



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: Malia Cohen, Norman Yee, Katy Tang, Jane Kim, Jeff Sheehy

Clerk: Linda Wong (415) 554-7719

Thursday, June 8, 2017

10:00 AM

City Hall, Legislative Chamber, Room 250

Rescheduled Meeting

Present: 5 - Malia Cohen, Norman Yee, Katy Tang, Jane Kim, and Jeff Sheehy

The Budget and Finance Committee met in regular session on Thursday, June 8, 2017, with Chair Malia Cohen presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Cohen called the meeting to order at 10:03 a.m. On the call of the roll, Chair Cohen, Vice Chair Yee, Member Tang, Member Kim, and Member Sheehy were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

170672 [Administrative Code - Board of Appeals Surcharges - Permit Fees]

Sponsor: Mayor

Ordinance amending the Administrative Code to adjust existing surcharges on permit fees, license fees, permit review fees, and permit and license renewal fees for permits and licenses issued by the Planning Department, Department of Building Inspection, Department of Public Health, and Police Department that may be appealed to the Board of Appeals.

06/01/17; RECEIVED.

06/02/17; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

06/06/17; ASSIGNED to Budget and Finance Committee. 6/1/2017 - President Breed submitted a Presidential Action Memo waiving the 30-day rule, pursuant to Board Rule 3.23.

Heard in Committee. Speakers: Michelle Allersma (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke neither in support nor opposition to the hearing matter.

Member Tang, seconded by Member Sheehy, moved that this Resolution be RECOMMENDED to the Board of Supervisors meeting of July 11, 2017. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170587 [Amendment to Memorandum of Understanding - San Francisco Local Agency Formation Commission - Not to Exceed \$2,100,000]

Resolution authorizing the General Manager of the San Francisco Public Utilities Commission to execute the third amendment to the Memorandum of Understanding with the San Francisco Local Agency Formation Commission, extending its duration by two years, for a total agreement duration of 11 years from FY2008-2009 through FY2018-2019, with no change to the total amount not to exceed \$2,100,000 pursuant to Charter, Section 9.118. (Public Utilities Commission)

05/12/17; RECEIVED FROM DEPARTMENT.

05/23/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Mike Hyams (Public Utilities Commission); Jason Fried, Executive Officer (San Francisco Local Agency Formation Commission); provided an overview and responded to questions raised throughout the discussion. Jeff Goldsman; spoke in support of the hearing matter.

Vice Chair Yee, seconded by Member Kim, moved that this Resolution be RECOMMENDED. The motion FAILED by the following vote:

Ayes: 2 - Yee, Kim

Noes: 3 - Cohen, Tang, Sheehy

170629 [Multifamily Housing Revenue Bonds - 1601 Mariposa Apartments - Not to Exceed \$240,000,000]

Sponsor: Cohen

Resolution authorizing the issuance and delivery of multifamily housing revenue bonds in an aggregate principal amount not to exceed \$240,000,000 for the purpose of providing financing for the acquisition and construction of a 299-unit multifamily rental housing project located at 1601 and 1677 Mariposa Street, 485-497 Carolina Street, 395 and 420 Wisconsin Street, and 210 Arkansas Street (also known as 1601 Mariposa Apartments); approving the form of and authorizing the execution of an indenture of trust providing the terms and conditions of the multifamily housing revenue bonds and authorizing the execution and delivery thereof; approving the forms of and authorizing the execution of certain loan documents; approving the form of and authorizing the execution of a bond purchase agreement for such bonds; approving the form of and authorizing an official statement for such bonds and authorizing the distribution thereof; approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; approving the form of and authorizing the execution of an intercreditor agreement; authorizing the collection of certain fees; ratifying and approving any action heretofore taken in connection with the bonds and the project; granting general authority to City officials to take actions necessary to implement this Resolution, subject to the terms of this Resolution; and related matters, as defined herein.

05/23/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

06/01/17; TRANSFERRED to Budget and Finance Committee.

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

Member Tang, seconded by Chair Cohen, moved that this Resolution be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

Chair Cohen requested File Nos. 170480, 170481, 170482, 170483, 170484, 170485, and 170486 be called together.

170480 [Authorizing New Program Administrators - California Statewide Communities Development Authority Open Property-Assessed Clean Energy Program - Soft Story and Renewable Energy Financing]

Sponsor: Farrell

Resolution authorizing new program administrators in the California Statewide Communities Development Authority ("CSCDA") Open Property-Assessed Clean Energy Program; authorizing the CSCDA to accept applications from property owners, conduct contractual assessment proceedings, and levy contractual assessments within the territory of the City and County of San Francisco; and authorizing related actions as defined in this Resolution.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Planning Department of environmental review.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller's Office, Department of the Environment, Controller's Office of Public Finance, and the Mayor's Office for informational purposes.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170481 [Execution of Member Acknowledgement Addendums - Regional Collaborative Services Agreement - Association of Bay Area Governments]

Sponsor: Farrell

Resolution authorizing the execution of member acknowledgement addendums of the Regional Collaborative Services Agreement with the Association of Bay Area Governments to safeguard consumer interest of San Francisco residents' participation in residential Property-Assessed Clean Energy ("PACE") Programs.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller's Office, Controller's Office of Public Finance and the Department of the Environment for informational purposes.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170482 [Authorizing Inclusion of City Properties in Golden State Finance Authority Property-Assessed Clean Energy Program]**Sponsor: Farrell**

Resolution authorizing inclusion of properties within the City and County of San Francisco in the Golden State Finance Authority Property-Assessed Clean Energy Program to finance renewable energy generation, energy and water efficiency improvements, electric vehicle charging infrastructure, and other authorized improvements.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller's Office, Treasurer and Tax Collector's Office, Controller's Office of Public Finance, and the Department of Environment for informational purposes.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170483 [Authorizing Inclusion of City Properties in Golden State Finance Authority Community Facilities District No. 2014-1 (Clean Energy) Property-Assessed Clean Energy Programs]**Sponsor: Farrell**

Resolution authorizing inclusion of properties within the City and County of San Francisco's territory in the Golden State Finance Authority Community Facilities District No. 2014-1 (Clean Energy) Property-Assessed Clean Energy Program to finance renewable energy improvements, energy efficiency and water conservation improvements, electric vehicle charging infrastructure, and other authorized improvements.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller's Office, Department of the Environment, and Controller's Office of Public Finance for informational purposes.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170484 [Authorizing Inclusion of Figtree Property-Assessed Clean Energy (“PACE”) Program in California Enterprise Development Renewable PACE Programs]

Sponsor: Farrell

Resolution authorizing the inclusion of the Figtree Property-Assessed Clean Energy (“PACE”) Program in the City and County of San Francisco’s Renewable PACE Program through the California Enterprise Development Authority; and authorizing the California Enterprise Development Authority to conduct contractual assessment proceedings and levy contractual assessments within the territory of the City and County of San Francisco; and authorizing related actions, as defined herein.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller’s Office, Department of the Environment, and the Controller’s Office of Public Finance for informational purposes.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170485 [Authorizing Inclusion of City Properties in California Municipal Finance Authority Open Property-Assessed Clean Energy Programs]

Sponsor: Farrell

Resolution authorizing the inclusion of properties within the territory of the City and County of San Francisco in the California Municipal Finance Authority Open Property-Assessed Clean Energy (“PACE”) Programs; authorizing the California Municipal Finance Authority to accept applications from City property owners, conduct contractual assessment proceedings and levy contractual assessments within the territory of the City and County of San Francisco; and authorizing related actions, as defined herein.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller’s Office, Department of the Environment, and the Controller’s Office of Public Finance for informational purposes.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170486 [Authorizing Agreement for Collection of Special Taxes and Contractual Assessments - San Francisco Property-Assessed Clean Energy Program]**Sponsor: Farrell**

Resolution approving and authorizing execution of an agreement for collection of special taxes and contractual assessments between the City and County of San Francisco and the Golden State Finance Authority for residential, commercial, industrial and agricultural properties to address high up-front costs for property owners who wish to improve their properties through installation of measures that will generate renewable energy or reduce their energy and water use through a Property-Assessed Clean Energy ("PACE") Program; and authorizing related actions, as defined herein.

04/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

05/24/17; REFERRED TO DEPARTMENT. Referred to the Controller's Office, Department of the Environment, Controller's Office of Public Finance, and Office of the Treasurer and Tax Collector for informational purposes.

05/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Chair Cohen, moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

Chair Cohen requested File Nos. 170651, 170652, 170655, and 170657 be called together.

170651 [Proposed Interim Budget and Appropriation Ordinance for Departments - FYs 2017-2018 and 2018-2019]**Sponsor: Mayor**

Proposed Interim Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for Departments of the City and County of San Francisco as of May 31, 2017, for the FYs ending June 30, 2018, and June 30, 2019.

06/01/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ben Rosenfield, City Controller (Office of the City Controller); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Member Tang, seconded by Vice Chair Yee, moved that the Administrative Provisions be AMENDED, to make clarifying amendments. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

Vice Chair Yee, seconded by Chair Cohen, moved that this Ordinance be RECOMMENDED AS AMENDED AS A COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170652 [Proposed Interim Annual Salary Ordinance - FYs 2017-2018 and 2018-2019]**Sponsor: Mayor**

Proposed Interim Annual Salary Ordinance enumerating positions in the Annual Budget and Appropriation Ordinance for the FYs ending June 30, 2018, and June 30, 2019, continuing, creating, or establishing these positions; enumerating and including therein all positions created by Charter or State law for which compensations are paid from City and County funds and appropriated in the Annual Appropriation Ordinance; authorizing appointments or continuation of appointments thereto; specifying and fixing the compensations and work schedules thereof; and authorizing appointments to temporary positions and fixing compensations therefore.

06/01/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ben Rosenfield, City Controller (Office of the City Controller); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Yee, seconded by Chair Cohen, moved that this Ordinance be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

Chair Cohen requested File Nos. 170653 and 170645 be heard together.

Member Kim was noted absent at 11:34 a.m., and for the remainder of the meeting.

Chair Cohen was noted absent at 12:34 p.m., and for the remainder of the meeting.

170653 [Proposed Budget and Appropriation Ordinance for Departments - FYs 2017-2018 and 2018-2019]**Sponsor: Mayor**

Proposed Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for Departments of the City and County of San Francisco as of May 31, 2017, for the FYs ending June 30, 2018, and June 30, 2019.

06/01/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dr. Jonathan Foley, Executive Director, and Mike McGee (Academy of Sciences); Michael L. Brown, Executive Officer (Civil Service Commission); Sheryl Davis, Executive Director (Human Rights Commission); Emily Murase, Executive Director (Department on the Statue of Women); LeeAnn Pelham, Executive Director (Ethics Commission); Marcia Bell, Director (Law Library); Robert Collins, Executive Director (Rent Board); Cynthia Goldstein, Executive Director (Permit Appeals Board); Ben Rosenfield, City Controller (Office of the Controller); provided an overview and responded to questions raised throughout the discussion.

Member Tang, seconded by Member Sheehy, moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of June 15, 2017. The motion carried by the following vote:

Ayes: 3 - Yee, Tang, Sheehy

Absent: 2 - Cohen, Kim

170654 [Proposed Annual Salary Ordinance - FYs 2017-2018 and 2018-2019]**Sponsor: Mayor**

Proposed Annual Salary Ordinance enumerating positions in the Annual Budget and Appropriation Ordinance for the FYs ending June 30, 2018, and June 30, 2019, continuing, creating, or establishing these positions; enumerating and including therein all positions created by Charter or State law for which compensations are paid from City and County funds and appropriated in the Annual Appropriation Ordinance; authorizing appointments or continuation of appointments thereto; specifying and fixing the compensations and work schedules thereof; and authorizing appointments to temporary positions and fixing compensations therefore.

06/01/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dr. Jonathan Foley, Executive Director, and Mike McGee (Academy of Sciences); Michael L. Brown, Executive Officer (Civil Service Commission); Sheryl Davis, Executive Director (Human Rights Commission); Emily Murase, Executive Director (Department on the Statue of Women); LeeAnn Pelham, Executive Director (Ethics Commission); Marcia Bell, Director (Law Library); Robert Collins, Executive Director (Rent Board); Cynthia Goldstein, Executive Director (Permit Appeals Board); Ben Rosenfield, City Controller (Office of the Controller); provided an overview and responded to questions raised throughout the discussion.

Member Tang, seconded by Member Sheehy, moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of June 15, 2017. The motion carried by the following vote:

Ayes: 3 - Yee, Tang, Sheehy

Absent: 2 - Cohen, Kim

170655 [Treasure Island Development Authority Interim Budget - FYs 2017-2018 and 2018-2019]**Sponsor: Mayor**

Resolution approving the Interim Budget of the Treasure Island Development Authority for FYs 2017-2018 and 2018-2019.

06/01/17; RECEIVED.

06/06/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ben Rosenfield, City Controller (Office of the City Controller); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Yee, seconded by Chair Cohen, moved that this Ordinance be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170656 [Treasure Island Development Authority Budget - FYs 2017-2018 and 2018-2019]**Sponsor: Mayor**

Resolution approving the Budget of the Treasure Island Development Authority for FYs 2017-2018 and 2018-2019.

06/01/17; RECEIVED.

06/06/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Member Sheehy, moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of June 15, 2017. The motion carried by the following vote:

Ayes: 3 - Yee, Tang, Sheehy

Absent: 2 - Cohen, Kim

170657 [Office of Community Investment and Infrastructure, Operating as Successor Agency to the San Francisco Redevelopment Agency, Interim Budget - FY2017-2018]**Sponsor: Mayor**

Resolution approving an Interim Budget of the Office of Community Investment and Infrastructure, operating as the Successor Agency to the San Francisco Redevelopment Agency, for FY2017-2018.

06/01/17; RECEIVED.

06/06/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ben Rosenfield, City Controller (Office of the City Controller); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Yee, seconded by Chair Cohen, moved that this Ordinance be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 5 - Cohen, Yee, Tang, Kim, Sheehy

170658 [Office of Community Investment and Infrastructure, Operating as Successor Agency to the San Francisco Redevelopment Agency - FY2017-2018 Budget]**Sponsor: Mayor**

Resolution approving the FY2017-2018 Budget of the Office of Community Investment and Infrastructure, operating as the Successor Agency to the San Francisco Redevelopment Agency.

06/01/17; RECEIVED.

06/06/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Member Tang, seconded by Member Sheehy, moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of June 15, 2017. The motion carried by the following vote:

Ayes: 3 - Yee, Tang, Sheehy

Absent: 2 - Cohen, Kim

170580 [Hearing - Voter-Required Spending Baselines]**Sponsors: Tang; Peskin**

Hearing on the Controller's Report "Voter-Required Spending Baselines in San Francisco and California; and requesting the Office of the Controller to report.

05/09/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Thomas Basse, spoke on the hearing matter.

Member Tang, seconded by Member Sheehy, moved that this Hearing be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Yee, Tang, Sheehy

Absent: 2 - Cohen, Kim

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:45 p.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.