



City and County of San Francisco

Meeting Minutes - Final

Budget and Finance Committee

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

Members: Connie Chan, Matt Dorsey, Danny Sauter

*Clerk: Brent Jalipa
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Wednesday, January 28, 2026

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Connie Chan, Matt Dorsey, and Danny Sauter

The Budget and Finance Committee met in regular session on January 28, 2026, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:02 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan, Vice Chair Dorsey, and Member Sauter were noted present.

COMMUNICATIONS

Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public that public comment is taken on each item on the agenda. Alternatively, written comments may be submitted through email (brent.jalipa@sfgov.org) or the U.S. Postal Service at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

260027 [Accept and Expend Grant - California Department of Housing and Community Development - Prohousing Incentive Program - \$1,500,000]

Sponsors: Mayor; Mandelman and Dorsey

Resolution authorizing the City and County of San Francisco ("City"), acting by and through the Mayor's Office of Housing and Community Development ("MOHCD"), to execute a Standard Agreement with the California Department of Housing and Community Development ("HCD") for a grant awarded in the amount of \$1,500,000 under HCD's Prohousing Incentive Program ("PIP"); accept and expend anticipated revenue of PIP grant funds in the amount of \$1,500,000, for the period effective upon the execution date of the Standard Agreement through June 30, 2029; and authorizing MOHCD to enter into any additions, amendments, or other modifications to the Standard Agreement and any PIP documents that do not materially increase the obligations or liabilities of the City or materially decrease the benefits to the City. (Mayor's Office of Housing and Community Development)

01/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

Ayes: 3 - Chan, Dorsey, Sauter

251002 [Business and Tax Regulations Code - Application of Access Line Tax to Voice Over Internet Protocol Services]

Sponsors: Mayor; Chan

Ordinance amending the Business and Tax Regulations Code to revise how the Access Line Tax ("ALT") applies to Voice Over Internet Protocol ("VoIP") services to require collection and remittance of the ALT on VoIP services using the lower of the number of telephone numbers provided to a subscriber and the number of calls that the subscriber can make and/or receive at the same time using those telephone numbers.

10/07/25; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 11/6/2025.

10/10/25; REFERRED TO DEPARTMENT. Referred to the Office of the Treasurer and Tax Collector for informational purposes.

Heard in Committee. Speaker(s): Eric Manke (Office of the Treasurer and Tax Collector); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Sauter

260005 [Contract Amendment - HealthRight 360 - Withdrawal Management and Residential Treatment Services - Not to Exceed \$38,566,219]

Resolution approving Amendment No. 1 to the agreement between the City, acting by and through, the Department of Public Health (DPH), and HealthRight 360, to provide withdrawal management and residential treatment services, to extend the term by two years from June 30, 2026, for a new term of July 1, 2024, through June 30, 2028, and to increase the amount by \$28,600,872 for a new total not to exceed amount of \$38,566,219; 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)

12/08/25; RECEIVED FROM DEPARTMENT.

01/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Kellee Hom (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Sauter

251206 [Contract Amendment - TEGSCO, LLC - Vehicle Towing, Storage, and Disposal Services for Abandoned and Illegally Parked Vehicles - Not to Exceed \$158,800,000]

Resolution approving the 10th Amendment to the contract between the Municipal Transportation Agency and TEGSCO, LLC, for services related to the towing, storage, and disposal of abandoned and illegally parked vehicles, to increase the contract amount by \$22,100,000 for a total contract amount not to exceed \$158,800,000; and to extend the contract term by nine months with up to six additional one-month extensions, for a potential new term of April 1, 2016, through June 30, 2027, effective upon approval of this Resolution. (Municipal Transportation Agency) (Fiscal Impact)

12/08/25; RECEIVED FROM DEPARTMENT.

12/16/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Rob Malone (Municipal Transportation Agency); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Eliana Binder (GLIDE); Flo Kelly; spoke on various concerns relating to the resolution matter.

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

Ayes: 3 - Chan, Dorsey, Sauter

Chair Chan requested File Nos. 251148, 251149, and 260040 be called together.

251148 [Accept and Expend Grant - Retroactive - San Francisco Bay Restoration Authority Measure AA Grant - India Basin Shoreline Park Project - \$1,150,000]

Sponsor: Mayor

Resolution authorizing the Recreation and Park Department to accept and expend a grant in the amount of \$1,150,000 from the San Francisco Bay Restoration Authority Measure AA Grant for the India Basin Shoreline Park Project; to enter into the associated grant agreement (as required by Charter, Section 9.118(a) that requires the continued operation of the property for public recreation for a period of 20-years upon project completion; and to enter into modifications and amendments to the grant 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. (Recreation and Park Department)

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

Heard in Committee. Speaker(s): Kaitlin Holl (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by adding language reflecting retroactive approval throughout the legislation text; on Page 2, Line 14, by striking 'substantially in the form of the example contract'; and on Page 3, Lines 5-8, by striking 'and, be it FURTHER RESOLVED, That within thirty (30) days of the agreement being fully executed by all parties, the Recreation and Park Department shall provide the final agreement to the Clerk of the Board for inclusion into the official file.' The motion carried by the following vote:

Ayes: 3 - Chan, Dorsey, Sauter

Resolution retroactively authorizing the Recreation and Park Department to accept and expend a grant in the amount of \$1,150,000 from the San Francisco Bay Restoration Authority Measure AA Grant for the India Basin Shoreline Park Project; to enter into the associated grant agreement (as required by Charter, Section 9.118(a)) that requires the continued operation of the property for public recreation for a period of 20-years upon project completion; and to enter into modifications and amendments to the grant 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. (Recreation and Park Department)

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

Ayes: 3 - Chan, Dorsey, Sauter

251149 [Accept and Expend Grant - Retroactive - United States Environmental Protection Agency - Brownfield Cleanup Grant - India Basin Shoreline Park - \$2,000,000]

Sponsor: Mayor

Resolution retroactively authorizing the San Francisco Recreation and Park Department to accept and expend a grant in the amount of \$2,000,000 from the United States Environmental Protection Agency for the Brownfield Cleanup Program to support environmental remediation and park redevelopment at India Basin Shoreline Park (Project) for a term of October 1, 2025, through to estimated end date of October 31, 2029; approving the associated grant agreement; and authorizing the Recreation and Park Department General Manager acting in consultation with the City Attorney to enter into modifications and amendments to the agreement that do not materially increase the obligations or liabilities of the City and are necessary to effectuate the purposes of the Project or this Resolution. (Recreation and Park Department)

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

Heard in Committee. Speaker(s): Kaitlin Holl (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Sauter

260040 [Accept and Expend Grant - California State Coastal Conservancy - India Basin Shoreline Park Redevelopment Project - \$8,591,148]

Sponsors: Mayor; Walton and Mandelman

Resolution authorizing the Recreation and Park Department to accept and expend a grant increase in the amount of \$3,091,148 for a total grant amount of \$8,591,148 from California State Coastal Conservancy for the India Basin Shoreline Park Redevelopment Project; and approving an amendment to the existing grant agreement to require a contract performance period that will remain in effect through December 31, 2048. (Recreation and Park Department)

01/13/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Kaitlin Holl (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Dorsey, Sauter

260008 [Award of Professional Services Agreement - Jacobs Engineering Group, Inc - Waterfront Resilience Program - Not to Exceed \$40,000,000]

Resolution approving the Award of Professional Services Agreement for program advisory services related to the Waterfront Resilience Program between Jacobs Engineering Group Inc., and the City and County of San Francisco, acting by and through its Port Commission, in an amount not to exceed \$40,000,000 for a term of five years, commencing on March 2, 2026, through March 1, 2031, with a single option to extend for five additional years, exercisable at the sole discretion of the Port Commission, pursuant to Charter, Section 9.118(b). (Port) (Fiscal Impact)

12/26/25; RECEIVED FROM DEPARTMENT.

01/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Brad Benson (Port Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Member Sauter moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Dorsey, Sauter

260009 [Emergency Declaration - Stabilize Dry Dock No. 2 at Pier 68 - Not to Exceed \$10,000,000]

Resolution approving an emergency declaration of the Port of San Francisco, pursuant to Administrative Code, Section 6.60, to provide immediate emergency repairs to stabilize Dry Dock No. 2 at Pier 68 for a total estimated not to exceed cost of \$10,000,000 and adopting environmental findings. (Port) (Fiscal Impact)

12/29/25; RECEIVED FROM DEPARTMENT.

01/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Meghan Wallace (Port Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Line 22, through Page 3, Line 3, by adding 'WHEREAS, On December 16, 2025, the Port introduced the Ordinance in File No. 251248 to appropriate \$18,500,000 fund balance from the Port Harbor Fund to fund emergency repair work and prepare for removal and disposal of Dry Dock #2; and WHEREAS, Emergency work must be performed prior to approval of the Ordinance in File No. 251248, requiring the Port to identify funds that will be used in the short term and restored upon availability of the newly appropriated funds to serve their original purpose; and'; and on Page 3, Line 18, through Page 4, Line 24, by adding Controller chartfields identifying funding sources and Department Head and Controller signature blocks as approved and certifying availability of funds. The motion carried by the following vote:

Ayes: 3 - Chan, Dorsey, Sauter
(Fiscal Impact)

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

Ayes: 3 - Chan, Dorsey, Sauter

251268 [Establishing the San Francisco Downtown Revitalization and Economic Recovery Financing District - Approving the Downtown Revitalization Financing Plan and Related Documents and Actions]

Sponsors: Mayor; Sauter, Mahmood, Sherrill, Mandelman and Dorsey

Resolution establishing the San Francisco Downtown Revitalization and Economic Recovery Financing District, approving the Downtown Revitalization Financing Plan, including the division of taxes set forth therein, and documents and actions related thereto, and authorizing the filing of a judicial validation action.

(Fiscal Impact)

12/16/25; RECEIVED AND ASSIGNED to Budget and Finance Committee.

01/18/26; NOTICED. 10 Day Notice hearing notice published in the Examiner for the January 28, 2026, Budget and Finance meeting.

Heard in Committee. Speaker(s): Jacob Bintliff (Office of Economic and Workforce Development); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Jack Sylvan; Peter Leroe-Muñoz (Bay Area Council); Jesus Mendoza (Carpenters Union, Local 22); Lisa Fullman; David Harrison (San Francisco Chamber of Commerce); Erika McLitus (San Francisco Bay Area Planning and Urban Research Association); Mark Babson (Emerald Fund); Witt Turner (Housing Action Coalition); spoke in support of the resolution matter.

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

Ayes: 3 - Chan, Dorsey, Sauter

Chair Chan requested File Nos. 251226 and 260029 be called together.

251226 [Accept and Expend Grant - Bloomberg Philanthropies - Innovation Team Grant and Amendment to the Annual Salary Ordinance for FYs 2025-2026 and 2026-2027 - \$7,000,000]

Sponsor: Mayor

Ordinance authorizing the Mayor's Office to accept and expend a grant in the amount of \$7,000,000 from Bloomberg Philanthropies to fund the Mayor's Office of Innovation from January 1, 2026, through December 31, 2028; approving the associated grant agreement under Charter, Section 9.118; and amending Ordinance No. 120-25 (Annual Salary Ordinance, File No. 250590 for Fiscal Years (FYs) 2025-2026 and 2026-2027) to provide for the creation of four grant-funded full-time positions (4.0 FTE) in the Office of the City Administrator, with one position in each of the following classes: Class 0931 (Manager III), Class 1053 (IS Business Analyst - Senior), Class 1054 (IS Business Analyst - Principal), and Class 1043 (IS Engineer - Senior).

(Fiscal Impact)

12/09/25; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/8/2026.

Heard in Committee. Speaker(s): Florence Simon, Director (Mayor's Office of Innovation); Nicolas Menard (Office of the Budget and Legislative Analyst); Aly Bonde (Mayor's Office); provided an overview and responded to questions raised throughout the discussion. Anya Worley-Ziegmann (People's Budget Coalition); spoke on various concerns relating to the hearing matter.

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

Ayes: 3 - Chan, Dorsey, Sauter

260029 [Accept and Expend Grant - Retroactively - Tipping Point Community - Director of Strategic Partnerships Grant - \$700,000]**Sponsor: Mayor**

Resolution authorizing the Mayor's Office to accept and expend a grant in the amount of \$700,000 from Tipping Point Community for the establishment of a Director of Strategic Partnerships to advance public-private partnership initiatives aligned with Mayoral priorities for the period of January 20, 2026, through July 1, 2028.

01/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Florence Simon, Director (Mayor's Office of Innovation); Nicolas Menard (Office of the Budget and Legislative Analyst); Aly Bonde (Mayor's Office); provided an overview and responded to questions raised throughout the discussion. Anya Worley-Ziegmann (People's Budget Coalition); spoke on various concerns relating to the hearing matter.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by adding language to reflect retroactive approval throughout the legislation text. The motion carried by the following vote:

Ayes: 3 - Chan, Dorsey, Sauter

Resolution retroactively authorizing the Mayor's Office to accept and expend a grant in the amount of \$700,000 from Tipping Point Community for the establishment of a Director of Strategic Partnerships to advance public-private partnership initiatives aligned with Mayoral priorities for the period of January 20, 2026, through July 1, 2028.

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

Ayes: 3 - Chan, Dorsey, Sauter

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:40 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.