



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, Eric Mar

Clerk: Linda Wong (415) 554-7719

Wednesday, July 15, 2015

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Mark Farrell, Katy Tang, and Eric Mar

ROLL CALL AND ANNOUNCEMENTS

Chair Mark Farrell convened the meeting at 10:08 a.m. Chair Farrell, Vice-Chair Tang, and Member Mar were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

150432 [Administrative Code - Retirement System Disability/Death Presumptions for Sheriff Members]

Sponsor: Farrell

Ordinance amending the Administrative Code to add cancer and heart/pneumonia presumptions for industrial disability and death in the line of duty retirement benefits for Sheriff members of the San Francisco City and County Employees' Retirement System.

(Fiscal Impact)

04/28/15; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 5/28/2015.

05/05/15; REFERRED TO DEPARTMENT. Referred to the Retirement Board for review and to request an Actuarial Report (per Charter, Section A8.500); and the Sheriff's Department and Department of Human Resources for informational purposes.

05/12/15; TRANSFERRED to Budget and Finance Committee.

06/29/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Jay Huish (Retirement System); Harvey Rose (Office of the Budget and Legislative Analyst): provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke neither in support nor opposition to the hearing matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150701 [Funding Application - Sheriff's Department - Construction of Adult Local Criminal Justice Facilities]

Resolution authorizing the Sheriff's Department to submit a funding application to the Board of State and Community Corrections pursuant to California State Senate Bill 863 (2014) for a proposed project to replace County Jail No. 3 and County Jail No. 4; outlining the cash contribution funds for the proposed project; conditionally approving the form and execution of associated financing and construction documents; and adopting a Mitigated Negative Declaration and Mitigation Monitoring and Reporting Program. (Public Works)
(Fiscal Impact)

(Supervisor Mar dissented in Committee.)

06/22/15; RECEIVED FROM DEPARTMENT.

06/30/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

07/08/15; REFERRED TO DEPARTMENT. Referred to the Sheriff's Department for informational purpose.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Charles Higuera, Director (Public Works); Kyle Patterson (Controller's Office); Matt Freeman (Sheriff's Department); Jill Robinson (Department of Public Health); Supervisor Jane Kim (Board of Supervisors); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. George Wooding; Roma Guy; Donna Willmott; Laura Thomas; Mohamed Chich; Laura Thomas; Rheem Brooks; Fernando Marti; Male Speaker; Pike Long; Andrew Szeto; Jennifer Friedenbach; Wood Ervin; Jess Heaney; Hernandez Martin; Rheem Brooks; Harriret Davis; Kimalah Laguerne; Angela Scott; Jessie Stout; Rachel Hanikin; Cyd Nova; spoke in opposition to the hearing matter. Jessica Flintoft; spoke neither in support nor opposition to the hearing matter.

(Supervisor Mar dissented in Committee.)

REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors, by the following vote:

Ayes: 2 - Farrell, Tang

Noes: 1 - Mar

150625 [Business and Tax Regulations, Police Codes - Exempting Certain Parking Stations and Hotels]

Sponsor: Wiener

Ordinance amending the Business and Tax Regulations Code to exempt parking stations and hotels earning less than \$40,000 in gross annual rental revenue from the requirements to obtain a certificate of authority and to make monthly remittances, and to exempt such parking stations from the requirement to obtain a parking tax bond.

06/09/15; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 7/9/2015.

07/08/15; REFERRED TO DEPARTMENT. Referred to the Office of the Treasurer and Tax Collector for informational purposes.

Heard in Committee. Speakers: Amanda Fried (Treasurer and Tax Collector's Office); Jon Givner (City Attorney's Office); provided an overview and responded to questions raised throughout the discussion.

Vice-Chair Tang moved, that this Ordinance be AMENDED on Page 13, Line 19, by adding '(a)(2)' after '6.9-3'. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Mar

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150509 [Lease Agreement - WDFG North America, LLC - Terminal 3 Specialty Retail Store - \$162,642 Minimum Annual Guarantee]

Resolution approving the Terminal 3 Specialty Retail Store Lease A between WDFG North America, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, with a minimum annual guarantee of \$162,642 during the first year of the Lease for a five-year term to commence following Board approval, with a two-year option to extend exercisable at the sole discretion of the Airport Commission. (Airport Commission)

05/15/15; RECEIVED FROM DEPARTMENT.

06/02/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150649 [Accept and Expend Grant - Federal Highway Bridge Replacement and Rehabilitation Program - 4th Street Bridge - \$11,420,360]**Sponsor: Mayor**

Resolution retroactively authorizing Public Works to accept and expend a grant in the amount of \$11,420,360 from the Federal Highway Bridge Replacement and Rehabilitation Program - 4th Street Bridge for reimbursement of eligible project and settlement costs incurred by the City and County of San Francisco for the period of January 1, 2007, through January 12, 2012.

(Fiscal Impact)

06/16/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Julie Dawson (Public Works); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice-Chair Tang moved that this Resolution be AMENDED on Page 1, Line 21, by striking '\$11,168,368' and adding '\$11,420,360'. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Mar

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150728 [Sale of City Property - 30 Van Ness Avenue - No Less Than \$87,000,000; Appropriation to Defeasance Certificates of Participation - Up to \$31,770,000]**Sponsor: Mayor**

Ordinance authorizing the sale, by public competitive bid, of City-owned property located at 30 Van Ness Avenue for not less than \$87,000,000; authorizing the use of a portion of the proceeds from the sale for the defeasance of up to \$25,870,000 outstanding principal amount of Certificates of Participation (30 Van Ness Property) Series 2001A, up to \$5,900,000 outstanding principal amount of Certificates of Participation (City Office Buildings-Multiple Properties Project) Series 2007A, and appropriating funds for such defeasance; excluding the sale from the requirements of the Surplus Property Ordinance; affirming the Planning Department's determination under the California Environmental Quality Act; and adopting findings that the sale is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

(Fiscal Impact)

(Supervisor Mar dissented in Committee.)

07/07/15; ASSIGNED to Budget and Finance Committee. President Breed waived the 30-day rule on July 8, 2015.

07/09/15; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: John Updike, Director (Division of Real Estate); Jon Givner (City Attorney's Office); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Miquel Carrera; Jesus Perez; spoke in opposition to the hearing matter.

Member Mar moved that this Ordinance be CONTINUED TO CALL OF THE CHAIR. The motion failed by the following vote:

Ayes: 1 - Mar

Noes: 2 - Farrell, Tang

Member Mar moved to RESCIND the previous vote. The motion carried by the following vote:

Ayes - Farrell, Tang, Mar

(Member Mar dissented in Committee.)

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

Ayes: 2 - Farrell, Tang

Noes: 1 - Mar

150733 [Accept and Expend Grant - San Francisco Interfaith Council - San Francisco Navigation Center - \$2,925,000]**Sponsors: Mayor; Farrell and Campos**

Resolution retroactively authorizing the Mayor's Office of Housing Opportunity, Partnerships and Engagement to accept and expend a grant in the amount of \$2,925,000 from the San Francisco Interfaith Council for the purpose of renovating and opening the San Francisco Navigation Center and assisting with supportive housing exits for a one-year term for the period of January 26, 2015, through January 31, 2016.

07/07/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Bevan Dufty, Director (Office of Housing Opportunity, Partnerships and Engagement); provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke neither in support nor opposition to the hearing matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150730 [Business and Tax Regulations Code - Procedural Rules for Refunds of Business Taxes and Real Property Transfer Taxes]**Sponsor: Farrell**

Ordinance amending the Business and Tax Regulations Code to conform the City's business tax and real property transfer tax refund provisions to State law, expand the circumstances and extend the time in which the Tax Collector can issue refunds of business taxes, extend the date on which a claim accrues for purposes of filing a claim for refund of business taxes, and make other revisions to the City's rules regarding refunds of business taxes and real property transfer taxes.

07/07/15; ASSIGNED to Budget and Finance Committee. President Breed waived the 30-day rule on July 8, 2015.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Amanda Fried (Treasurer and Tax Collector's Office); provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke neither in support nor opposition to the hearing matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

File Nos. 150738 and 150739 were heard together.

150738 [Multifamily Housing Revenue Bonds - 250 Fremont Street - Not to Exceed \$19,300,000]**Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "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 \$19,300,000 for 250 Fremont 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 \$19,300,000; 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.

07/07/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Elizabeth Colomello (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150739 [Multifamily Housing Revenue Bonds - 422-498 Folsom Street - Not to Exceed \$263,100,000]**Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "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 \$263,100,000 for 422-498 Folsom 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 \$263,100,000; 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.

07/07/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

07/10/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Elizabeth Colomello (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

ADJOURNMENT

The meeting adjourned at 1:10 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.