



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

Clerk: Linda Wong (415) 554-7719

Thursday, September 7, 2017

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 2 - Norman Yee, and Katy Tang

Excused: 1 - Malia Cohen

The Budget and Finance Committee met in regular session on Thursday, September 7, 2017, with Vice Chair Yee presiding.

ROLL CALL AND ANNOUNCEMENTS

Vice Chair Yee called the meeting to order at 10:03 a.m. On the call of the roll, Vice Chair Yee and Member Tang were noted present. Chair Cohen was noted not present. There was a quorum.

Supervisor Cohen Excused from Attendance

Member Tang moved that Supervisor Cohen be Excused from the Budget and Finance Committee meeting of September 7, 2017. The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

170832 [Grant Approval - Low Income Investment Fund - Child Care Facilities Fund and Technical Assistance - \$25,377,250]

Resolution retroactively approving the grant between the City and County of San Francisco and Low Income Investment Fund for the purpose of administering the San Francisco Child Care Facilities Fund and providing technical assistance for the period of July 1, 2017, through June 30, 2020, in the amount of \$25,377,250. (Human Services Agency)
(Fiscal Impact)

07/11/17; RECEIVED FROM DEPARTMENT.

07/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/30/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Graham Dobson (Office of Early Care and Education); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170825 [Professional Service Agreement - Associated Right of Way Services, Inc. - Relocation Services - Not to Exceed \$1,250,000]

Sponsor: Kim

Resolution approving a Professional Services Contract for relocation services between Treasure Island Development Authority and Associated Right of Way Services, Inc., for a five year term to commence following Board approval through June 30, 2022, and two two-year options to extend, for an amount not to exceed \$1,250,000 over the initial five year term.
(Fiscal Impact)

07/11/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/29/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Bob Beck, Director (Treasure Island Development Authority); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170862 [Setting Property Tax Rate and Establishing Pass-Through Rate for Residential Tenants - FY2017-2018]**Sponsor: Mayor**

Ordinance levying property taxes at a combined rate of \$1.1789 on each \$100 valuation of taxable property for the City and County of San Francisco, San Francisco Unified School District, San Francisco Community College District, Bay Area Rapid Transit District, and Bay Area Air Quality Management District, and establishing a pass-through rate of \$0.0890 per \$100 of assessed value for residential tenants pursuant to Administrative Code, Chapter 37, for the fiscal year ending June 30, 2018.

(Fiscal Impact)

07/25/17; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/24/2017.

Heard in Committee. Speakers: Jamie Whitaker (Office of the Controller); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Member Tang moved that this Ordinance be AMENDED to decrease the property tax rate for the City and County of San Francisco, San Francisco Unified School District, San Francisco Community College District, Bay Area Rapid Transit District, and Bay Area Air Quality Management District from \$1.1789 to \$1.1723, and to make clarifying amendments. The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

Ordinance levying property taxes at a combined rate of \$1.1723 on each \$100 valuation of taxable property for the City and County of San Francisco, San Francisco Unified School District, San Francisco Community College District, Bay Area Rapid Transit District, and Bay Area Air Quality Management District, and establishing a pass-through rate of \$0.0890 per \$100 of assessed value for residential tenants pursuant to Administrative Code, Chapter 37, for the fiscal year ending June 30, 2018.

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170821 [Accept and Expend Grant - Public Health Foundation Enterprises, Inc. - Zika Response Resources Grant - \$225,366]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$225,366 from Public Health Foundation Enterprises, Inc., to participate in a program entitled Zika Response Resources Grant, for the period of March 1, 2017, through July 31, 2018.

(Public Health Department)

07/11/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/29/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Cora Hoover (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170875 [Apply for Grant - California Department of Housing and Community Development - No Place Like Home - Up to \$150,000]**Sponsor: Mayor**

Resolution authorizing the Department of Homelessness and Supportive Housing to apply for a technical assistance grant in an amount up to \$150,000 from the California Department of Housing and Community Development to support the planning and implementation of No Place Like Home.

07/25/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Emily Cohen (Department of Homelessness and Supportive Housing); Kerry Abbott (Human Services Agency); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

Vice Chair Yee requested File Nos. 170876, 170877, 170883, and 170885 be called together.

170876 [Multifamily Housing Revenue Bonds - 1950 Mission Street - Not to Exceed \$95,000,000]**Sponsors: Mayor; Ronen**

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("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 \$95,000,000 for 1950 Mission Street; 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 \$95,000,000; 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.

07/25/17; RECEIVED AND ASSIGNED 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 moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170877 [Multifamily Housing Revenue Bonds - 490 South Van Ness Avenue - Not to Exceed \$65,000,000]**Sponsors: Mayor; Ronen**

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("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 \$65,000,000 for 490 South Van Ness Avenue; 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 \$65,000,000; 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.

07/25/17; RECEIVED AND ASSIGNED 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 moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170883 [Multifamily Housing Revenue Note - 455 Fell Street ("455 Fell Street Apartments") - Not to Exceed \$43,000,000]**Sponsor: Breed**

Resolution authorizing the execution and delivery of a multifamily housing revenue note in one or more series in an aggregate principal amount not to exceed \$43,000,000 for the purpose of providing financing for the acquisition and construction of a 108-unit multifamily rental housing project known as "455 Fell Street Apartments;" approving the form of and authorizing the execution of a funding loan agreement providing the terms and conditions of the loan from the funding lender to the City and the execution and delivery of the note; approving the form of and authorizing the execution of a borrower loan agreement providing the terms and conditions of the loan from the City to the borrower; approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; authorizing the collection of certain fees; approving modifications, changes and additions to the documents; ratifying and approving any action heretofore taken in connection with the back-to-back loans, the note and the project; granting general authority to City officials to take actions necessary to implement this Resolution; and related matters, as defined herein.

07/25/17; RECEIVED AND ASSIGNED 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.

Supervisor Tang moved that this Resolution be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170885 [Multifamily Housing Revenue Bonds - 1294 and 1296 Shotwell Street - Not to Exceed \$50,000,000]**Sponsor: Ronen**

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("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 \$50,000,000 for 1294 and 1296 Shotwell Street; 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 \$50,000,000; 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.

07/25/17; RECEIVED AND ASSIGNED 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 moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

170874 [Professional Services Agreement - CH2M HILL Engineers, Inc. - Planning, Engineering, Environmental Services for the Seawall Resiliency Project - Not to Exceed \$39,984,714]**Sponsor: Mayor**

Resolution approving and authorizing the Executive Director of the Port of San Francisco to execute a professional services agreement with CH2M HILL Engineers, Inc., for planning, engineering, and environmental services for the Seawall Resiliency Project, for an amount not to exceed \$39,984,714, and a term of ten years to commence on the later of October 2, 2017, or the effective date through October 1, 2027, with one one-year option to extend. (Port)
(Fiscal Impact)

07/25/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Katie Petrucione (Port of San Francisco); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Member Tang moved that this Resolution be AMENDED on Page 1, Line 7, by deleting 'with one one-year option to extend.' The motion carried by the following vote:

Ayes: 2 - Yee, Tang

Excused: 1 - Cohen

Resolution approving and authorizing the Executive Director of the Port of San Francisco to execute a professional services agreement with CH2M HILL Engineers, Inc., for planning, engineering, and environmental services for the Seawall Resiliency Project, for an amount not to exceed \$39,984,714, and a term of ten years to commence on the later of October 2, 2017, or the effective date through October 1, 2027. (Port)
(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 2 - Yee, Tang
Excused: 1 - Cohen

170833 [Real Property Lease - T-Mobile West LLC - Zuckerberg San Francisco General Hospital and Trauma Center, Building 25 - 1001 Potrero Avenue - \$5,000 Per Month Base Rent Exempt]

Resolution authorizing and approving the lease of a portion of the equipment room at Zuckerberg San Francisco General Hospital and Trauma Center, Building 25, with T-Mobile West LLC, a Delaware limited liability company, at the monthly base rent of \$5,000 which shall be waived while participating in the Distributed Antenna System and providing enhanced cellular services to the City staff, UCSF staff, patients, and visitors within Building 25, for a five year term to commence upon approval by the Board of Supervisors and Mayor, with three five-year options to extend. (Real Estate Department)

07/17/17; RECEIVED FROM DEPARTMENT.

07/25/17; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/29/17; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Claudia Gorham (Real Estate Division); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Yee, Tang
Excused: 1 - Cohen

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 10:55 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.