



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, Shamann Walton, Rafael Mandelman

Clerk: Linda Wong (415) 554-7719

Wednesday, January 29, 2020

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Sandra Lee Fewer, Rafael Mandelman, and Dean Preston

Excused: 1 - Shamann Walton

President Norman Yee, appointed Supervisor Dean Preston, replacing Supervisor Shamann Walton, to the Budget and Finance Committee meeting of January 29, 2020.

The Budget and Finance Committee met in regular session on Wednesday, January 29, 2020 with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:06 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Fewer, Member Mandelman, and Member Preston were noted present. Vice Chair Walton was noted not present. A quorum was present.

Supervisor Walton Excused from Attendance

Chair Fewer moved that Supervisor Walton be excused from the Budget and Finance Committee meeting of January 29, 2020. The motion carried by the following vote:

Ayes: 3 - Fewer, Mandelman, Preston

Excused: 1 - Walton

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

200010 [Grant Agreement Amendment - Institute on Aging - Community Living Fund - Not to Exceed \$11,641,294]

Resolution approving a second amendment to the grant agreement between the City and County of San Francisco and Institute on Aging for the provision of the Community Living Fund, to increase the amount of the grant by \$1,076,558 for a total amount not to exceed \$11,641,294 to commence February 1, 2020, with no change to the term length of July 1, 2019, through June 30, 2021. (Human Services Agency)
(Fiscal Impact)

12/30/19; RECEIVED FROM DEPARTMENT.

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

01/22/20; AMENDED. Heard in Committee. Speakers: Fanny Lapitan (Department of Disability and Aging Services); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

01/22/20; RECOMMENDED AS AMENDED.

01/22/20; CONTINUED AS AMENDED. Chair Fewer moved to rescind the previous vote. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Heard in Committee. Speaker: Fanny Lapitan (Department of Disability and Aging Services); 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, Mandelman, Preston

Excused: 1 - Walton

200045 [Ground Lease Amendment - Refinance Property - Turk & Eddy Associates, L.P - 249 Eddy Street and 161-165 Turk Street]

Sponsor: Mayor

Resolution approving and authorizing the amendment and restatement of an existing long term ground lease with Turk & Eddy Associates, LP, on City-owned land at 249 Eddy Street, and 161-165 Turk Street ("Property") in order to refinance a 100% affordable, 82-unit multifamily rental housing development (plus one staff unit) for low-income persons ("Project"); and authorizing the Director of Property and Director of Mayor's Office of Housing and Community Development to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution, as defined herein.

01/14/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Holly Faust (Mayor's Office of Housing and Community Development); 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, Mandelman, Preston

Excused: 1 - Walton

200041 [Multifamily Housing Revenue Bonds - 55 Mason Street - Not to Exceed \$61,600,000]**Sponsor: Mayor**

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 \$61,600,000 for 55 Mason 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 \$61,600,000; 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.

01/14/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Caroline McCormack (Mayor's Office of Housing and Community Development); 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, Mandelman, Preston

Excused: 1 - Walton

Chair Fewer requested File Nos. 200027 and 200026 be called together.

200027 [Accept and Expend Grant - Retroactive - Federal Emergency Management Agency - Rescue Tools and Equipment - \$612,129.09]**Sponsor: Mayor**

Resolution retroactively authorizing the Fire Department to accept and expend a grant in the amount of \$612,129.09 from the Federal Emergency Management Agency to purchase rescue tools and equipment, for the performance period of September 5, 2019, through September 4, 2020, and waiving indirect costs. (Fire Department)

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Mark Corso (Fire 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, Mandelman, Preston

Excused: 1 - Walton

200026 [Accept and Expend Grant - Retroactive - Federal Emergency Management Agency - Marine Equipment - \$341,625]**Sponsor: Mayor**

Resolution retroactively authorizing the Fire Department to accept and expend a grant in the amount of \$341,625 from the Federal Emergency Management Agency to purchase marine equipment for the performance period of September 1, 2019, through August 31, 2022, and waiving indirect costs. (Fire Department)

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Mark Corso (Fire 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, Mandelman, Preston

Excused: 1 - Walton

200025 [Accept and Expend Grant - Retroactive - California Office of Emergency Services - Hose Tender - \$1,000,000]**Sponsors: Mayor; Fewer**

Resolution retroactively authorizing the Fire Department to accept and expend a grant in the amount of \$1,000,000 from the California Office of Emergency Services to purchase one hose tender for the performance period of July 1, 2019, through June 30, 2022, and waiving indirect costs. (Fire Commission)

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Mark Corso (Fire 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, Mandelman, Preston

Excused: 1 - Walton

200009 [Real Property Lease - Mission 1275 SF LLC and Baskin Investment Group LLC - 1271-1275 Mission Street - \$577,500 Annual Base Rent]

Resolution authorizing and approving the lease of 1271-1275 Mission Street, commonly known as 1275 Mission Street, consisting of approximately 8,750 square feet of office space for San Francisco Digital Services, with Mission 1275 SF LLC and Baskin Investment Group LLC, limited liability companies and tenants in common, as landlord, for a six-year term with two five-year options for renewal, to commence on or around February 1, 2020, at an initial monthly base rent of \$48,125 for a total annual rent of \$577,500 with 3% annual adjustments thereafter; and making findings the proposed lease is in conformance with the California Environmental Quality Act, the General Plan, and the eight priority policies of Planning Code, Section 101.1. (Real Estate Department) (Fiscal Impact)

12/30/19; RECEIVED FROM DEPARTMENT.

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Claudia Gorham (Real Estate Department); 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 state that the Director of Property shall submit a written report to the Board of Supervisors on the exercise of the option to extend prior to exercising the option. The motion carried by the following vote:

Ayes: 3 - Fewer, Mandelman, Preston

Excused: 1 - Walton

(Fiscal Impact)

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

Ayes: 3 - Fewer, Mandelman, Preston

Excused: 1 - Walton

200028 [Accept and Expend Grant - California Bureau of Cannabis Control - Local Equity Grant Funding Program - \$1,338,683.13]

Sponsors: Mayor; Walton, Mandelman and Preston

Resolution authorizing the San Francisco Office of Cannabis to accept and expend a grant award in the amount of \$1,333,683.13 from the California Bureau of Cannabis Control for the Local Equity Grant Funding program for the period of February 1, 2020, through January 31, 2021; authorizing the Office of Cannabis to execute the agreement with the Bureau of Cannabis Control, and any extensions, amendments, or contracts subsequent thereto on behalf of the City and County of San Francisco; and indemnifying the Bureau of Cannabis Control for liability arising out of the performance of this contract.

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Eugene Hillsman (Office of Cannabis); provided an overview and responded to questions raised throughout the discussion. Manfred Brown; Amber Morris; Margaret Rice; Mr. Douglas; Speaker; Speaker; Angela White; Jocelyn; LaSonya Mansfield; Joyce Cix; Terrance Alan; Morris Kelly; spoke on various concerns relating to the hearing matter.

(Supervisor Preston requested to be added as a co-sponsor.)

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

Ayes: 3 - Fewer, Mandelman, Preston

Excused: 1 - Walton

200008 [California Constitution Appropriations Limit - FY2019-2020 - \$5,528,830,486]

Resolution establishing the appropriations limit of \$5,528,830,486 for FY2019-2020 pursuant to California Constitution, Article XIII B. (Controller)

(Fiscal Impact)

12/20/19; RECEIVED FROM DEPARTMENT.

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michael Mitton (Office of the Controller); 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, Mandelman, Preston

Excused: 1 - Walton

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 10:49 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.