



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: Mark Farrell, Katy Tang, Norman Yee

Clerk: Linda Wong (415) 554-7719

Wednesday, June 29, 2016

11:00 AM

City Hall, Legislative Chamber, Room 250

Rescheduled Meeting

Present: 3 - Mark Farrell, Katy Tang, and Norman Yee

The Budget and Finance Sub-Committee met in rescheduled session on Wednesday, June 29, 2016, with Chair Mark Farrell presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Farrell called the meeting to order at 10:04 a.m. On the call of the roll, Chair Farrell, Vice Chair Tang, and Member Yee were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

160718 [Park Code - Accept and Expend - Francisco Park Conservancy - \$25,000,000 Plus \$150,000 per Year, Plus Future Gifts - New Park at Francisco Reservoir Site]**Sponsors: Farrell; Peskin**

Ordinance authorizing the Recreation and Park Department (RPD) to enter into an agreement with the Francisco Park Conservancy (FPC) regarding the funding and stewardship of a new park on the Francisco Reservoir Site, located between Hyde and Larkin Streets south of Bay Street, and on the 0.96 acre parcel located immediately adjacent to and south of the Francisco Reservoir Site; authorizing RPD to accept and expend an in-kind grant from the FPC of approximately \$25,000,000 in construction services for the new park, and annual cash grants from the FPC anticipated to be approximately \$150,000 each year for future maintenance of the new park; authorizing RPD to accept and expend future grants and gifts from the FPC for additional improvements at the new park; and amending the Park Code to list the new park as a park where no alcoholic beverages may be consumed.

(Fiscal Impact)

06/21/16; ASSIGNED to Budget and Finance Sub-Committee. June 23, 2016 - President Breed waived the 30-day hold pursuant to Board Rule 3.22.

Heard in Committee. Speakers: Lisa Bransten (Recreation and Park Department); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Tanya Yurousky; Lynn Jefferson; Matt Taya; Josephine Ma; Frank Dawkins; Jan Blum; Nancy Smith; Emily Harrold; Tina Woylan; Chris Gembinsky; John Rizzo; spoke in support of the hearing matter.

Vice Chair Tang moved that the Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE on Page 4, Line 7, by adding 'except that any future gifts or grants of \$100,000 or more that result in new costs to the City, including costs for public outreach, project management, or environmental review, shall require Board of Supervisors approval by resolution.' The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160262 [Hearing - Sea Level Rise Action Plan]**Sponsor: Farrell**

Hearing on the Mayor's Sea Level Rise Coordinating Committee's Sea Level Rise Action Plan, including areas of policy, fiscal impact, and budgetary need; and requesting the coordinating committee to report.

03/15/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

03/29/16; REFERRED TO DEPARTMENT. Referred to the Mayor's Sea Level Rise Coordinating Committee for informational purposes.

Heard in Committee. Speakers: None.

Member Yee moved that this Hearing be CONTINUED to the July 27, 2016, Budget and Finance Sub-Committee Meeting. The motion carried by the following vote:

Ayes: 2 - Tang, Yee

Absent: 1 - Farrell

160596 [Contract Amendment - New Flyer of America, Inc. - Purchase of Low Floor Electric Trolley Buses - Not to Exceed \$150,448,729]**Sponsor: Breed**

Resolution approving Amendment No. 1 to Contract No. CPT 632 (Procurement of Electric Trolley Buses) with New Flyer of America, Inc., to purchase an additional 33 articulated low-floor electric trolley buses, for an additional amount of \$55,498,285 and a total contract amount not to exceed \$150,448,729 with no change to the term of the contract; and authorizing the Director of Transportation of the San Francisco Municipal Transportation Agency to enter into amendments or modifications to the Agreement, as defined herein. (Municipal Transportation Agency) (Fiscal Impact)

05/24/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Gary Chang (Municipal Transportation Agency); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Member Yee moved this the Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 2 - Tang, Yee

Absent: 1 - Farrell

160542 [Cost Reimbursement Agreement - ExxonMobil Corporation - Management of Residual Petroleum Hydrocarbons - Wharf J10 - \$5,000,000]

Resolution approving the Cost Reimbursement Agreement between the Port and ExxonMobil Corporation for the management of residual petroleum hydrocarbons on City property in the area known as Wharf J10 in Fisherman's Wharf, for a term of 20 years or reimbursement of \$5,000,000 increased by 3% annually, whichever comes first. (Port)

05/16/16; RECEIVED FROM DEPARTMENT.

05/24/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Daley Dunham (Port of San Francisco); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Tang, Yee

Absent: 1 - Farrell

160428 [Real Property Lease - Opera Plaza, L.P. - 601 Van Ness Avenue - \$363,132 Rent in Initial Year]**Sponsor: Breed**

Resolution authorizing a Lease between the City and County of San Francisco, as Tenant, and Opera Plaza, L.P., as Landlord, of office space located at 601 Van Ness Avenue in San Francisco, consisting of approximately 8,646 rentable square feet, for an initial term of five years to commence following Board approval, for use by the Human Services Agency of San Francisco at \$30,261 monthly rent, totaling \$363,132 in the initial year, with annual 3% increases and one five-year option to extend the term; and finding the proposed transaction is in conformance with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

(Fiscal Impact.)

04/26/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: John Updike, Director (Real Estate Division); Robert Walsh (Human Services Agency); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Tang moved that this Resolution be AMENDED to state that the lease is subject to annual increases of \$1.00 per sq. ft. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Resolution authorizing a Lease between the City and County of San Francisco, as Tenant, and Opera Plaza L.P. as Landlord, of office space located at 601 Van Ness Avenue in San Francisco, consisting of approximately 8,646 rentable square feet, for an initial term of five years for use by the Human Services Agency of San Francisco at \$30,261 monthly rent, totaling \$363,132 in the initial year, with annual \$1.00 per sq. ft. increases and one, five-year option to extend the term; and finding the proposed transaction is in conformance with the City's General Plan, and the eight priority policies of Planning Code, Section 101.1.

(Fiscal Impact.)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160480 [Real Property Lease - 200 Paul, LLC - 200 Paul Ave - \$809,010 Rent in Initial Year]**Sponsor: Cohen**

Resolution authorizing a Lease between the City and County of San Francisco, as Tenant, and 200 Paul, LLC, a Delaware limited liability company as Landlord, of office production and warehouse space located at 200 Paul Avenue, consisting of approximately 53,934 square feet of building and approximately 24,000 square feet of yard for a ten-year term of January 1, 2017, through December 31, 2026, for use by the Department of Technology's Public Safety Division at \$67,417.50 monthly, for \$809,010 rent in the initial year with annual 3% increases and one five-year option to extend; and finding the proposed transaction is in conformance with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

(Fiscal Impact)

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

Heard in Committee. Speakers: John Updike, Director (Real Estate Division); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

160598 [Authorizing Expenditures - SoMa Community Stabilization Fund - \$635,000]**Sponsor: Kim**

Resolution authorizing the Mayor's Office of Housing and Community Development to expend SoMa Community Stabilization Fund dollars in the amount of \$635,000 to address various impacts of destabilization on residents and businesses in SoMa, and reaffirming an administrative support plan for the Fund. (Mayor's Office of Housing and Community Development)
(Fiscal Impact)

05/24/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

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

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

Ayes: 3 - Farrell, Tang, Yee

160538 [Memorandum of Agreement - United States Department of the Interior, National Park Service - Not to Exceed \$12,326,507]

Resolution authorizing the General Manager of the San Francisco Public Utilities Commission to execute a Memorandum of Agreement with the United States Department of the Interior, National Park Service, Yosemite National Park, for comprehensive management of watersheds within Yosemite National Park supplying the San Francisco Regional Water System for an amount not to exceed \$12,500,000 and a total duration of two years from July 1, 2016, through June 30, 2018, pursuant to Charter, Section 9.118. (Public Utilities Commission)
(Fiscal Impact)

05/16/16; RECEIVED FROM DEPARTMENT.

05/24/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Steve Ritchie (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

Resolution authorizing the General Manager of the San Francisco Public Utilities Commission to execute a Memorandum of Agreement with the United States Department of the Interior, National Park Service, Yosemite National Park, for comprehensive management of watersheds within Yosemite National Park supplying the San Francisco Regional Water System for an amount not to exceed \$12,326,507 and a total duration of two years from July 1, 2016, through June 30, 2018, pursuant to Charter, Section 9.118. (Public Utilities Commission)
(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Chair Farrell requested File Nos. 160622 and 160623 be heard together.

160622 [Second Extension Agreement - Long Term Power Sales - Turlock Irrigation District]

Resolution approving a Second Extension Agreement between the City and County of San Francisco, acting by and through its Public Utilities Commission, and the Turlock Irrigation District, to extend the term of the existing Long Term Power Sales Agreement to the earlier of the approval of a replacement agreement by both parties, or June 30, 2017. (Public Utilities Commission)
(Fiscal Impact)

05/27/16; RECEIVED FROM DEPARTMENT.

06/07/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Male Representative (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

160623 [Second Extension Agreement - Long Term Energy Sales - Modesto Irrigation District]

Resolution approving a Second Extension Agreement between the City and County of San Francisco, acting by and through its Public Utilities Commission, and the Modesto Irrigation District, to extend the term of the existing Long Term Energy Sales Agreement to the earlier of the approval of a replacement agreement by both parties, or June 30, 2017. (Public Utilities Commission)
(Fiscal Impact)

05/27/16; RECEIVED FROM DEPARTMENT.

06/07/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Male Representative (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

150729 [Administrative Code - Neighborhood Noticing Ordinance]**Sponsor: Farrell**

Ordinance amending the Administrative Code to direct the San Francisco 311 Customer Service Center to develop a pilot program for expanding public notice of significant projects and permitting decisions in the City, in the areas of construction and infrastructure repair work, public health and safety services and facilities, environment, and transportation.

(Fiscal Impact)

07/07/15; ASSIGNED UNDER 30 DAY RULE to Government Audit and Oversight Committee, expires on 8/6/2015.

07/15/15; REFERRED TO DEPARTMENT. Referred to the Office of the City Administrator, 311, Department of Technology, Department of Building Inspection, Planning Department, Public Utilities Commission, Fire Department, Police Department, Sheriff's Department, Public Works, Department of Public Health, Municipal Transportation Agency, and the Department of the Environment for informational purposes.

07/23/15; REFERRED TO DEPARTMENT. Referred to the Small Business Commission for comment and recommendation.

03/14/16; FILED PURSUANT TO RULE 3.41. Supervisor Farrell was notified that this matter would be filed due to inactivity pursuant to Rules of Order 3.41, with no response this matter was filed.

04/05/16; REACTIVATED PURSUANT TO RULE 3.42 to Government Audit and Oversight Committee.

04/12/16; REFERRED TO DEPARTMENT. Referred to the Office of the City Administrator, 311, Department of Technology, Department of Building Inspection, Planning Department, Public Utilities Commission, Fire Department, Police Department, Sheriff's Department, Public Works, Department of Public Health, Municipal Transportation Agency, and the Department of the Environment for informational purposes; Small Business Commission for comment and recommendation.

06/23/16; TRANSFERRED to Budget and Finance Sub-Committee. President Breed transferred the matter from the Government Audit Oversight Committee to the Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Joy Bonaguro (Mayor's Office); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

Ordinance amending the Administrative Code to direct the Chief Data Officer to develop a pilot program for expanding public notice of significant projects and permitting decisions in the City, in the areas of construction and infrastructure repair work, public health and safety services and facilities, and transportation.

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

ADJOURNMENT

There being no further business, the Budget and Finance Sub-Committee adjourned at the hour of 12:28 p.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.