



City and County of San Francisco
Meeting Minutes
Budget Committee

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

Members: Chris Daly, Aaron Peskin, Sophie Maxwell, Fiona Ma and Matt Gonzalez

Clerk: Victor Young

Thursday, March 27, 2003

1:00 PM

Legislative Chambers

Regular Meeting

MEETING CONVENED

The meeting convened at 1:06 p.m.

Present: 5 - Chris Daly, Aaron Peskin, Sophie Maxwell, Fiona Ma, and Matt Gonzalez

030302 [Budget Updates]

Sponsors: Daly; Peskin

Hearing to consider budget updates from the Mayor, Controller, Budget Analyst, Legislative Analyst, and City Departments.

02/25/03; RECEIVED AND ASSIGNED to Budget Committee.

03/06/03; CONTINUED. Heard in Committee. Speakers: Ben Rosenfield, Mayor's Budget Office.

Continued to March 27, 2003.

Heard in Committee. Speakers: Whit J. Manns, Tenderloin Self-Help Center and Central City Hospitality House; Linda Adams, Tenderloin Self-Help Center; Roger Jones, Tenderloin Self-Center; Francis Terry, Central City Hospitality House; Charles A. Maxwell, Central City Hospitality House; Michael Moore, Central City Hospitality House and Tenderloin Self-Help Center; Dartagnan Hutcherson, Tenderloin Self-Help Center; Yolanda Warren, Tenderloin Self-Help Center; Michael Robinson, Tenderloin Self-Help Center; Charles Carrill, Central City Hospitality House and Tenderloin Self-Help Center; Luther Rickert, Director of Employment Services, Central City Hospitality House (located in Tenderloin Self-Help Center); John Bardis; Edward Evans, Community Resources Action Project; Richard Robinson, Community Awareness Treatment Center; Edward Harrington, Controller; Ben Rosenfield, Mayor's Budget Office.

Continued to 4/3/03 meeting.

A motion was made that this matter be CONTINUED. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

030112 [Mayor's Budget Plan]**Sponsors: Peskin; Daly**

Hearing to review the Mayor's most recent budget plan, issued in January 2003. This hearing will address the Mayor's current and planned spending changes to address the City's current budget deficit.

01/21/03; RECEIVED AND ASSIGNED to Finance Committee. Sponsor requests that this item be heard by the Board of Supervisors' Budget Committee if it is established by President Gonzalez and convenes before February 15, 2003. If a Budget Committee meeting is not scheduled before February 15, 2003, sponsor requests that this hearing be scheduled at the Board's Finance Committee at its meeting on February 5, 2003.

02/05/03; TRANSFERRED to Budget Committee. New committee structure 2/17/03.

02/20/03; CONTINUED. Heard in Committee. Speakers: Ed Harrington, Controller; Ben Rosenfield, Mayor's Budget Office; Female Speaker.

Continued to February 27, 2003.

03/06/03; CONTINUED. Heard in Committee. Speakers: Ben Rosenfield, Mayor's Budget Office.

Continued to March 27, 2003.

Heard in Committee. Speakers: Whit J. Manns, Tenderloin Self-Help Center and Central City Hospitality House; Linda Adams, Tenderloin Self-Help Center; Roger Jones, Tenderloin Self-Center; Francis Terry, Central City Hospitality House; Charles A. Maxwell, Central City Hospitality House; Michael Moore, Central City Hospitality House and Tenderloin Self-Help Center; Dartagnan Hutcherson, Tenderloin Self-Help Center; Yolanda Warren, Tenderloin Self-Help Center; Michael Robinson, Tenderloin Self-Help Center; Charles Carrill, Central City Hospitality House and Tenderloin Self-Help Center; Luther Rickert, Director of Employment Services, Central City Hospitality House (located in Tenderloin Self-Help Center); John Bardis; Edward Evans, Community Resources Action Project; Richard Robinson, Community Awareness Treatment Center; Edward Harrington, Controller; Ben Rosenfield, Mayor's Budget Office. Continued to 4/3/03 meeting.

A motion was made that this matter be CONTINUED. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

030354 [Public Education Special Fund]**Sponsors: Daly; Ma**

Ordinance adding Administrative Code Section 10.100-367 to establish the "Public Education Special Fund."

03/04/03; RECEIVED AND ASSIGNED to Budget Committee.

03/18/03; RESPONSE RECEIVED. Response received from Youth Commission.

Heard in Committee. Speakers: Commissioner Mark Sanchez, Board of Education; Debra Newman, Budget Analyst's Office; Susan Leal, Treasurer; Myong Leigh, Chief of Policy and Planning, San Francisco Unified School District; Nicole Derse, Youth Empowerment Coordinator, Youth Commission; Evelyn Claire; Margaret Brodtkin, Coleman Advocates for Children and Youth; Kathy Turner, E.D., Executive Director, San Francisco Education Fund; Alison Collins, Teacher, Everett Middle School; Male Speaker, Peer Resource Program, Galileo High School; Female Speaker, Peer Resource Program, Galileo High School; Dominic, Peer Resource Program, Galileo High School; Gary Cruz, Peer Resource Coordinator, John O'Connell High School; Naomi Solomon, Senior at Lowell High School, Peer Resources; Dan Ryan, retired Principal, School of the Arts; Michelle Umadhay, Lowell High School graduate and Peer Resource alumna; Victor Estevez; April Sawahchi, James Denman Middle School, Peer Resources; Female Speakers (2), James Denman Middle School, Peer Resources; Judy Carman; Alicia, Lincoln High School, Peer Resource; Michelle Bullington, Senior, Lincoln High School, Peer Resources; Amelia Vigil, Lincoln High School, Peer Resource; Jennifer, Lincoln High School, Peer Resource; Adele Horn, Peer Resource Coordinator, Lincoln High School; Josh Taylor, Sophomore, Lowell High School, Peer Resource; Laisa Saavedra, Junior, John O'Connell High School, Peer Resources Program; Wendy Vilman; Brian Fox, Supervisor of San Francisco Peer Resources; Susie Barnard; Hilary Chen, Lowell High School, Peer Resources; Sylvia Johnson; Commissioner Jill Wynn, Board of Education; Theodore Lakey, Deputy City Attorney; Edward Harrington, Controller. Amendment of the Whole adopted and amended in Committee. (See file for details.) Transferred to City and School District Select Committee.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

A motion was made that this matter be REFERRED. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

030415 [Approval of Health Service System Plans and Contribution Rates]**Sponsors: Ma; Daly**

Ordinance amending Chapter 16, Article XV, of Part 1 of the San Francisco Municipal (Administrative) Code by amending Section 16.703 regarding Board approval of Health Service System Plans and Contribution Rates.

(No Public Benefit Recipient.)

03/18/03; RECEIVED AND ASSIGNED to Budget Committee. Sponsor requests this item be scheduled at the March 27, 2003 meeting.

Heard in Committee. Speakers: Yvonne Hudson, Deputy Director, Health Service System, Human Resources Department; Edward Harrington, Controller; Debra Newman, Budget Analyst's Office; Sylvia Johnson; Claire Zvansky, President, Health Service System Board; Nancy Jin, Chair, Protect Our Benefits Coalition; Raymond Mason, President, Retired Employees, City and County of San Francisco.

Amended by adding the following:

"Section 2. The Health Service System is requested to submit a written report to the Board of Supervisors on the Fiscal Year 2002-2003 audited financial statements of the Health Service System Fund prior to December 2003. This report should contain the Fund balance and include a summary of claim activity, interest earnings, and surplus contributions which affect the Fund balance."

AMENDED

(Fiscal impact; No Public Benefit Recipient.)

A motion was made that this matter be RECOMMENDED AS AMENDED AS A COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 4 - Daly, Peskin, Maxwell, Ma

Absent: 1 - Gonzalez

030305 [Budget Direction to the Clerk of the Board of Supervisors and City Departments]

Sponsors: Ammiano; Daly and Peskin

Motion directing the Clerk of the Board of Supervisors to identify and recommend to the Budget Committee potential cuts equaling 10 and 20% of the Board of Supervisors budget, directing the Budget Analyst to develop a budget justification and staffing analysis in consultation with the Fire Department to transfer Chief's Aides to firefighting or other appropriate positions within the Fire Department, directing the Budget Analyst to contact elected officials and department heads in General Fund supported City departments to request proposed cuts equaling 10 and 20% of General Fund supported costs for positions earning more than \$90,000 annually and non-essential functions within their administrative budgets, and urging the Director of Human Resources to expand planned job placement assistance programs for City employees who are laid off during the budget process to meet the needs of professional staff, including identifying potential job opportunities in non-General Fund departments and other government agencies.

02/25/03; RECEIVED AND ASSIGNED to Budget Committee. Sponsor requests this item be scheduled for consideration at the March 6, 2003 meeting.

03/06/03; CONTINUED. Heard in Committee. Speakers: Mr. Wilson.

Continued to March 27, 2003.

Heard in Committee. Speakers: Supervisor Ammiano; Ken Bruce, Budget Analyst's Office; Margaret Brodtkin, Coleman Advocates; David Novogrodsky, International Federation of Professional and Technical Engineers, Local 21; Edward Harrington, Controller; Monique Moyer, Mayor's Office of Public Finance; Ben Rosenfield, Mayor's Budget Office.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

Motion directing the Clerk of the Board of Supervisors to identify and recommend to the Budget Committee potential cuts equaling 10 and 20% of the Board of Supervisors budget, directing the Budget Analyst to contact elected officials and department heads in General Fund supported City departments to request proposed cuts equaling 10 and 20% of General Fund supported costs for administrative positions earning a base salary of more than \$90,000 annually, including all Management Compensation and Classification Plan (MCCP) positions, and non-essential functions within their administrative budgets, directing the Budget Analyst to develop a budget justification and staffing analysis in consultation with the Fire Department to transfer Chief's Aides to firefighting or other appropriate positions within the Fire Department and urging the Director of Human Resources to expand planned job placement assistance programs for City employees who are laid off during the budget process to meet the needs of professional staff, including identifying potential job opportunities in non-General Fund departments and other government agencies.

A motion was made that this matter be RECOMMENDED AS AMENDED. The motion carried by the following vote:

Ayes: 4 - Daly, Peskin, Maxwell, Ma

Absent: 1 - Gonzalez

030141 [Review of Current City Budget Reserve and Fund Balance Practices]**Sponsors: Ammiano; Ma, Newsom, McGoldrick and Peskin**

Resolution urging the Controller to review current City and County budget reserve and fund balance practices and best practices in other local jurisdictions, review historic changes in City revenues and one-time expenditures during periods of greater than average growth in City revenues and best practices in other jurisdictions, review and analyze the feasibility of establishing a revenue stabilization fund for use during economic downturns funded by extraordinary growth in City revenues, and recommend to the Mayor and the Board of Supervisors best practices for budget reserves and fund balances and recommendations for allocation of greater than average growth in General Fund revenues for a revenue stabilization fund, prevention programs, one-time capital spending and spending on deferred maintenance.

01/27/03; RECEIVED AND ASSIGNED to Finance Committee.

02/05/03; TRANSFERRED to Finance and Audits Committee. New committee structure 2/17/03.

02/27/03; TRANSFERRED to Budget Committee.

03/06/03; CONTINUED. Heard in Committee. Speakers: Mr. Wilson.

Continued to March 27, 2003.

Heard in Committee. Speakers: Supervisor Ammiano; Ken Bruce, Budget Analyst's Office; Margaret Brodtkin, Coleman Advocates; David Novogrodsky, International Federation of Professional and Technical Engineers, Local 21; Edward Harrington, Controller; Monique Moyer, Mayor's Office of Public Finance; Ben Rosenfield, Mayor's Budget Office.

A motion was made that this matter be RECOMMENDED. The motion carried by the following vote:

Ayes: 4 - Daly, Peskin, Maxwell, Ma

Absent: 1 - Gonzalez

030184 [Layoffs]**Sponsor: McGoldrick**

Resolution urging all San Francisco city departments in their budget plans to consider layoffs of temporary employees prior to those of permanent employees.

02/04/03; RECEIVED AND ASSIGNED to Budget Committee.

Speakers: None.

A motion was made that this matter be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 4 - Daly, Peskin, Maxwell, Ma

Absent: 1 - Gonzalez

030096 [Establishing parking violation and late payment penalties]**Sponsor: Mayor**

Ordinance amending the San Francisco Traffic Code by amending Sections 130 and 131 and adding Section 132 to establish fines for parking violations and late payment penalties. (Mayor)

01/21/03; RECEIVED AND ASSIGNED to Finance Committee.

02/05/03; TRANSFERRED to Budget Committee. New committee structure 2/17/03.

03/06/03; CONTINUED. Heard in Committee. Speakers: Fred Hamdun, Executive Director, Parking and Traffic; Michael Burns, Executive Director, Muni; Ed Lee, Director, Public Works; male speaker; Steve Kawa, Mayor's Office; Ben Rosenfield, Mayor's Budget Office; Ms. Dawson, Finance Officer, Parking and Traffic; Debra Newman, Budget Analyst's Office; Bob Planthold; Daniel Murphy; male speaker; Norman Rolfe; Andrew Sullivan; Joan Dalin; Howard Strassner; Bill Barnes, aide to Supervisor Daly.

Continued to March 27, 2003.

Heard in Committee. Speakers: Michael Burns, Director of Transportation, Municipal Transportation Agency; Debra Newman, Budget Analyst; Bob Planthold; Norman Rolfe; Daniel Murphy, Chair, MTA Citizens Advisory Council; Leah Shaa, Executive Director, San Francisco Bicycle Coalition; Bruce Oka, Muni Citizens Advisory Council; Edward Evans, Vice Chair, Muni Accessible Advisory Committee; Dave Schneider; Sylvia Johnson.

A motion was made that this matter be TABLED. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

030424 [Establishing parking violation and late payment penalties]**Sponsor: Budget Committee**

Ordinance amending the San Francisco Traffic Code by amending Sections 130 and 131 and adding Section 132 to establish fines for parking violations and late payment penalties. (Budget Committee)

03/18/03; RECEIVED AND ASSIGNED to Budget Committee.

Heard in Committee. Speakers: Michael Burns, Director of Transportation, Municipal Transportation Agency; Debra Newman, Budget Analyst; Bob Planthold; Norman Rolfe; Daniel Murphy, Chair, MTA Citizens Advisory Council; Leah Shaa, Executive Director, San Francisco Bicycle Coalition; Bruce Oka, Muni Citizens Advisory Council; Edward Evans, Vice Chair, Muni Accessible Advisory Committee; Dave Schneider; Sylvia Johnson.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

(Supervisor Daly dissenting in Committee)

A motion was made that this matter be RECOMMENDED AS AMENDED. The motion carried by the following vote:

Ayes: 4 - Peskin, Maxwell, Ma, Gonzalez

Noes: 1 - Daly

030352 [Parking Meter Rates]**Sponsors: Mayor; Gonzalez**

Ordinance approving parking meter rates. (Mayor)
(No Public Benefit Recipient.)

03/04/03; RECEIVED AND ASSIGNED to Budget Committee.

A motion was made that this matter be RECOMMENDED. The motion carried by the following vote:

Ayes: 4 - Daly, Maxwell, Ma, Gonzalez

Absent: 1 - Peskin

CLOSED SESSION

Conference with the City's Labor Negotiators: Collective Bargaining

Unanimous vote to convene in closed session

A motion was made Unanimous vote to convene in closed session. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

030223 [Labor Negotiations]

Sponsor: Daly

Closed session hearing to consider the positions of all the City's labor negotiating teams and the timeline for memoranda of agreement to be developed and approved at the Board of Supervisors.

02/11/02; RECEIVED AND ASSIGNED to Budget Committee. Sponsor requests this item be scheduled for consideration at the February 20, 2003 meeting.

02/20/03; CONTINUED. Portion Heard in Open Session. Speakers: Supervisor Gavin Newsom; Alice Villagomez, Human Resources; Ed Gazzano, Human Resources of Health Department; Ed Harrington, Controller; Monic Contro, Controllers Office; Ken Bruce, Budget Analysts Office; Female Speaker.

Heard in Closed Session.

Continued to March 6, 2003.

03/06/03; CONTINUED. Heard in open session. Speakers: none.
Closed session portion of hearing cancelled.

Continued to March 27, 2003.

A motion was made that this matter be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

Report on Closed Session

Deputy City Attorney Ted Lakey reported that the Budget and Finance Committee has met in closed session with the City Attorney, under the provisions of Government Code Section 54956.9 (a) and Administrative Code Section 67.8 (3), for the purpose of conferring with, or receiving advice from, the City Attorney regarding settlements in the lawsuits or claims listed above.

[Elect Not to Disclose]

Motion that the Board finds that it is in the best interest of the public that the Board elect at this time not to disclose its closed session deliberations concerning the pending litigation listed above.

Unanimous vote not to disclose discussion to the public

A motion was made Unanimous vote not to disclose discussion to the public. The motion carried by the following vote:

Ayes: 5 - Daly, Peskin, Maxwell, Ma, Gonzalez

ADJOURNMENT

The meeting adjourned at 6:20 p.m.