



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: Mark Farrell, Katy Tang, Norman Yee

Clerk: Linda Wong (415) 554-7719

Wednesday, September 14, 2016

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

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

The Budget and Finance Committee met in regular session on Wednesday, September 14, 2016, with Chair Mark Farrell presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Farrell called the meeting to order at 10:15 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

160199 [Administrative Code - Prevailing Wages for Commercial Vehicle Loading and Unloading on City Property]**Sponsor: Wiener**

Ordinance amending the Administrative Code to require that prevailing wages be paid for work loading or unloading materials, goods, or products for special events on City park property, and the driving of commercial vehicles for that purpose.

(Fiscal Impact)

03/01/16; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 3/31/2016.

03/15/16; REFERRED TO DEPARTMENT. Referred to the Civil Service Commission, Recreation and Park Department, Office of Labor Standards Enforcement, Small Business Commission and the Film Commission for informational purposes.

04/05/16; TRANSFERRED to Budget and Finance Sub-Committee.

04/12/16; SUBSTITUTED AND ASSIGNED to Budget and Finance Sub-Committee.

04/14/16; TRANSFERRED to Budget and Finance Committee.

04/18/16; REFERRED TO DEPARTMENT. Referred substituted Ordinance to the Civil Service Commission, Recreation and park Department, Office of Labor Standards Enforcement, Small Business Commission and the Film Commission for information purposes.

04/20/16; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Andres Power (Office of Supervisor Scott Wiener); Harvey Rose (Office of the Budget and Legislative Analyst); Pat Mulligan, Director (Office of Labor Standards Enforcement); provided an overview and responded to questions raised throughout the discussion. Joseph Sullia; Male Speaker; Bill Cormartin; Terence M.; Terry McQue; Male Speaker; spoke in support of the hearing matter.

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 require that prevailing wages be paid for work loading or unloading materials, goods, or products for special events and shows on City property, and the driving of commercial vehicles for that purpose.

(Fiscal Impact)

CONTINUED AS AMENDED to the September 21, 2016, Budget and Finance Committee Meeting by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160693 [Accept and Expend In-Kind Gift - Codex, the Stanford Center for Legal Informatics - Data Analytics and Research Support - \$13,000]**Sponsor: Cohen**

Resolution retroactively authorizing the Office of the District Attorney to accept and expend an in-kind gift estimated at \$13,000 from Codex, The Stanford Center for Legal Informatics, for data analytics and research support for the project term of April 20, 2016, through April 19, 2018. (District Attorney)

06/14/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/17/16; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Max Szabo (Office of the District Attorney); 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

160887 [Financing - Portsmouth Plaza Parking Corporation - Not to Exceed \$12,500,000]

Resolution authorizing a financing to be undertaken by the City of San Francisco Portsmouth Plaza Parking Corporation on behalf of the City in an amount not to exceed \$12,500,000 and approving the forms of and authorizing the execution and delivery of documents reasonably necessary for such financing; ratifying and approving any action heretofore taken in connection with the financing; granting general authority to City officials to take actions necessary to implement this Resolution; and related matters. (Recreation and Park Department)

(Fiscal Impact)

07/25/16; RECEIVED FROM DEPARTMENT.

09/06/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Katharine Petrucione (Recreation and Park Department); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Gary Lee; spoke in support of the hearing matter.

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

Ayes: 3 - Farrell, Tang, Yee

160885 [Real Property Acquisition - Easements from TSE Serramonte, L.P. - Regional Groundwater Storage and Recovery Project, San Mateo County - \$23,170]

Resolution approving and authorizing the acquisition of one temporary construction easement and one permanent subsurface easement for a sanitary sewer and electrical line, from TSE Serramonte, L.P., a California limited partnership for \$23,170 to be used by the City and County of San Francisco under the Water System Improvement Program for the access, installation, modification, removal, inspection, maintenance, repair, replacement, periodic scheduled maintenance, emergency repairs, and construction of the project known as the Regional Groundwater Storage and Recovery Project, Project No. CUW30103; adopting findings under the California Environmental Quality Act; adopting findings that the conveyance is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and approving the Agreement and authorizing the Director of Property and/or the San Francisco Public Utilities Commission General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution, as defined herein. (Public Utilities Commission)

08/01/16; RECEIVED FROM DEPARTMENT.

09/06/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Brian Morelli (Public Utilities Commission); 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

160929 [Agreement Amendment - PRWT Services, Inc. - Citation Processing and Support Services - Not to Exceed \$76,777,789]

Resolution approving the fifth amendment to the agreement with PRWT Services, Inc., for citation processing and support services, increasing the contract amount by \$15,159,658 for a total contract amount not to exceed \$77,885,593 over the agreement term of November 1, 2008, through October 1, 2018. (Municipal Transportation Agency)
(Fiscal Impact)

08/24/16; RECEIVED FROM DEPARTMENT.

09/06/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Steve Lee (Municipal Transportation Agency); 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 to reduce the total not-to-exceed amount of the PRWT agreement to \$76,777,789. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Resolution approving the Fifth Amendment to the Agreement with PRWT Services, Inc., for citation processing and support services by increasing the contract amount by \$14,051,854, for a total contract amount not to exceed \$76,777,789 over the agreement term of November 1, 2008, through October 31, 2018. (Municipal Transportation Agency)
(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Chair Farrell requested File Nos. 160867, 160868, and 160850 be heard together.

160867 [Issuance of Taxable and Tax-Exempt General Obligation Bonds (Affordable Housing, 2015) - Not to Exceed \$310,000,000]

Sponsors: Mayor; Breed

Resolution providing for the issuance of not to exceed \$310,000,000 aggregate principal amount of City and County of San Francisco Taxable and Tax-Exempt General Obligation Bonds (Affordable Housing, 2015); authorizing the issuance and sale of said bonds; providing for the levy of a tax to pay the principal and interest thereof; providing for the appointment of depositories and other agents for said bonds; providing for the establishment of accounts related thereto; adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines and Administrative Code, Chapter 31; finding that the proposed project is in conformity with the priority policies of Planning Code, Section 101.1(8), and with the General Plan consistency requirement of Charter, Section 4.105, and Administrative Code, Section 2A.53; ratifying certain actions previously taken, as defined herein; and granting general authority to city officials to take necessary actions in connection with the issuance and sale of said bonds, as defined herein.

(Fiscal Impact)

07/26/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

08/09/16; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

09/08/16; RECEIVED FROM DEPARTMENT. Response received from the Planning Department indicating that the project is not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c) (2).

Heard in Committee. Speakers: Kate Hartley (Mayor's Office of Housing and Community Development); Vishal Trivedi (Office of the Controller); Harvey Rose (Office of the Budget and Legislative Analyst); 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

160868 [Sale of Taxable General Obligation Bonds (Affordable Housing, 2015), Series 2016F - Not to Exceed \$77,000,000]**Sponsors: Mayor; Breed**

Resolution authorizing the issuance and sale of not to exceed \$77,000,000 aggregate principal amount of City and County of San Francisco Taxable General Obligation Bonds (Affordable Housing, 2015), Series 2016F; prescribing the form and terms of said bonds; providing for the appointment of depositories and other agents for said bonds; providing for the establishment of accounts related to said bonds; authorizing the sale of said bonds by competitive or negotiated sale; approving the forms of Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of Bond Purchase Contract; approving the form of the Preliminary Official Statement and the form and execution of the Official Statement relating to the sale of said bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of said bonds, as defined herein.

(Fiscal Impact)

07/26/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

08/17/16; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review.

09/08/16; RECEIVED FROM DEPARTMENT. 9/8/16 - Response received from the Planning Department indicating that the project is not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c) (2).

Heard in Committee. Speakers: Kate Hartley (Mayor's Office of Housing and Community Development); Vishal Trivedi (Office of the Controller); Harvey Rose (Office of the Budget and Legislative Analyst); 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

160850 [Appropriation - Mayor's Office of Housing and Community Development - Proceeds from General Obligation Housing Bond - FY2016-2017 - \$77,000,000]**Sponsors: Mayor; Breed**

Ordinance appropriating \$77,000,000 of proceeds from the General Obligation Housing Bond, Series 2016F to the Mayor's Office of Housing and Community Development for Public Housing, Low-Income Housing, Investment in Mission Neighborhood, and Middle Income Housing-DALP and TND in FY2016-2017, and placing these funds on Controller's Reserve pending sale of the bonds.

(Fiscal Impact)

07/26/16; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/25/2016.

Heard in Committee. Speakers: Kate Hartley (Mayor's Office of Housing and Community Development); Vishal Trivedi (Office of the Controller); Harvey Rose (Office of the Budget and Legislative Analyst); 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

160869 [Multifamily Housing Revenue Bonds - 626 Mission Bay Boulevard North (also known as 1300 Fourth Street and Mission Bay South Block 6 East) - Not to Exceed \$52,500,000]

Sponsor: Kim

Resolution authorizing the issuance, sale and delivery of multifamily housing revenue bonds in an aggregate principal amount not to exceed \$52,500,000 for the purpose of providing financing for the construction of a 143-unit multifamily rental housing project known as 626 Mission Bay Boulevard North; approving the form of and authorizing the execution of an indenture of trust providing the terms and conditions of the bonds; 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 a loan agreement; authorizing the collection of certain fees; approving modifications, changes and additions to the documents, as defined herein; ratifying and approving any action heretofore taken in connection with the bonds and the project, as defined herein; granting general authority to City officials to take actions necessary to implement this Resolution; and related matters, as defined herein. (Mayor's Office of Housing and Community Development)

07/26/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Pamela Sims (Mayor's Office of Housing and Community Development); 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

160895 [Real Property Lease - SFP2 1360 Mission St., LLC - 1360 Mission St., First and Second Floors - \$763,110 Annual Base Rent]

Sponsors: Mayor; Kim

Resolution authorizing the lease of approximately 16,958 square feet at 1360 Mission Street, first and second floors, with SFP2 1360 Mission St., LLC, a California limited liability company, for a four year term to commence following Board approval through August 17, 2020, with one option to extend for one year, at the monthly base rent of \$63,592.50, for a total annual base rent of \$763,110.

(Fiscal Impact)

08/02/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Robert Walsh (Real Estate Division); 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 20, by deleting 'commencing on August 18, 2016'. 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

160892 [Administrative Code - San Francisco City College Enrollment Fee Assistance Fund]**Sponsors: Kim; Yee**

Ordinance amending the Administrative Code to establish the San Francisco City College Enrollment Fee Assistance Fund.

08/02/16; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 9/1/2016.

08/15/16; REFERRED TO DEPARTMENT. Referred to Youth Commission pursuant to Charter, Section 4.124 for comment and recommendation; Department of Children, Youth and Their Families, City College of San Francisco for informational purposes.

09/06/16; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee.

09/13/16; REFERRED TO DEPARTMENT. Referred to Youth Commission pursuant to Charter, Section 4.124 for comment and recommendation; Department of Children, Youth and Their Families, City College of San Francisco for informational purposes.

(Member Yee requested to be added as a co-sponsor.)

Heard in Committee. Speakers: Supervisor Jane Kim (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Tim Paulson; Thea Selby; Timothy Killikelly; Jennifer Worley; Jessica Buchsbaum; Clara Pinsky; Conny Ford; Tom Temprano; Giuliana; James Tracy; Monica Collins; Michael Lyon; Rev. Arnold Townsend; Alan Benjamin; Alisa Messer; Vivek (JJ) Narayan; spoke in support of the hearing matter.

Member Yee moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:54 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.