("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 \$40,000,000 for 22, 102, and 106 South Park 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; 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 \$40,000,000; 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.

02/05/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Omar Cortez (Mayor's Office of Housing and Community Development); Jamela Fass (Bayside Communities); 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, Stefani, Mandelman

190115 [Authorization to Apply for State Grant Funding - California Cannabis Equity Act of 2018 - Office of Cannabis]**Sponsors: Mayor; Walton**

Resolution authorizing the Office of Cannabis, on behalf of the City and County of San Francisco, to apply for state grant funding under the California Cannabis Equity Act of 2018.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Eugene Hillsman (Office of Cannabis); 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, Stefani, Mandelman

190116 [Apply for Payment Programs - California Department of Resources Recycling and Recovery Funds (CalRecycle)]**Sponsor: Mayor**

Resolution authorizing the City and County of San Francisco to submit applications for Payment Programs and related authorizations by California Department of Resources Recycling and Recovery, for the purpose of safely managing and reducing household hazardous waste and used motor oil and promoting opportunities for beverage containers recycling and litter cleanup.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Charles Sheehan (Department of Environment); 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, Stefani, Mandelman

190061 [Accept and Expend Grant - United States Department of Justice, Office of Justice Programs, Bureau of Justice Assistance - San Francisco Crime Gun Investigations Center - \$800,000]**Sponsor: Stefani**

Resolution retroactively authorizing the Police Department to accept and expend a grant in the amount of \$800,000 from the United States Department of Justice, Office of Justice Programs, Bureau of Justice Statistics to help improve the collection, management, and analysis of crime gun evidence for the project period of October 1, 2018, through September 30, 2021. (Police Commission)

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Patrick Leung and Mike Connolly (Police Department); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Stefani moved that this Resolution be AMENDED to replace Bureau of Justice Statistics with Bureau of Justice Assistance. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Resolution retroactively authorizing the Police Department to accept and expend a grant in the amount of \$800,000 from the United States Department of Justice, Office of Justice Programs, Bureau of Justice Assistance to help improve the collection, management, and analysis of crime gun evidence for the project period of October 1, 2018, through September 30, 2021. (Police Commission)

Vice Chair Stefani moved that this Resolution be RECOMMENDED AS AMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190062 [Accept and Expend Grant - United States Department of Justice, Office of Justice Programs, National Institute of Justice - FY 2018 DNA Capacity Enhancement and Backlog Reduction Program Grant Increase: Budget Revision - \$61,170]

Sponsor: Stefani

Resolution retroactively authorizing the Police Department to accept and expend an increase to FY 2018 DNA Capacity Enhancement and Backlog Reduction Program grant funds in the amount of \$61,170 for a total of \$366,678 from the United States Department of Justice, Office of Justice Programs, National Institute of Justice to be used to upgrade software, purchase laboratory equipment, and provide continuing education training for DNA analysts during the project period of January 1, 2019, through December 31, 2020.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Patrick Leung (Police Department); 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, Stefani, Mandelman

190025 [Emergency Declaration - Substructure Support, Inc. - Repairs for Damaged Storm Sewer System - Third Street, between Berry Street and Third Street Bridge - Not to Exceed \$700,000]

Resolution approving the emergency declaration of the Director of Public Works, pursuant to Administrative Code, Section 6.60(b), to repair the damaged sewer system in the vicinity of Third Street, between Berry Street and the Third Street Bridge, for a cost not to exceed \$700,000. (Public Works)

(Fiscal Impact)

12/07/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: John Thomas (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, Stefani, Mandelman

190151 [Authorizing the Director of Public Works to Execute Agreements - Jefferson Street Improvements, Phase II - \$6,782,000]

Sponsors: Mayor; Peskin

Resolution authorizing the Director of Public Works to execute agreements with the California Department of Transportation pertaining to the Jefferson Street Improvements, Phase II Project, for the amount of \$6,782,000.

02/05/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Elizabeth Ramos (Public Works); 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, Stefani, Mandelman

190015 [Airport Professional Services Agreement Modification - PGH Wong Engineering, Inc. - AirTrain Extension and Improvements Program - Not to Exceed \$16,325,000]

Resolution approving Modification No. 4 to Contract No. 10504.41, Project Management Support Services for the AirTrain Extension and Improvements Program, with PGH Wong Engineering, Inc. to extend the term by 555 calendar days, from April 25, 2019, through October 31, 2020; and to increase the Contract amount by \$6,333,000 for a total not to exceed amount of \$16,325,000, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

12/21/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dyanna Quizon (San Francisco International Airport); 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, Stefani, Mandelman

190016 [Airport Professional Services Agreement Modification - ACJV - Terminal 1 Center Renovation Project - Not to Exceed \$61,325,000]

Resolution approving Modification No. 9 to Airport Contract No. 10011.41, Project Management Support Services for the Terminal 1 Center Renovation Project, with ACJV, to extend the term by four years and eight months, from May 1, 2019, through December 31, 2023; and to increase the Contract to a not to exceed amount of \$61,325,000, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

12/24/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

Ayes: 3 - Fewer, Stefani, Mandelman

190104 [Public Auction - Tax-Defaulted Real Property]

Resolution authorizing Tax Collector to sell at public auction certain parcels of tax-defaulted real property, as defined herein. (Treasurer-Tax Collector)

01/28/19; RECEIVED FROM DEPARTMENT.

02/05/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Amanda Fried (Office of the Treasurer and Tax Collector); 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, Stefani, Mandelman

Member Mandelman was noted absent at 12:09 p.m.

190117 [Permit Amendment - Outside Lands Music Festival - Ten Year Extension - Permit Fee]

Sponsors: Fewer; Mar

Resolution approving and authorizing a second amendment to the existing Permit with Another Planet Entertainment LLC, for the production of the annual Outside Lands Music Festival to extend the term ten additional years until 2031, pursuant to Charter, Section 9.118, and to modify provisions of the Permit related to the permit fee and rent payments and outreach and similar matters; affirming a categorical exemption under the California Environmental Quality Act for the amendment; and ratifying prior actions, as defined herein.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dana Ketcham (Recreation and Park Department) Supervisor Gordon Mar (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Arnold Woods (Western Neighborhoods Project); Will Shenton (The Richmond Neighborhood Center); Barbara Thompson; Erin Thompson; Chad Schyvicht (Vice Roy Hotel Group); Polly Springhorn (Community Music Center); Megan Hover (Creativity Explored); Michael George (Holiday Inn Golden Gateway); Katie Fechy (Women's Audio Mission); Jonathan Mercado (Dinosaurs Sandwiches); Beebe Rutledge (Teamster Local 2785); Jorge Courtade (Youth Art Exchange); Scott Hansen (Tycho); Kim; Bo Martiles (Treeline); Patrick Murphy; JoAnn Jasmine; Cassandra Costello (San Francisco Travel Association); Michael Maxson (Meyer Sound); Nam Hoang (Fresh Roll); Douglas Taylor; Speaker; Rein Ratsep; Troy Brown Field; Feldo Nartapura (Sataysfied Catering); spoke in support of the hearing matter.

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

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

190070 [Grant Agreement Amendment - San Francisco Marin Food Bank - Food Assistance Program - Not to Exceed \$11,338,162]

Resolution approving Amendment No. 2, authorizing the Executive Director of the Human Services Agency to execute an amendment to the Grant Agreement between the City and County of San Francisco, by and through its Human Services Agency, and the non-profit San Francisco Marin Food Bank to provide the Food Assistance Program to older adults and adults with disabilities for the total agreement term of July 1, 2017, to June 30, 2022, by increasing the agreement amount by \$1,225,831 with a contingent amount of \$1,048,010 for a total not to exceed amount of \$11,528,114. (Human Services Agency)
(Fiscal Impact)

01/11/19; RECEIVED FROM DEPARTMENT.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michael Zaugg (Human Service Agency); 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 AMENDED to reduce the grant not-to-exceed amount by \$189,952 from \$11,528,114 to \$11,338,162. The motion carried by the following vote:

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

Resolution approving Amendment No. 2, authorizing the Executive Director of the Human Services Agency to execute an amendment to the Grant Agreement between the City and County of San Francisco, by and through its Human Services Agency, and the non-profit San Francisco Marin Food Bank to provide the Food Assistance Program to older adults and adults with disabilities for the total agreement term of July 1, 2017, to June 30, 2022, by increasing the agreement amount to \$1,225,831 with a contingent amount of \$858,058 for a total not to exceed amount of \$11,338,162.
(Human Services Agency)
(Fiscal Impact)

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

Ayes: 2 - Fewer, Stefani
Absent: 1 - Mandelman

Chair Fewer recessed the meeting at 12:09 p.m. and reconvened the meeting at 3:02 p.m.

Member Mandelman was noted present at 3:02 p.m.

SPECIAL ORDER AT 3:00 P.M.

190122 [Hearing - Budget Priorities - Youth Commission - FYs 2019-2020 and 2020-2021]

Sponsor: Fewer

Hearing to identify the Youth Commission's budget priorities for FYs 2019-2020 and 2020-2021; and requesting the Youth Commission to report.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Commissioners Calvin Quick, Maggie Dong, Charley Obermeyer; Nora Hylton, and JoJo Ty (Youth Commission); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Hearing be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 3:31 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