



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, June 10, 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 called the meeting to order 10:08 a.m. On the call of the roll, Supervisors Farrell and Tang were noted present. There was a quorum.

Supervisor Mar was noted present at 10:10 a.m.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

150463 [Administrative Code - Film Rebate Program Amendments - \$4,000,000 Funding Cap]

Sponsor: Farrell

Ordinance amending the Administrative Code to extend the Film Rebate Program expiration date from June 30, 2015, to June 30, 2019, to correspondingly increase the authorized funding cap for the Film Rebate Project Account from \$3,000,000 to \$4,000,000 subject to annual appropriation and to make certain technical corrections.

(Fiscal Impact)

05/05/15; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 6/4/2015.

Heard in Committee. Speakers: Susannah Robbins, Executive Director (Film Commission); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Daniel Jennings; Billy Wong, Vice-President (Film Commission); Catherine Howell; Lou Demetasian; Simon Lake; Jim Lasurus (SF Chamber of Commerce); Jim Boumont (Local 16); Joanne; Jim Okoa; Cathleen Courtney; Frank Simon; Matt Thoureta; Ann Fields; Arron Capres; spoke in support of the matter. Male Speaker; spoke neither in support nor opposition on the matter.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE by the following vote:

Ayes: 3 - Farrell, Tang, Mar

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150269 [Police Code - Formula Retail Employee Rights]

Sponsors: Farrell; Mar

Ordinance amending Articles 33F and 33G of the Police Code, which contain the formula retail employee rights ordinances, 1) to change from 20 to 40 the number of retail sales establishments worldwide a business must have to be covered by the ordinances; 2) to allow collective bargaining agreements covering employees of formula retail establishments or employees of property service contractors to waive the protections of Articles 33F and 33G; 3) to provide employees scheduled to work on-call shifts with predictability pay if the employer modifies the scheduling of that shift with less than seven-days' notice; 4) to allow the Office of Labor Standards Enforcement to issue warnings and notices to correct to employers who have violated Articles 33F and 33G; 5) to provide part-time employees with three days to accept any additional hours offered to them by their employers; and 6) to allow employers to notify employees of the offer of additional hours by posting a notice in a conspicuous location in the workplace.

03/17/15; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 4/16/2015.

04/14/15; REFERRED TO DEPARTMENT. 4/14/15 - Referred to the Small Business Commission and the Office of Economic Workforce Development.

05/13/15; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Howard Swaynder; Mike Titler; Nina; Conny Ford; spoke on various concerns relating to the hearing matter.

05/13/15; CONTINUED AS AMENDED.

05/20/15; CONTINUED. Heard in Committee. Speakers: Mr. Paulson (San Francisco Labor Council); Connie Forth; spoke in support of the matter.

Continued to June 3, 2015.

06/03/15; CONTINUED. Heard in Committee. Speaker: Male Speaker; spoke neither in support nor opposition to the hearing matter.

Heard in Committee. Speakers: Jim Lasurus (SF Chamber of Commerce); Hung Meng Pat; Julicia Hernandez; Sandra Praya; Samantha; Connie Ford (SF Labor Council); spoke in support of the matter. Mike Tieger (AMC Theatres); Kathleen Spina (Cinemark USA, Inc.) spoke in opposition of the matter. Male Speaker; spoke neither in support nor opposition on the matter.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE by the following vote:

Ayes: 3 - Farrell, Tang, Mar

CONTINUED AS AMENDED to June 17, 2015, by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150444 [Hearing - Budget Update - San Francisco Employees' Retirement System - FY2015-2016]**Sponsor: Farrell**

Hearing to receive a budget update from the San Francisco Employees' Retirement System for FY2015-2016.

04/28/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/20/15; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

06/05/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Jay Huish, Executive Director (Employees' Retirement System); provided an overview and responded to questions raised throughout the discussion. Male Speaker: spoke on various concerns relating to the hearing matter.

FILED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150088 [Accept and Expend Grant - San Francisco Parks Alliance - Renovation of South Park - Up to \$1,811,550]**Sponsor: Kim**

Resolution authorizing the Recreation and Park Department to accept and expend a grant of up to \$1,811,550 from the San Francisco Parks Alliance, on behalf of the South Park Improvement Association, for the design and construction of the renovation of South Park, for a three-year term, to commence upon Board approval.

01/27/15; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/25/15; CONTINUED. Heard in Committee. Speaker: Abigail Maher (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion.

02/27/15; TRANSFERRED to Budget and Finance Sub-Committee.

03/04/15; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

04/28/15; SUBSTITUTED AND ASSIGNED to Budget and Finance Sub-Committee.

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

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150495 [Business and Tax Regulations Code - Transfer Tax Recording Requirements]**Sponsor: Farrell**

Ordinance amending the Business and Tax Regulations Code to require the amount of real property transfer tax paid to be shown on the face of a recorded document, and to conform the declaration of tax owed to existing law, by requiring a declaration that the tax was computed without excluding the value of existing liens and encumbrances remaining on the property.

05/12/15; ASSIGNED to Budget and Finance Sub-Committee. (5/27/15 - President Breed waived the 30-day rule.)

06/03/15; REFERRED TO DEPARTMENT. (6/3/15 - Referred to the Office of the Treasurer & Tax Collector and Office of the Assessor-Recorder for information purpose.)

Heard in Committee. Speaker: Edward McCaffrey (Assessor-Recorder's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150536 [Accept and Expend Grant - Human Trafficking Advocacy Program - \$110,276]**Sponsor: Tang**

Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant in the amount of \$110,276 from the California Governor's Office of Emergency Services for the Human Trafficking Advocacy Program for the grant period October 1, 2014, through September 30, 2015, to ensure human trafficking victims receive comprehensive victim services and to enhance the collaboration with the Mayor's Task Force on Anti-Human Trafficking.

05/19/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Dr. Gena Castro-Rodriguez (District Attorney's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150537 [Accept In-Kind Gift - San Francisco Association of Realtors® - Online Content Subscription - \$20,000 in Annual Value]**Sponsor: Wiener**

Resolution authorizing the Office of Assessor-Recorder to accept an in-kind gift not to exceed \$20,000 in annual value from the San Francisco Association of Realtors® to improve the accuracy of appraising and developing valuations for properties within the City and County of San Francisco.

05/19/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Edward McCaffrey (Assessor-Recorder's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150533 [California Enterprise Development Authority Revenue Obligations Issuance - Live Oak - Learning Center for Children - Not to Exceed \$10,000,000]**Sponsor: Cohen**

Resolution approving for purposes of Internal Revenue Code, Section 147(f), the Issuance and Sale of Revenue Obligations by the California Enterprise Development Authority in an aggregate principal amount not to exceed \$10,000,000 to finance or refinance the acquisition, construction, improvement, and/or equipping of K-8 educational facilities to be owned and operated by, or leased and operated by, Live Oak, a Learning Center for Children, a California nonprofit public benefit corporation.

05/19/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

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

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

File Nos. 150492 and 150489 were heard concurrently.

150492 [General Obligation Bond Election - Affordable Housing - Not to Exceed \$350,000,000]**Sponsors: Avalos; Campos and Mar**

Resolution determining and declaring that the public interest and necessity demand the construction, acquisition, improvement, rehabilitation, preservation, and repair of affordable housing improvements and related costs necessary or convenient for the foregoing purposes, to be financed through bonded indebtedness in an amount not to exceed \$500,000,000; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; setting certain procedures and requirements for the election; adopting findings under the California Environmental Quality Act; and finding that the proposed bond is in conformity with the General Plan, and with the eight priority policies of Planning Code, Section 101.1(b).

05/12/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Supervisor John Avalos (Board of Supervisors); Kate Hartley (Mayor's Office of Housing); Jeff Buckley (Mayor's Office); Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Ace Washington; Male Speaker; spoke neither in support nor opposition on the matter.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to reduced the not to exceed bond amount from \$500,000,000 down to \$350,000,000 by the following vote:

Ayes: 3 - Farrell, Tang, Mar

Resolution determining and declaring that the public interest and necessity demand the construction, acquisition, improvement, rehabilitation, preservation, and repair of affordable housing improvements and related costs necessary or convenient for the foregoing purposes, to be financed through bonded indebtedness in an amount not to exceed \$350,000,000; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; setting certain procedures and requirements for the election; adopting findings under the California Environmental Quality Act; and finding that the proposed bond is in conformity with the General Plan, and with the eight priority policies of Planning Code, Section 101.1(b).

REFERRED WITHOUT RECOMMENDATION AS AMENDED AS A COMMITTEE REPORT by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150489 [General Obligation Bond Election - Affordable Housing - Not to Exceed \$300,000,000]**Sponsors: Mayor; Breed, Christensen, Cohen, Farrell, Tang and Wiener**

Resolution determining and declaring that the public interest and necessity demand the construction, acquisition, improvement, rehabilitation, preservation, and repair of affordable housing improvements and related costs necessary or convenient for the foregoing purposes, to be financed through bonded indebtedness in an amount not to exceed \$250,000,000; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; setting certain procedures and requirements for the election; adopting findings under the California Environmental Quality Act; and finding that the proposed bond is in conformity with the General Plan, and with the eight priority policies of Planning Code, Section 101.1(b).

05/12/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

06/03/15; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Supervisor John Avalos (Board of Supervisors); Kate Hartley (Mayor's Office of Housing); Jeff Buckley (Mayor's Office); Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Ace Washington; Male Speaker; spoke neither in support nor opposition on the matter.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to increase the not to exceed bond amount from \$250,000,000 up to \$300,000,000 by the following vote:by the following vote:

Ayes: 3 - Farrell, Tang, Mar

Resolution determining and declaring that the public interest and necessity demand the construction, acquisition, improvement, rehabilitation, preservation, and repair of affordable housing improvements and related costs necessary or convenient for the foregoing purposes, to be financed through bonded indebtedness in an amount not to exceed \$300,000,000; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; setting certain procedures and requirements for the election; adopting findings under the California Environmental Quality Act; and finding that the proposed bond is in conformity with the General Plan, and with the eight priority policies of Planning Code, Section 101.1(b).

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150531 [Contracts - Oracle America, Inc., and Accenture, LLP - Controller's Financial System Project - Not to Exceed \$27,792,116 and \$23,068,777]**Sponsors: Mayor; Farrell**

Resolution authorizing the Office of the Controller to enter into two contracts: a software license and maintenance agreement with Oracle America, Inc., for a one-year term, with nine options to extend the contract for up to one year each, in an amount not to exceed \$27,792,116; and a professional services agreement with Accenture, LLP, for a two-year term, with one option to extend the contract for up to one year, in an amount not to exceed \$23,068,777; with both contracts to commence upon Board and Mayoral approval, to implement and configure a comprehensive, fully-integrated Enterprise Resource Planning System, including all services related to delivery, installation, integration, customization, data conversion, training, documentation, deployments, and project management, to replace the obsolete Financial Accounting and Management Information System currently in use.

(Fiscal Impact)

05/19/15; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers. Todd Rydstrom, (Controller's Office); Harvey Rose (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

140950 [Environment, Administrative Code - Healthy Air and Clean Transportation Program]**Sponsors: Farrell; Avalos, Kim and Mar**

Ordinance amending the Administrative Code to mandate reduction of the nonessential City vehicle fleet, implement modern technology-based systems in measuring utilization of the fleet and vehicle access, and allow the City Administrator to document the existence of and restrict assignments of underutilized vehicles; require that officers and employees seek to use car sharing services first instead of City owned vehicles; authorize the City Administrator to enter into master agreements with vendors for the procurement of car sharing services; and making environmental findings.

09/09/14; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/9/2014.

09/16/14; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

06/05/15; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Harvey Rose (Budget and Legislative Analyst); Tom Fung (City Administrator's Office); provided an overview and responded to questions raised throughout the discussion.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE by the following vote:

Ayes: 3 - Farrell, Tang, Mar

Ordinance amending the Environment and Administrative Codes to transfer the fleet management and vehicle selection elements of the Healthy Air and Clean Transportation Program from the Department of the Environment to the City Administrator, replace mandatory fleet reduction requirements with policies to optimize the size and use of the City's vehicle fleet, use technology to promote the safe and environmentally-friendly use of vehicles, and reduce average per-mile greenhouse gas emissions from City fleet vehicles, authorize master contracts for City use of car-sharing services; and make other technical and conforming changes; and affirming the Planning Department's determination under the California Environmental Quality Act.

CONTINUED AS AMENDED to June 17, 2015, by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150591 [Real Property Conveyance - Affordable Housing - 474 Natoma Street]**Sponsor: Kim**

Resolution approving and authorizing the conveyance of real property located at 474 Natoma Street from the Office of Community Investment and Infrastructure to the Mayor's Office of Housing and Community Development (as Successor Housing Agency to the San Francisco Redevelopment Agency); and making findings that the conveyance is in conformance with the California Environmental Quality Act, the General Plan, and the eight priority policies of Planning Code, Section 101.1.

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

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

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150589 [Accept and Expend Grant - Health Impact Assessment for Improved Community Design - \$144,999]**Sponsors: Mayor; Mar**

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$144,999 from Centers for Disease Control and Prevention to participate in a program entitled "Health Impact Assessment for Improved Community Design: Continuing to Advance the Practice to Achieve Health & Equity in San Francisco" for the period of September 1, 2014, through August 31, 2015.

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

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

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

150588 [Multifamily Housing Revenue Bonds - 222 Beale Street - Not to Exceed \$35,000,000]**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 \$35,000,000 for 222 Beale Street (San Francisco, California 94105); 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 \$35,000,000; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein.

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

Heard in Committee. Speakers: Cynthia Comerford (Department of Public Health); provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke in support of the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Mar

ADJOURNMENT

There being no further business, the committee adjourned at 12:36 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.