



City and County of San Francisco

Meeting Agenda

Budget and Finance Committee

Members: Connie Chan, Matt Dorsey

Clerk: Brent Jalipa

(415) 554-7712 ~ brent.jalipa@sfgov.org

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

Wednesday, December 3, 2025

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

ROLL CALL AND ANNOUNCEMENTS

COMMUNICATIONS

AGENDA CHANGES

REGULAR AGENDA

1. [251111](#) **[Accept and Expend Grant - Retroactive - California Department of Insurance - Workers' Compensation Insurance Fraud Program - \$1,122,888]**
Sponsor: Mayor
Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant in the amount of \$1,122,888 from the California Department of Insurance for the Workers' Compensation Insurance Fraud Program, for the grant period of July 1, 2025, through June 30, 2026. (District Attorney)

11/4/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.
2. [251154](#) **[Accept and Expend Grant - Retroactive - California Department of Insurance - Automobile Insurance Fraud Program - \$347,069]**
Sponsor: Mayor
Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant in the amount of \$347,069 from the California Department of Insurance for the Automobile Insurance Fraud Program, for the grant period of July 1, 2025, through June 30, 2026. (District Attorney)

11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

3. [251104](#) **[Grant Agreement Amendment - Episcopal Community Services - Sanctuary Shelter - Not to Exceed \$40,896,141]**

Sponsor: Mayor

Resolution approving the third amendment to the grant agreement between Episcopal Community Services and the Department of Homelessness and Supportive Housing ("HSH") for shelter services at Sanctuary Shelter; extending the grant term by 24 months from June 30, 2026, for a total term of July 1, 2021, through June 30, 2028; increasing the agreement amount by \$15,140,870 for a new total amount not to exceed \$40,896,141; and authorizing HSH to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Department of Homelessness and Supportive Housing)

(Fiscal Impact)

11/4/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

4. [251105](#) **[Grant Agreement Amendment - Felton Institute - Bayview Drop-In Resource Center - Not to Exceed \$16,854,149]**

Sponsors: Mayor; Walton

Resolution approving the third amendment to the grant agreement between Felton Institute and the Department of Homelessness and Supportive Housing ("HSH") for Drop-in Center operations, extending the grant term by 24 months from June 30, 2026, for a total term of October 1, 2022, through June 30, 2028, and increasing the agreement amount by \$7,134,976 for a new total amount not to exceed \$16,854,149; and authorizing HSH to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Department of Homelessness and Supportive Housing)

(Fiscal Impact)

11/4/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

5. [251108](#) **[Execute Standard Agreement - Not to Exceed \$39,044,030 - Accept and Expend Homekey+ Grant - California Department of Housing and Community Development - Permanent Supportive Housing for Veterans - 1035 Van Ness Avenue - Not to Exceed \$3,000,000]**

Sponsor: Mayor

Resolution authorizing the City and County of San Francisco ("City"), through the Department of Homelessness and Supportive Housing ("HSH"), to 1) execute a Standard Agreement with the California Department of Housing and Community Development ("HCD") and co-applicants Swords to Plowshares: Veterans Rights Organization and 1035Vets LLC for a total award not to exceed \$39,044,030 under the Homekey+ Program, including up to \$36,044,030 disbursed by HCD as a grant to 1035Vets LLC for acquisition of real property located at 1035 Van Ness for permanent supportive housing for veterans (the "Property") and support of operating costs, and up to \$3,000,000 disbursed by HCD as a grant to the City for rehabilitation of the Property; 2) accept and expend anticipated revenue from the City's portion of Homekey+ grant funds in an amount up to \$3,000,000 for the rehabilitation of the Property; 3) approving and authorizing the City to commit up to \$8,000,000 in required matching funds for rehabilitation of the Property and a minimum of five years of operating subsidy, additionally the City committed up to 15 years of operating subsidies through the City's Local Operating Subsidy Program ("LOSP") subject to budget appropriations; 4) authorizing the City to assume any joint and several liability for expenditure of the Homekey+ grant under the Standard Agreement; 5) adopting the Planning Department's findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and 6) authorizing HSH to enter into any additions, amendments, or other modifications to the Standard Agreement and the Homekey+ Documents that do not materially increase the obligations or liabilities of the City or materially decrease the benefits to the City. (Department of Homelessness and Supportive Housing)

(Fiscal Impact)

11/4/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

6. [251147](#) **[Loan and Grant Agreement - 1035Vets LLC - 1035 Van Ness Avenue - 100% Affordable Veterans Permanent Supportive Housing - Not to Exceed \$11,000,000]**

Sponsor: Mayor

Resolution approving and authorizing a Loan and Grant Agreement in an amount not to exceed \$11,000,000 consisting of a loan in the amount of \$8,000,000 for a minimum term of 55 years and a grant in the amount of \$3,000,000 with 1035Vets LLC for the purpose of rehabilitating real property located at 1035 Van Ness Avenue ("1035 Van Ness") into 124 units of permanent supportive housing for veterans exiting homelessness under the Homekey+ Program administered by the California Department of Housing and Community Development (the "Project"); 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; authorizing the Mayor and the Director of Mayor's Office of Housing and Community Development ("MOHCD") to execute the Loan and Grant Agreement, and make certain modifications to such agreements, as defined herein, and take certain actions in furtherance of this Resolution, as defined herein; and authorizing the Director of MOHCD to enter into any additions, amendments, or other modifications to the Loan and Grant Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution.

(Fiscal Impact)

11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

7. **251109** **[Execute Standard Agreement - Not to Exceed \$17,291,506 - Retroactive - Accept and Expend Homekey+ Grant - California Department of Housing and Community Development - Permanent Supportive Housing - 835 Turk Street - Not to Exceed \$13,729,907]**

Sponsor: Mayor

Resolution authorizing the City and County of San Francisco ("City"), through the Department of Homelessness and Supportive Housing ("HSH"), to 1) execute a Standard Agreement with the California Department of Housing and Community Development ("HCD") and co-applicants 835 Turk LLC and Five Keys Schools and Programs for a total award not to exceed \$17,291,506 under the Homekey+ Program, including up to \$3,561,599 disbursed by HCD as a grant to 835 Turk LLC for support of operating costs and up to \$13,729,907 disbursed by HCD as a grant to the City for the rehabilitation and associated relocation costs for the real property located at 835 Turk Street for permanent supportive housing (the "Property"); 2) retroactively accept and expend anticipated revenue from the City's portion of Homekey+ grant funds in an amount up to \$13,729,907 to support the rehabilitation and associated relocation costs for the Property for costs incurred from March 5, 2024, through HCD's capital grant expenditure deadline; 3) approving and authorizing the City to commit approximately \$16,270,093 in required matching funds for rehabilitation of the Property and a minimum of five years of operating subsidies, additionally the City has committed up to 15 years of operating subsidies through the City's Local Operating Subsidy Program subject to budget appropriations; 4) authorizing the City to assume any joint and several liability for expenditure of the Homekey+ grant under the Standard Agreement; 5) adopting the Planning Department's findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and 6) authorizing HSH to enter into any additions, amendments, or other modifications to the Standard Agreement and the Homekey+ Documents that do not materially increase the obligations or liabilities of the City or materially decrease the benefits to the City. (Department of Homelessness and Supportive Housing)

(Fiscal Impact)

11/4/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

8. [251155](#) **[Ground Lease and Loan and Grant Agreement - 835 Turk LLC - 835 Turk Street - 100% Permanent Supportive Housing - \$1 Total Ground Lease Rent - Loan Not to Exceed \$12,922,000 - Grant Not to Exceed \$13,729,907]**

Sponsor: Mayor

Resolution 1) approving and authorizing the Director of Property and the Department of Homelessness and Supportive Housing ("HSH") to enter into a Ground Lease for real property owned by the City located at 835 Turk Street ("Property") with 835 Turk LLC for a lease term of 55 years and total rent not to exceed \$1 ("Ground Lease") in order to rehabilitate and operate a 100% permanent supportive housing, 106-unit multifamily rental housing development affordable to very low-income households, plus one manager's unit on the Property (the "Project"); 2) approving and authorizing the Mayor and the Director of the Mayor's Office of Housing and Community Development ("MOHCD") to enter into a Loan and Grant Agreement with 835 Turk LLC to finance the development and rehabilitation of the Project with a) a loan in an amount not to exceed \$12,922,000 for a minimum loan term of 55 years and b) a grant in an amount not to exceed \$13,729,907 from California Department of Housing and Community Development Homekey+ funds; 3) adopting findings declaring that the Property is "exempt surplus land" pursuant to the California Surplus Lands Act; 4) determining that the less than market rent payable under the Ground Lease will serve a public purpose by providing affordable housing for low-income households in need, in accordance with Section 23.30 of the Administrative Code; 5) 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(b); and 6) authorizing the Director of Property, the Director of MOHCD, and/or the Executive Director of HSH, or their designees, to execute and make certain modifications to such agreements, as defined herein, and take certain actions in furtherance of this Resolution, as defined herein.

(Fiscal Impact)

11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

9. [251130](#) **[Contract Amendment - Priority Healthcare Distribution, Inc. d/b/a CuraScript Specialty Distribution - Procurement of Specialty Drugs - Not to Exceed \$98,480,168]**

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 Priority Healthcare Distribution, Inc. d/b/a CuraScript Specialty Distribution, for the procurement of specialty drugs, to extend the term by four years from November 30, 2026, for a total term of December 1, 2023, through November 30, 2030, and to increase the amount by \$89,480,168 for a total not to exceed amount of \$98,480,168; 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)

11/10/25; RECEIVED FROM DEPARTMENT.

11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.

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10. [251131](#) **[Contract Amendment - Hyde Street Community Services, Inc. - Mental Health Services - Not to Exceed \$38,789,762]**
Resolution approving Amendment No. 2 to the agreement between the City and County of San Francisco, acting by and through, the Department of Public Health (DPH), and Hyde Street Community Services, Inc., to provide mental health services, to extend the term by two years from June 30, 2026, for a total term of July 1, 2018, through June 30, 2028, and to increase the amount by \$11,758,765 for a total not to exceed amount of \$38,789,762; 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)
- 11/10/25; RECEIVED FROM DEPARTMENT.
- 11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.
11. [251145](#) **[Grant Agreement - California Department of Social Services - Community Care Expansion Preservation Projects - Anticipated Revenue of \$7,431,615]**
Sponsor: Mayor
Resolution approving an agreement between the City and County of San Francisco, acting by and through its Department of Public Health (DPH), and the California Department of Social Services and its third-party administrator BDO Government Services, LLC, having anticipated revenue of \$7,431,615 for a performance base period commencing on execution of the Grant Agreement through June 30, 2029; and authorizing 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)
- 11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.
12. [251125](#) **[Agreement Amendment - Active Networks, LLC - City Registration and Facility Reservation System - Term Extension]**
Resolution authorizing a two-year extension of the agreement amendment between the Recreation and Park Department and Active Network, LLC for use of City recreation programs and facility reservations for a term from December 31, 2025, from January 1, 2016, through December 31, 2027, with no change to the contract amount of \$100,000 annually, and to update certain standard contractual clauses. (Recreation and Park Department)
- 11/3/25; RECEIVED FROM DEPARTMENT.
- 11/18/25; RECEIVED AND ASSIGNED to the Budget and Finance Committee.
13. [250929](#) **[Business and Tax Regulations Code - Cannabis Business Tax Repeal]**
Sponsors: Mandelman; Dorsey, Sauter and Mahmood
Ordinance amending the Business and Tax Regulations Code to repeal the cannabis business tax beginning on January 1, 2026, and remove references to the cannabis business tax from the common administrative provisions of the Code.
- (Fiscal Impact)
- 9/9/25; ASSIGNED UNDER 30 DAY RULE to the Budget and Finance Committee.
- 9/15/25; REFERRED TO DEPARTMENT.

ADJOURNMENT

LEGISLATION UNDER THE 30-DAY RULE

NOTE: The following legislation will not be considered at this meeting. Board Rule 3.22 provides that when an Ordinance or Resolution is introduced which would CREATE OR REVISE MAJOR CITY POLICY, the Committee to which the legislation is assigned shall not consider the legislation until at least thirty days after the date of introduction. The provisions of this rule shall not apply to the routine operations of the departments of the City or when a legal time limit controls the hearing timing. In general, the rule shall not apply to hearings to consider subject matter when no legislation has been presented, nor shall the rule apply to resolutions which simply URGE action to be taken.

(There is no legislation pending under the 30-Day Rule)

The Levine Act

Pursuant to California Government Code, Section 84308, Members of the Board who have received campaign contributions totaling more than \$500 may be required to disclose that fact on the record of the proceeding. Parties and their paid agents may also be required to disclose on the record any campaign contributions made to a Member of the Board that meets the following qualifications for disclosure. A Member of the Board of Supervisors is disqualified and must recuse themselves on any agenda item involving business, professional, trade, and land use licenses or permits and all other entitlements for use, if they received more than \$500 in campaign contributions from the applicant or contractor, an agent of the applicant or contractor, or any financially interested participant within the 12 months prior to the final decision; and for 12 months following the date of the final decision, a Member of the Board shall not accept, solicit, or direct a campaign contribution of \$500 or more from the applicant or contractor, an agent of the applicant or contractor, or any financially interested participant. The foregoing statements do not constitute legal advice. Parties, participants, and their agents are urged to consult their own legal counsel regarding the requirements of the law. For more information about these disclosures, visit www.sfethics.org.

Agenda Item Information

Each item on the Consent or Regular agenda may include the following 1) Legislation; 2) Budget and Legislative Analyst report; 3) Department or Agency cover letter and/or report; 4) Public correspondence. These items are available for review at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244 or at www.sfbos.org/legislative-research-center-lrc.

Meeting Procedures

The Board of Supervisors is the legislative body of the City and County of San Francisco. The Board has several standing committees where legislation is the subject of hearings at which members of the public are urged to testify. The full Board does not hold a second public hearing on measures which have been heard in committee.

Board procedures do not permit: 1) vocal or audible support or opposition to statements by Supervisors or by other persons testifying; 2) ringing and use of cell phones or electronic devices; 3) bringing in or displaying signs in the meeting room; or 4) standing in the meeting room. Each member of the public will be allotted the same maximum number of minutes to speak as set by the President or Chair at the beginning of each item or public comment, excluding City representatives; except that public speakers using interpretation assistance will be allowed to testify for twice the amount of time. Members of the public who want to display a document should place it on the overhead during their public comment and remove the document when they want the screen to return to live coverage of the meeting.

IMPORTANT INFORMATION: The public is encouraged to testify at Board and Committee meetings. Persons unable to attend the meeting may submit to the City, by the time the proceedings begin, written comments regarding agenda items for the official public record. Written communications should be submitted to the Clerk of the Board or the Clerk of the Committee: 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102. Communications not received prior to the hearing may be delivered to the Clerk of the Board or the Clerk of the Committee and will be shared with the Members.

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LANGUAGE INTERPRETERS: Language services are available in Spanish, Chinese and Filipino for requests made at least two (2) business days in advance of the meeting, to help ensure availability. For more information or to request services, contact bos@sfgov.org or call (415) 554-5184.

傳譯服務: 所有常規及特別市參事會會議和常務委員會會議將提供西班牙文, 中文以及菲律賓文的傳譯服務, 但必須在會議前最少兩 (2) 個工作日作出請求, 以確保能獲取到傳譯服務. 將因應請求提供交替傳譯服務, 以便公眾向有關政府機構發表意見. 如需更多資訊或請求有關服務, 請發電郵至 bos@sfgov.org 或致電 (415) 554-5184 聯絡我們.

INTÉRPRETES DE IDIOMAS: Para asegurar la disponibilidad de los servicios de interpretación en chino, filipino y español, presente su petición por lo menos con dos (2) días hábiles de antelación previo a la reunión. Para más información o para solicitar los servicios, envíe su mensaje a bos@sfgov.org o llame al (415) 554-5184.

TAGA SALIN-WIKA: Ipaabot sa amin ang mga kahilingan sa pag salin-wika sa Kastila, Tsino at Pilipino ng hindi bababa sa dalawang araw bago ang pulong. Makakatulong ito upang tiyakin na ang mga serbisyo ay nakalaan at nakahanda. Para sa dagdag kaalaman o para humiling ng serbisyo, maki pagugnayan po sa bos@sfgov.org o tumawag sa (415) 554-5184.

Americans with Disabilities Act (ADA) and Reasonable Accommodations

Title II of the ADA requires that all programs offered through the state and local government such as the City and County of San Francisco be accessible and usable to people with disabilities. The ADA and City policy require that people with disabilities have equal access to all City services, activities, and benefits. If you believe your rights under the ADA are violated, contact the ADA Coordinator. Ordinance No. 90-10 added Section 2A.22.3 to the Administrative Code, which adopted a Citywide Americans with Disabilities Act Reasonable Modification Policy.

Meetings are real-time captioned and cablecast open-captioned on SFGovTV (www.sfgovtv.org) or Cable Channels 26, 28, 78 or 99 (depending on your provider). Board and Committee meeting agendas and minutes are available on the Board's website www.sfbos.org and adhere to web development Federal Access Board's Section 508 Guidelines. For reasonable accommodations, please email Board.of.Supervisors@sfgov.org, or call (415) 554-5184 or (415) 554-5227 (TTY). Board of Supervisors' Rules of Order 1.3.3 does not permit remote public comment by members of the public at meetings of the Board and its committees, except as legally required to enable people with disabilities to participate in such meetings. If you require remote access as a means of reasonable accommodation under ADA, please contact the Clerk's Office to request remote access, including a description of the functional limitation(s) that precludes your ability to attend in person. Requests made at least two (2) business days in advance of the meeting will help to ensure availability. For further assistance, please contact Wilson Ng, ADA Coordinator, at Wilson.L.Ng@sfgov.org.

Know Your Rights Under The Sunshine Ordinance

Commissions, boards, councils, and other agencies of the City and County exist to conduct the people's business. This ordinance assures that deliberations are conducted before the people and that City operations are open to the people's review. For information on your rights under the Sunshine Ordinance (San Francisco Administrative Code, Chapter 67) or to report a violation of the ordinance, contact by mail Sunshine Ordinance Task Force, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco CA 94102; phone at (415) 554-7724; fax at (415) 554-5163; or by email at sotf@sfgov.org. Citizens may obtain a free copy of the Sunshine Ordinance by printing the San Francisco Administrative Code, Chapter 67, on the Internet at www.sfbos.org/sunshine.

Ethics Requirements

Individuals and entities that influence or attempt to influence local legislative or administrative action may be required by the San Francisco Lobbyist Ordinance (Campaign & Governmental Conduct Code, Section 2.100) to register and report lobbying activity. For more information about the Lobbyist Ordinance, please contact the Ethics Commission at 25 Van Ness Avenue, Suite 220, San Francisco, CA 94102; (415) 252-3100; fax (415) 252-3112; website www.sfgov.org/ethics.

Under Campaign and Governmental Conduct Code, Section 1.127, no person or entity with a financial interest in a land use matter pending before the Board of Appeals, Board of Supervisors, Building Inspection Commission, Commission on Community Investment and Infrastructure, Historic Preservation Commission, Planning Commission, Port Commission, or the Treasure Island Development Authority Board of Directors, may make a campaign contribution to a member of the Board of Supervisors, the Mayor, the City Attorney, or a candidate for any of those offices, from the date the land use matter commenced until 12 months after the board or commission has made a final decision, or any appeal to another City agency from that decision has been resolved. For more information about this restriction, visit www.sfethics.org.