



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, Norman Yee

Clerk: Linda Wong (415) 554-7719

Wednesday, July 20, 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 Sub-Committee met in regular session on Wednesday, July 20, 2016, with Chair Mark Farrell presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Farrell called the meeting to order at 10:16 a.m. On the call of the roll, Chair Farrell and Member Yee were noted present. Vice Chair Tang was noted not present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

Vice Chair Tang was noted present at 10:21 a.m.

160747 [Administrative Code - Health Service System Plans and Contribution Rates for Calendar Year 2017]

Sponsor: Farrell

Ordinance approving Health Service System plans and contribution rates for calendar year 2017, and amending the Administrative Code to remove those rates from the Code. (Health Service System) (Fiscal Impact)

06/28/16; ASSIGNED to Budget and Finance Sub-Committee. President Breed waived the 30-day hold pursuant to Board Rule 3.22.

Heard in Committee. Speakers: Catherine Dodd, Director (Health Service System); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Karen Breslin (Health Service System Board); Judith Terracina (P.O.B.); Herbert Weiner; spoke in opposition to the hearing matter. Pamela Levin (Health Service System); spoke neither in support nor opposition to the hearing matter.

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

Ayes: 3 - Farrell, Tang, Yee

Chair Farrell requested File Nos. 160672 and 160671 be heard together.

160672 [Apply for and Accept and Expend - Delegation of San Francisco Municipal Transportation Agency as Co-Applicant for Grant - Assumption of Liability - Affordable Housing and Sustainable Communities Program - 455 Fell Street Project]

Sponsors: Mayor; Breed

Resolution authorizing the San Francisco Municipal Transportation Agency (SFMTA), on behalf of the City and County of San Francisco, to execute a grant application, grant agreement, and related documents under the State of California's Affordable Housing and Sustainable Communities Program (AHSC Program) as a joint applicant with Mercy Housing, Inc., for the project at 455 Fell Street; authorizing the City to assume any joint and several liability for completion of the project required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act (CEQA), the CEQA Guidelines, and Administrative Code, Chapter 31. (Mayor's Office of Housing and Community Development)

06/07/16; RECEIVED AND ASSIGNED to Land Use and Transportation Committee.

06/09/16; REFERRED TO DEPARTMENT. Referred to Office of Investment and Infrastructure; Planning Department; and Municipal Transportation Agency for informational purposes.

06/13/16; CONTINUED. Heard in Committee. Speakers: None.

06/27/16; CONTINUED. Heard in Committee. Speakers: None.

07/11/16; REFERRED to Budget and Finance Committee. Heard in Committee. Speaker: Sophie Hayward (Mayor's Office of Housing); provided an overview and responded to questions raised throughout the discussion. Silvia Johnson; spoke neither in support nor opposition on the matter.

07/14/16; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Sophie Hayward (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 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

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160671 [Apply for and Accept and Expend Grant - Delegation of San Francisco Municipal Transportation Agency as Co-Applicant for Grant - Assumption of Liability - Affordable Housing and Sustainable Communities Program - 480 Eddy Street Project]

Sponsor: Mayor

Resolution authorizing the San Francisco Municipal Transportation Agency (SFMTA), on behalf of the City and County of San Francisco, to execute a grant application, grant agreement, and related documents under the State of California's Affordable Housing and Sustainable Communities Program (AHSC Program) as a joint applicant with the Tenderloin Neighborhood Development Corporation for the project at 480 Eddy Street; authorizing the City to assume any joint and several liability for completion of the project required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act (CEQA), the CEQA Guidelines, and Administrative Code, Chapter 31. (Mayor's Office of Housing and Community Development)

06/07/16; RECEIVED AND ASSIGNED to Land Use and Transportation Committee.

06/09/16; REFERRED TO DEPARTMENT. Referred to Office of Investment and Infrastructure; Planning Department; and Municipal Transportation Agency for information purposes.

06/13/16; CONTINUED. Heard in Committee. Speakers: None.

06/27/16; CONTINUED. Heard in Committee. Speakers: None.

07/11/16; REFERRED to Budget and Finance Committee. Heard in Committee. Speaker: Sophie Hayward (Mayor's Office of Housing); provided an overview and responded to questions raised throughout the discussion. Silvia Johnson; spoke neither in support nor opposition on the matter.

07/14/16; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Sophie Hayward (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 AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW 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

160752 [Agreement - SPX Genfare - Procurement, Installation, and Maintenance of a Transit Vehicle Farebox System - Not to Exceed \$29,264,755]**Sponsor: Breed**

Resolution approving the agreement with SPX Genfare, for services related to the procurement, installation, and maintenance of a Transit Vehicle Farebox System, which includes fareboxes, a Revenue Transfer and Collection System, a Data Collection and Reporting System, Computer Aided Dispatch/Automatic Vehicle Location System Integration, and five years of warranty and preventative maintenance services, in an amount not to exceed \$30,000,000 and for an initial term that includes an installation period plus five years commencing August 1, 2016, or later, with the option to extend for up to two five-year terms for a total term not to exceed 16 years. (Municipal Transportation Agency)

(Fiscal Impact)

06/28/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Jason Lee (Municipal Transportation Agency); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Member Yee moved that this Resolution be AMENDED to reduce the requested not-to-exceed amount to \$29,264,755. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Resolution approving the agreement with SPX Genfare, for services related to the procurement, installation, and maintenance of a Transit Vehicle Farebox System, which includes fareboxes, a Revenue Transfer and Collection System, a Data Collection and Reporting System, Computer Aided Dispatch/Automatic Vehicle Location System Integration, and five years of warranty and preventative maintenance services, in an amount not to exceed \$29,264,755 and for an initial term that includes an installation period plus five years commencing August 1, 2016, or later, with the option to extend for up to two five-year terms for a total term not to exceed 16 years. (Municipal Transportation Agency)

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Chair Farrell requested File Nos. 160744, 160720, and 160721 be heard together.

160744 [Hearing - Reserved Funds - San Francisco Public Utilities Commission - Water System Improvement Program - Westside Recycled Water Project - \$120,827,000]

Hearing to consider the release of reserved funds to the San Francisco Public Utilities Commission, placed on Budget and Finance Committee Reserve by Ordinance No. 92-10, in the amount of \$120,827,000 from the Westside Recycled Water Project(CUW30201) as a portion of the Water System Improvement Program (WSIP), to fund the construction costs for WSIP projects. (Public Utilities Commission)

07/01/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Steve Ritchie (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Laura Tan; spoke in support of the hearing matter.

Vice Chair Tang moved to RELEASE the reserved funds, and that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160720 [California Environmental Quality Act Findings - San Francisco Westside Recycled Water Project]**Sponsor: Wiener**

Resolution adopting findings under the California Environmental Quality Act, including the adoption of a mitigation monitoring and reporting program and a statement of overriding considerations related to the San Francisco Westside Recycled Water Project; and directing the Clerk of the Board of Supervisors to notify the Controller of this action.

06/21/16; RECEIVED AND ASSIGNED to Land Use and Transportation Committee.

06/29/16; REFERRED TO DEPARTMENT. Referred to the Public Utilities Commission, Police Department, Office of the Controller, Planning Department and the Planning Commission for informational purposes.

06/30/16; TRANSFERRED to Budget and Finance Committee.

07/14/16; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Steve Ritchie (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Laura Tan; 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

Chair Farrell requested File Nos. 160711 and 160743 be heard together.

160711 [Real Property Lease Amendment - Orchard Supply Company, LLC - San Francisco Utilities Commission Parcel No. 29 in Millbrae, CA - \$460,673]

Resolution authorizing the amendment of Orchard Supply Company, LLC's lease of property from the City and County of San Francisco, to reduce the size of the leased premises to accommodate the San Francisco Public Utilities Commission (SFPUC) Regional Groundwater Storage and Recovery Project, Project No. CUW30103, in consideration of City's payment of \$460,673; adopting environmental findings under the California Environmental Quality Act (CEQA), CEQA Guidelines, and Administrative Code, Chapter 31; adopting findings of consistency with the General Plan, and eight priority policies of Planning Code, Section 101.1; and authorizing the Director of Property and/or the SFPUC General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution. (Public Utilities Commission)
(Fiscal Impact)

06/20/16; RECEIVED FROM DEPARTMENT.

06/28/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Anthony Bardo (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

160721 [Approval of Recycled Water Pump Station and Two Groundwater Well Stations in Golden Gate Park]**Sponsor: Wiener**

Resolution approving construction of a recycled water pump station building, and two groundwater well station buildings in Golden Gate Park under Charter, Section 4.113, as part of the San Francisco Westside Recycled Water and San Francisco Groundwater Supply Projects.

06/21/16; RECEIVED AND ASSIGNED to Land Use and Transportation Committee.

06/29/16; REFERRED TO DEPARTMENT. 6/29/16 Referred to the Public Utilities Commission and the Police Department for informational purposes; 7/1/16 referred to the Department of Recreation and Parks and to the Planning Department for informational purposes.

06/30/16; TRANSFERRED to Budget and Finance Committee.

07/14/16; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Steve Ritchie (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Laura Tan; 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

160743 [Real Property Lease Amendment - Mission Valley Rock, Co. - Sunol, California - \$29,700]

Resolution authorizing the amendment of Mission Valley Rock, Co.'s lease of property from the City and County of San Francisco, to reduce the size of the leased premises to accommodate the San Francisco Public Utilities Commission (SFPUC) Sunol Long Term Improvements Project, Project No. CUW27701, in consideration of City's payment of \$29,700 and reimbursement of certain expenses; adopting environmental findings under the California Environmental Quality Act (CEQA), CEQA Guidelines, and Administrative Code, Chapter 31; and authorizing the Director of Property and/or the SFPUC General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution. (Public Utilities Commission)

06/24/16; RECEIVED FROM DEPARTMENT.

07/12/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Anthony Bardo (Public Utilities Commission); 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

160712 [Contract Agreement - Newcomb Anderson McCormick - Professional Services Related to Energy and Climate Programs - Not to Exceed \$44,000,000]

Resolution approving an agreement with Newcomb Anderson McCormick for professional services related to energy and climate programs, for a five year term to commence following Board approval through June 1, 2021, at a total cost not to exceed \$44,000,000. (Environment)
(Fiscal Impact)

06/17/16; RECEIVED FROM DEPARTMENT.

06/28/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Guillermo Rodriguez (Department of the Environment); Harvey Rose (Budget and Legislative Analyst's Office); 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

160682 [Hearing - Reserved Funds - Department of the Environment - San Francisco Carbon Fund - \$120,000]

Hearing to consider the release of reserved funds to the Department of the Environment, in the amount of \$120,000 for San Francisco Carbon Fund projects, such revenue collected pursuant to Ordinance No. 172-09. (Environment)

06/10/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Guillermo Rodriguez (Department of the Environment); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Tang moved to RELEASE the reserved funds, and that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160742 [Airport Professional Services Agreement Modification - Polaris Research and Development, Inc. - Information Booth Program - \$10,795,274]

Resolution approving Modification No. 6 to Professional Services Agreement, Airport Contract No. 9075 to operate the Airport's Information Booth Program between Polaris Research and Development, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, in an amount not to exceed \$10,795,274 for the term of June 30, 2011, through December 31, 2016, pursuant to Charter, Section 9.118(b). (Airport Commission)

06/23/16; RECEIVED FROM DEPARTMENT.

07/12/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Member Yee moved that this Resolution be AMENDED to provide for retroactivity to July 1, 2016. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Resolution retroactively approving Modification No. 6, executed on July 1, 2016, to Professional Services Agreement, Airport Contract No. 9075 to operate the Airport's Information Booth Program between Polaris Research and Development, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, in an amount not to exceed \$10,795,274 for the term of June 30, 2011, through December 31, 2016, pursuant to Charter, Section 9.118(b). (Airport Commission) (Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160741 [Contract Agreement - FSP PPM Management, LLC - Curbside Management Program - Not to Exceed \$19,522,294]

Resolution approving the award of Professional Services Agreement, Airport Contract No. 50085, to FSP PPM Management, LLC, to manage and staff the Curbside Management Program in an amount not-to-exceed \$19,522,294 for a period of four years effective July 1, 2016, ending June 30, 2020, with one one-year renewal option, pursuant to Charter, Section 9.118(b). (Airport Commission)

06/20/16; RECEIVED FROM DEPARTMENT.

07/12/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Tang moved that this Resolution be AMENDED to provide for retroactivity to July 1, 2016. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Resolution retroactively approving the award of Professional Services Agreement, Airport Contract No. 50085, to FSP PPM Management, LLC, to manage and staff the Curbside Management Program in an amount not-to-exceed \$19,522,294 for a period of four years beginning July 1, 2016, through June 30, 2020, with one one-year renewal option, pursuant to Charter, Section 9.118(b). (Airport Commission) (Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

ADJOURNMENT

There being no further business, the Budget and Finance Sub-Committee adjourned at the hour of 11:31 a.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.