



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

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

*Members: Connie Chan, Matt Dorsey, Danny Sauter*

*Clerk: Brent Jalipa*  
*(415) 554-7712 ~ [brent.jalipa@sfgov.org](mailto:brent.jalipa@sfgov.org)*

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**Wednesday, June 3, 2026**

**10:00 AM**

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

**Regular Meeting**

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**Present:** 3 - Connie Chan, Matt Dorsey, and Danny Sauter

*The Budget and Finance Committee met in regular session on June 3, 2026, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:04 a.m.*

## **ROLL CALL AND ANNOUNCEMENTS**

*On the call of the roll, Chair Chan, Vice Chair Dorsey, and Member Sauter were noted present.*

*All members were present.*

## **COMMUNICATIONS**

*Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public that public comment is taken on each item on the agenda. Alternatively, written comments may be submitted through email ([brent.jalipa@sfgov.org](mailto:brent.jalipa@sfgov.org)) or the U.S. Postal Service at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.*

## **AGENDA CHANGES**

*There were no agenda changes.*

## REGULAR AGENDA

### **260450 [Administrative Code - Grant Agreement for Placemaking Banners - Retroactive - Transgender District - Waiver of Competitive Bidding - Not to Exceed \$24,516.19] Sponsors: Chan; Mahmood, Dorsey and Mandelman**

Ordinance waiving the competitive solicitation requirement under Administrative Code, Chapter 21G, and authorizing the Director of the Department of Public Works to retroactively enter into a grant agreement with The Transgender District in the amount of \$24,516.19, for the purposes of printing and installing placemaking banners in the Transgender District in the southeastern Tenderloin and along Sixth Street south of Market.

04/28/26; ASSIGNED to Budget and Finance Committee. 5/12/2026 - President Mandelman waived the 30-day hold pursuant to Board Rule 3.22.

05/27/26; CONTINUED. Heard in Committee. Speaker(s): Breonna McCree, Co-Executive Director (The Transgender District); provided an overview and responded to questions raised throughout the discussion. Leah McGeever; Speaker; Caramina; Carlo Gómez Arteaga; Azeen Zia Ebrihimi; Miss Billy Cooper; spoke on various concerns relating to the ordinance matter.

*Heard in Committee. Speaker(s): None.*

**Chair Chan moved that this Ordinance be RECOMMENDED. The motion carried by the following vote:**

Ayes: 3 - Chan, Dorsey, Sauter

### **260559 [Grant Agreement Amendment - Retroactive - Bay Area Community Resources, Inc. - Community Economic Recovery Hubs - Not to Exceed \$16,779,999] Sponsor: Chen**

Resolution retroactively approving Amendment No. 4 to a grant agreement between the Office of Economic and Workforce Development and Bay Area Community Resources (BACR) for management of the Community Economic Recovery Hubs grant; to increase the contract amount by \$1,500,000 for a total not to exceed amount of \$16,779,999 for the period of July 1, 2022, through June 30, 2026, effective upon approval of this Resolution by the Board of Supervisors; and to authorize the Executive Director of the Office of Economic and Workforce Development to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract. (Department of Economic and Workforce Development)  
(Fiscal Impact)

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Ren Floyd-Rodriguez and Crezia Tano (Office of Economic and Workforce Development); Nicolas Menard (Office of the Budget and Legislative Analyst); Supervisor Chyanne Chen (Board of Supervisors); Ruth Barajas-Cardona (Bay Area Community Resources - Latino Task Force); provided an overview and responded to questions raised throughout the discussion.*

**Member Sauter moved that this Resolution be REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors. The motion carried by the following vote:**

Ayes: 3 - Chan, Dorsey, Sauter

**260507 [Airport Contract Modification - SITA Information Networking Computing USA, Inc. - Support of Airport's Shared Use Passenger Processing Systems - Not to Exceed \$16,780,546]**

Resolution approving Modification No. 1 to Contract No. 50354.01 with SITA Information Networking Computing USA, Inc., for support of Airport's Shared Use Passenger Processing Systems to extend the term for three years for a total term of July 1, 2024, through June 30, 2029 and increase the contract amount by \$9,700,546 for a new contract amount not to exceed \$16,780,546, pursuant to Charter, Section 9.118(b). (Airport Commission)  
(Fiscal Impact)

05/08/26; RECEIVED FROM DEPARTMENT.

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Daniel Tsang (Airport Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

**260520 [Accept and Expend Grant - Retroactive - Governor's Office of Business and Economic Development - Cannabis Equity Grants Program for Local Jurisdictions - Not to Exceed \$2,169,952]**

**Sponsor: Mandelman**

Resolution retroactively authorizing the Office of Cannabis to accept and expend a grant award in the not to exceed amount of \$2,169,952 and to expend interest earned or accrued on grant funds for the grant term of April 1, 2026, through October 31, 2027, from the Governor's Office of Business and Economic Development for the Cannabis Equity Grants Program for Local Jurisdictions; to execute the agreement with the Governor's Office of Business and Economic Development, and any extensions or amendments thereto, on behalf of the City and County of San Francisco; to indemnify the Governor's Office of Business and Economic Development for liability arising out of the performance of this contract; and approving the grant agreement pursuant to Charter, Section 9.118(a).

05/12/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Angela Yip (Office of the City Administrator); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

**260546 [Apply for Grants - California Proposition 4 Grants - Climate Bond]****Sponsor: Mayor**

Resolution authorizing all City and County of San Francisco Departments to submit applications for all grants funded by the 2024 Climate Bond (California Proposition 4) for which they are eligible.

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Alice Hur (Environment Department); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

*Chair Chan requested File Nos. 260455 and 260456 be called together.*

**260455 [Accept and Expend Grant Amendment - Retroactive - Board of State and Community Corrections - Organized Retail Theft Prevention Grant Program - \$15,326,301]****Sponsors: Mayor; Sauter and Sherrill**

Resolution retroactively authorizing the Police Department to execute an amendment to the grant agreement with the Board of State and Community Corrections for the Organized Retail Theft Prevention Grant Program, extending the grant term from June 1, 2027, for a new grant term of October 1, 2023, through June 1, 2028, with no change to the grant amount of \$15,326,301.

04/28/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Carl Nicita (Police Department); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

**260456 [Accept and Expend In-Kind Gift - Retroactive - Substance Abuse and Mental Health Services Administration - Department of Health Care Services - Naloxone Distribution Project - Valued at \$43,200]****Sponsors: Mayor; Sauter**

Resolution retroactively authorizing the Police Department to accept and expend an in-kind gift of 1,800 units of Naloxone in 2025 valued at \$43,200 through the Naloxone Distribution Project, which is funded by the Substance Abuse and Mental Health Services Administration and administered by the Department of Health Care Services.

04/28/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Carl Nicita (Police Department); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

**260500 [Amended and Restated Lease Agreement - Tad's - 44 Ellis Street - Retail Space - Monthly Base Rent to a Percentage Rent Calculated as 8% of Gross Revenues]****Sponsor: Sauter**

Resolution approving an Amended and Restated Lease Agreement between the City and County of San Francisco and Tad's Inc., for the retail space located at 44 Ellis Street in the Ellis-O'Farrell Garage, to amend the calculation of the monthly base rent to a percentage rent calculated as 8% of gross revenues retroactive to January 1, 2021; to amend the monthly water charge to \$2,400 retroactive to February 1, 2024; to amend the calculation of base rent and water charge during the first option to extend; to require Tad's to pay a \$4,000 administrative fee; to impose minimum hours of operation; to waive Tad's obligation to pay base rent for the period beginning on April 1, 2020 to December 31, 2020; and to waive Tad's obligation to pay outstanding water charge for the period beginning February 1, 2020 to January 31, 2024, effective upon approval of this Resolution through the expiration date of April 30, 2029. (Municipal Transportation Agency)  
(Fiscal Impact)

05/05/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Brad Russi (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.*

**Member Sauter moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of June 17, 2026. The motion carried by the following vote:**

Ayes: 3 - Chan, Dorsey, Sauter

**260487 [Office Lease - 796 Brannan Street, LLC - 796 Brannan Street, Second Floor - \$40,675.96 Initial Annual Base Rent with 3% Annual Increases]**

Resolution approving and authorizing the Director of Property, on behalf of the Department of Public Health, to execute an Office Lease for the continued use of office space located at 796 Brannan Street, floor 2 with 796 Brannan Street, LLC, as Landlord, effective upon approval of this Resolution by the Board of Supervisors and the Mayor and upon execution of the Office Lease by the Director of Property, with an estimated commencement date of July 1, 2026, through June 30, 2031, with two five-year extension options, the initial term starting at a monthly base rent of \$3,389.66, for a total annual base rent of \$40,675.96 with annual 3% increases; and authorizing the Director of Property to take other actions with respect to the Office Lease, including entering into amendments or modifications and exercising the extension options, or taking other actions with respect to the Office Lease that the Director of Property deems to be in the best interest of the City, and do not materially increase the obligations or liabilities of the City, do not materially decrease the benefits of the City, are necessary or advisable to effectuate the purposes of the Office Lease or this Resolution, and are in compliance with all applicable laws, including the City's Charter. (Real Estate Department)

05/01/26; RECEIVED FROM DEPARTMENT.

05/12/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Jeff Seuss (City Administrator's Real Estate Division); David Leiva (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

Chair Chan requested File Nos. 260508 and 260509 be called together.

**260508 [Performance Contract - California Department of Health Care Services - Behavioral Health Services Act and Various Behavioral Health Programs]**

Resolution authorizing the Department of Public Health to enter into Performance Contract No. 26-60056, with the California Department of Health Care Services, incorporating the Behavioral Health Services Act, Lanterman-Petris-Short Act, Projects for Assistance in Transition from Homelessness, Community Mental Health Services Block Grant, Substance Use Prevention, Treatment and Recovery Services Block Grant, and Crisis Counseling Assistance and Training Program for the period of July 1, 2026, through June 30, 2029. (Public Health Department)

05/08/26; RECEIVED FROM DEPARTMENT.

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Imo Momoh and Kellee Hom (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

**260509 [Agreement Amendment - Westside Community Mental Health Center - Short-term Respite Beds Plus Health Stabilization Support for People Experiencing Homelessness - Not to Exceed \$21,466,168]**

Resolution approving Amendment No. 1 to the agreement between the City and County of San Francisco, acting by and through, the Department of Public Health (DPH), and Westside Community Mental Health Center, to provide short-term respite beds plus health stabilization support for people experiencing homelessness, to extend the term by two years from June 30, 2026, for a new term of June 2, 2025, through June 30, 2028, and to increase the amount by \$13,691,234 for a new total not to exceed amount of \$21,466,168; and to authorize DPH to enter into amendments or modifications to the agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the agreement or this Resolution. (Public Health Department) (Fiscal Impact)

05/11/26; RECEIVED FROM DEPARTMENT.

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Imo Momoh and Kellee Hom (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

Chair Chan requested File Nos. 260547 and 260548 be called together.

**260547 [Ground Lease and Amended and Restated Loan Agreement - 1820 Post Street - 100% Affordable Housing - Loan Not to Exceed \$22,578,308 - \$15,000 Annual Base Rent]**

**Sponsor: Mayor**

Resolution 1) approving and authorizing the Director of Property and the Mayor's Office of Housing and Community Development ("MOHCD") to enter into a Ground Lease for real property owned by the City and located at 1820 Post Street with Golden Gate Apartments, L.P. ("Borrower"), for a lease term of 75 years and one 24-year option to extend and an annual base rent of \$15,000 ("Ground Lease") in order to rehabilitate a 100% affordable, 72-unit multifamily rental housing development for low-income households ("Project"); 2) approving and authorizing the Mayor and Director of MOHCD to execute an Amended and Restated Loan Agreement to provide the Borrower with a loan in an aggregate amount not to exceed \$22,578,308 to finance the Project; 3) adopting findings that the Project and proposed transactions are consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; 4) affirming the Planning Department's determination under the California Environmental Quality Act; and 5) authorizing the Director of Property and/or the Director of MOHCD or their designee to execute any documents related to the Ground Lease and the Amended and Restated Loan Agreement for the Project and make certain modifications to such documents, as defined herein, and take certain actions in furtherance of this Resolution, as defined herein. (Fiscal Impact)

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Claire Kostohryz (Mayor's Office of Housing and Community Development); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

**260548 [Multifamily Housing Revenue Note - Golden Gate Apartments, L.P. - Golden Gate Apartments - 1820 Post Street - Not to Exceed \$18,736,700]****Sponsor: Mayor**

Resolution approving for purposes of the Internal Revenue Code of 1986, as amended, authorizing the execution and delivery of a multifamily housing revenue note in one or more series in an aggregate principal amount not to exceed \$18,736,700 for the purpose of providing financing for the rehabilitation of a 71-unit (plus one manager's unit) multifamily rental housing project located at 1820 Post Street, known as "Golden Gate Apartments"; approving the form of and authorizing the execution of a funding loan agreement, providing the terms and conditions of the loan from the funding lender to the City, and the execution and delivery of the note; approving the form of and authorizing the execution of a project loan agreement providing the terms and conditions of the loan from the City to Golden Gate Apartments, L.P. ("Borrower"); approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; authorizing the collection of certain fees; approving modifications, changes and additions to the documents, as defined herein; ratifying and approving any action heretofore taken in connection with the back-to-back loans, the note and the project, as defined herein; and granting general authority to City officials to take actions necessary to implement this Resolution and related matters, as defined herein.

05/19/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker(s): Claire Kostohryz (Mayor's Office of Housing and Community Development); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

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

Ayes: 3 - Chan, Dorsey, Sauter

## ADJOURNMENT

*There being no further business, the Budget and Finance Committee adjourned at the hour of 11:35 a.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.*