

BUDGET AND APPROPRIATIONS COMMITTEE CITY AND COUNTY OF SAN FRANCISCO

MEETING MINUTES - DRAFT

Monday, June 22, 2026 - 11:00 AM

City Hall, Legislative Chamber, Room 250

Recessed Meeting

Members: Connie Chan, Matt Dorsey, Danny Sauter, Shamann Walton, Rafael Mandelman

Clerk: Brent Jalipa

(415) 554-7712 ~ brent.jalipa@sfgov.org

Angela Calvillo, Clerk of the Board

BOARD COMMITTEES

Committee Membership

Budget and Appropriations Committee

Supervisors Chan, Dorsey, Sauter, Walton, Mandelman

Budget and Finance Committee

Supervisors Chan, Dorsey, Sauter

Government Audit and Oversight Committee

Supervisors Sherrill, Mahmood

Land Use and Transportation Committee

Supervisors Melgar, Chen, Mahmood

Public Safety and Neighborhood Services Committee

Supervisors Dorsey, Sauter, Wong

Rules Committee

Supervisors Walton, Sherrill, Mandelman

Meeting Days

Wednesday

1:30 PM

Wednesday

10:00 AM

1st and 3rd Thursday

10:00 AM

Monday

1:30 PM

2nd and 4th Thursday

10:00 AM

Monday

10:00 AM

First-named Supervisor is Chair, Second-named Supervisor is Vice-Chair of the Committee.

Members Present: Connie Chan, Matt Dorsey, Danny Sauter, Shamann Walton, and Rafael Mandelman

The Budget and Appropriations Committee met in recessed session on Monday, June 22, 2026, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 11:02 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan, Vice Chair Dorsey, and Member Sauter were noted present. Members Walton and Mandelman were noted not present.

A quorum was present.

COMMUNICATIONS

Brent Jalipa, Budget and Appropriations Committee Clerk, instructed members of the public that 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

Chair Chan requested File Nos. 260616, 260596, and 260597 be called together.

Dan Goncher (Office of the Budget and Legislative Analyst) reported that the Departments of Children, Youth and Their Families, Early Childhood, Recreation and Park, Office of Economic and Workforce Development, Emergency Management, Adult Probation, Fire, Police Accountability, and Office of the District Attorney accepted the Budget and Legislative Analyst's (BLA) fiscal and policy recommendations; and that the Office of the Sheriff's Inspector General accepted recommendation SDA-1, rejected SDA-2, and agreed to place SDA-3 in reserve.

Chair Chan reported reaching agreements with the Ethics Commission to accept BLA recommendations ETH-1 through ETH-4; the Mayor's Office to accept BLA recommendations MYR-1 through MYR 4, and Current Year Savings (CY) recommendation CY MYR-1; Department of Homelessness and Supportive Housing to accept recommendations HOM-1 through HOM-4; Department of Public Health to accept recommendations DPH-1 through DPH-17; Human Services Agency to accept recommendations HSA-1 through HSA-6, and CY HSA-1; City Administrator to accept recommendations ADM-1, ADM-2, ADM-5, and CY ADM-1; and Public Works to accept recommendations DPW-3 through DPW-5, DPW-10 through DPW-13, and CY DPW-1 and DPW-2.

Supervisor Bilal Mahmood was noted present at 11:22 a.m.

Member Walton was noted present at 11:29 a.m.

SPECIAL MEETING OF THE BOARD OF SUPERVISORS

Member Mandelman was noted present at 11:35 a.m., thereby constituting a quorum of the Board of Supervisors. A special meeting of the Board of Supervisors was convened at 11:35 a.m., although the meeting was conducted in all respects as a committee meeting for items on the agenda and any substantive decisions constitute a recommendation of the committee and not action taken by the board.

Present: Supervisors Chan, Dorsey, Sauter, Walton, Mandelman, and Mahmood

ADJOURNMENT OF THE BOARD OF SUPERVISORS

At the hour of 11:42 a.m., Supervisor Mahmood was noted not present, thereby adjourning the Special Meeting of the Board of Supervisors.

Chair Chan recessed the meeting at 1:33 p.m., and reconvened at 1:46 p.m.

Members Walton and Mandelman were noted not present.

Clerk Jalipa notified the public of a national broadcast outage of Comcast/Xfinity, that the proceedings may be viewed via livestream at SFGovTV.org, and that footage will be available on demand after the conclusion of the meeting.

Member Walton was noted present at 11:48 p.m.

Member Mandelman was noted present at 11:50 p.m.

260616 [Hearing - Mayor's Proposed Budget for Departments - FYs 2026-2027 and 2027-2028]

Sponsor: Mayor

Hearing to consider the Mayor's Proposed Budget for the Departments of the City and County of San Francisco for Fiscal Years (FYs) 2026-2027 and 2027-2028.

Heard in Committee. Speaker(s): Dan Goncher (Office of the Budget and Legislative Analyst); Dan Adams, Director (Mayor's Office of Housing and Community Development); Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance); Shireen McSpadden, Executive Director, and Dylan Schneider (Department of Homelessness and Supportive Housing); Supervisor Bilal Mahmood (Board of Supervisors); Daniel Tsai, Director, and Dr. Susan Erlich (Department of Public Health); Trent Rhorer, Executive Director (Human Services Agency); Manohar Raju, Public Defender (Office of the Public Defender); Paul Miyamoto, Sheriff, and Patrick Leung (Sheriff's Office); Kimmie Wu, Chief Financial Officer (Police Department); Amber Mace, Interim Executive Director (Academy of Sciences); provided an overview and responded to questions raised throughout the discussion.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Hearing be forwarded as an undecided matter for consideration at the Budget and Appropriations Committee's recessed meeting of June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

260596 [Budget and Appropriation Ordinance for Departments - FYs 2026-2027 and 2027-2028]

Sponsor: Mayor

Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for Departments of the City and County of San Francisco as of May 30, 2026, for the Fiscal Years (FYs) ending June 30, 2027, and June 30, 2028.
(Fiscal Impact)

Heard in Committee. Speaker(s): Dan Goncher (Office of the Budget and Legislative Analyst); Dan Adams, Director (Mayor's Office of Housing and Community Development); Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance); Shireen McSpadden, Executive Director, and Dylan Schneider (Department of Homelessness and Supportive Housing); Supervisor Bilal Mahmood (Board of Supervisors); Daniel Tsai, Director, and Dr. Susan Erlich (Department of Public Health); Trent Rhorer, Executive Director (Human Services Agency); Manohar Raju, Public Defender (Office of the Public Defender); Paul Miyamoto, Sheriff, and Patrick Leung (Sheriff's Office); Kimmie Wu, Chief Financial Officer (Police Department); Amber Mace, Interim Executive Director (Academy of Sciences); provided an overview and responded to questions raised throughout the discussion.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Hearing be forwarded as an undecided matter for consideration at the Budget and Appropriations Committee's recessed meeting of June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

260597 [Annual Salary Ordinance - FYs 2026-2027 and 2027-2028]

Sponsor: Mayor

Annual Salary Ordinance enumerating positions in the Annual Budget and Appropriation Ordinance for the Fiscal Years (FYs) ending June 30, 2027, and June 30, 2028, continuing, creating, or establishing these positions; enumerating and including therein all positions created by Charter or State law for which compensations are paid from City and County funds and appropriated in the Annual Appropriation Ordinance; authorizing appointments or continuation of appointments thereto; specifying and fixing the compensations and work schedules thereof; and authorizing appointments to temporary positions and fixing compensations therefore.

(Fiscal Impact)

Heard in Committee. Speaker(s): Dan Goncher (Office of the Budget and Legislative Analyst); Dan Adams, Director (Mayor's Office of Housing and Community Development); Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance); Shireen McSpadden, Executive Director, and Dylan Schneider (Department of Homelessness and Supportive Housing); Supervisor Bilal Mahmood (Board of Supervisors); Daniel Tsai, Director, and Dr. Susan Erlich (Department of Public Health); Trent Rhorer, Executive Director (Human Services Agency); Manohar Raju, Public Defender (Office of the Public Defender); Paul Miyamoto, Sheriff, and Patrick Leung (Sheriff's Office); Kimmie Wu, Chief Financial Officer (Police Department); Amber Mace, Interim Executive Director (Academy of Sciences); provided an overview and responded to questions raised throughout the discussion.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Hearing be forwarded as an undecided matter for consideration at the Budget and Appropriations Committee's recessed meeting of June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

260118 [Business and Tax Regulations Code - Extending Waiver of Permit, License, and Business Registration Fees for Certain Small Businesses]

Sponsor: Sherrill

Ordinance amending the Business and Tax Regulations Code to extend, through June 30, 2027, the waiver of certain first-year permit, license, and business registration fees for specified small businesses that newly form or that open a new location.

(Fiscal Impact)

The vote for this Ordinance to be RECOMMENDED AS AMENDED to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260608 [Accept and Expend Grant - Friends of San Francisco Public Library - Chinatown Branch Renovation Capital Project - FYs 2026-2027 through 2029-2030 - Up to \$1,500,000 of In-Kind Gifts, Services, and Cash Monies]

Sponsors: Mayor; Sauter

Resolution authorizing the San Francisco Public Library to accept and expend a grant in the amount of up to \$1,500,000 of in-kind gifts, services, and cash monies from the Friends of the San Francisco Public Library for direct support for the Chinatown Branch Renovation Capital Project within the period of Fiscal Years (FY) 2026-2027 through 2029-2030. (Public Library)

The vote to RECOMMEND this Resolution to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260600 [Health Code - Patient Rates for Fiscal Years 2026-2027 and 2027-2028]

Sponsor: Mayor

Ordinance amending the Health Code to set patient rates for services provided by the Department of Public Health for Fiscal Years 2026-2027 and 2027-2028.

The vote to **RECOMMEND** this Ordinance to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260655 [Administrative Codes - Weights and Measures Fees]

Sponsor: Mayor

Ordinance amending the Administrative Code to increase certain utility meter fees and authorize the Controller to annually adjust device fees for weights and measures and utility meters up to the maximum allowable under state law.

The vote to **RECOMMEND** this Ordinance to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260610 [Accept and Expend Grants - Recurring State Grant Funds - Department of Public Health - FY2026-2027]

Sponsor: Mayor

Resolution authorizing the acceptance and expenditure of Recurring State grant funds by the San Francisco Department of Public Health for Fiscal Year (FY) 2026-2027.

The vote to **RECOMMEND** this Resolution to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260603 [Municipal Elections Code - Ballot Argument Fees]

Sponsor: Mayor

Ordinance amending the Municipal Elections Code to increase the filing fee and per-word fee for paid ballot arguments.

The vote to **TABLE** this Ordinance occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260604 [Municipal Elections Code - Voter Information Pamphlets]

Sponsor: Mayor

Ordinance amending the Municipal Elections Code to remove the requirement that the Department of Elections publish the legal text of ballot measures in the Voter Information Pamphlet sent to voters before each election, and to allow the Director of Elections to determine the format of the Voter Information Pamphlet without the Ballot Simplification Committee's approval.

The vote for this Ordinance to be **CONTINUED TO THE CALL OF THE CHAIR** occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260617 [Hearing - Administrative Provisions - Contained in the Proposed Appropriation Ordinance for Departments - FYs 2026-2027 and 2027-2028]

Hearing on the Administrative Provisions contained in the proposed Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for Departments of the City and County of San Francisco as of June 1, 2026, for the Fiscal Years (FYs) ending June 30, 2027, and June 30, 2028. (Clerk of the Board)

The vote for this Hearing to be HEARD AND FILED, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260618 [Hearing - Administrative Provisions - Contained in the Proposed Annual Salary Ordinance - FYs 2026-2027 and 2027-2028]

Hearing on the Administrative Provisions contained in the proposed Annual Salary Ordinance enumerating positions in the Annual Budget and Appropriation Ordinance for the Fiscal Years (FYs) ending June 30, 2027, and June 30, 2028, continuing, creating, or establishing these positions; enumerating and including therein all positions created by Charter or State law for which compensations are paid from City and County funds and appropriated in the Annual Appropriation Ordinance; authorizing appointments or continuation of appointments thereto; specifying and fixing the compensations and work schedules thereof; and authorizing appointments to temporary positions and fixing compensations therefore. (Clerk of the Board)

The vote for this Hearing to be HEARD AND FILED, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260607 [Resolution Adjusting the Access Line Tax with the Consumer Price Index of 2026]
Sponsors: Mayor; Chan and Mandelman

Resolution concurring with the Controller's establishment of the Consumer Price Index for 2026, and adjusting the Access Line Tax by the same rate.

The vote to RECOMMEND this Resolution to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260602 [Neighborhood Beautification and Graffiti Clean-Up Fund Tax Designation Ceiling]
Sponsor: Mayor

Ordinance adopting the Neighborhood Beautification and Graffiti Clean-up Fund Tax designation ceiling for tax year 2026.

The vote to RECOMMEND this Ordinance to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260598 [Administrative Code - San Francisco Self-Insurance Surety Bond Fund]
Sponsor: Mayor

Ordinance amending the Administrative Code to authorize the City Administrator to pause, reduce, or return the annual contributions by the departments that contract for Public Works under Administrative Code Chapter 6 to the San Francisco Self-Insurance Surety Bond Fund.

The vote to RECOMMEND this Ordinance to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260612 [Proposition J Contract Certification Contracted-Out Department Services Previously Approved]

Sponsor: Mayor

Resolution concurring with the Controller's certification that department services previously approved can be performed by private contractor for a lower cost than similar work performed by City and County employees, for the following services: Budget and Legislative Analyst Services (Board of Supervisors); Fleet Security Services, Real Estate Division Custodial Services, Real Estate Division Security Services, Convention Facilities Management (General Services Agency-Administrative Services); Security Services (Department of Public Works); Security Services (Homelessness and Supportive Housing); Security Services (Human Services Agency); Food Services at County Jails (Sheriff's Department); Assembly of Vote by Mail Services (Department of Elections); and Security Services (Mayor's Office of Housing and Community Development).

The vote to RECOMMEND this Resolution to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260613 [Proposition J Contract Certification Contracted-Out Department Services Not Previously Approved]

Sponsor: Mayor

Resolution concurring with the Controller's certification that department services can be performed by private contractor for a lower cost than similar work performed by City and County employees, for Protective Services (Adult Probation), Security Services (Department of Public Health), and Materials Testing and Inspection Services (Department of Public Works).

The vote that this Resolution be RECOMMENDED AS AMENDED to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260723 [Proposition J Contract Certification Contracted-Out Department Services Not Previously Approved]

Sponsor: Mayor

Resolution concurring with the Controller's certification that department services can be performed by private contractor for a lower cost than similar work performed by City and County employees, for Materials Testing and Inspection Services (Department of Public Works).

Chair Chan, seconded by Vice Chair Dorsey, moved that this Resolution be forwarded as an undecided matter for consideration at the Budget and Appropriations Committee's recessed meeting of June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

260614 [Permit Amendment - Another Planet Entertainment - Polo Field Concerts - Up To Nine Year Extension and Fee Increase]

Sponsor: Mayor

Resolution authorizing the Recreation and Park Department to issue an amended permit allowing Another Planet Entertainment to hold ticketed concerts at the Golden Gate Park Polo Field, to take place on the Friday, Saturday, and Sunday either following or preceding the Outside Lands Festival in 2027, 2028 and 2029, in exchange for a minimum permit fee of \$1,530,000 per year for two-day events and \$2,295,000 per year for three-day events through 2029, and with options to extend the permit until 2035 and with increased minimum permit fees during any such extensions; affirming a categorical exemption under the California Environmental Quality Act; and authorizing the Recreation and Park Department General Manager to enter into amendments or modifications to the permit that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the permit or this Resolution. (Recreation and Park Department)

The vote to RECOMMEND this Resolution to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260599 [Business and Tax Regulations Code - Early Care and Education Commercial Rents Tax Baseline - FYs 2026-2027 and 2027-2028]

Sponsor: Mayor

Ordinance modifying the baseline funding requirements for early care and education programs in Fiscal Years (FYs) 2026-2027 and 2027-2028, to enable the City to use the interest earned from the Early Care and Education Commercial Rents Tax for those baseline programs.
(Fiscal Impact)

The vote to RECOMMEND this Ordinance to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260601 [Funding Reallocation - Our City, Our Home Fund - Homelessness Gross Receipts Tax - Services to Address Homelessness]

Sponsor: Mayor

Ordinance temporarily suspending the cap on the use of Homelessness Gross Receipts Tax revenues to fund short-term rental subsidies; and finding that temporarily allowing for increased expenditures on short-term rental subsidies will further the purposes of the Our City, Our Home Fund pursuant to Business and Tax Regulations Code, Section 2811.
(Fiscal Impact)

The vote to RECOMMEND this Ordinance to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260611 [Homelessness and Supportive Housing Fund - FYs 2026-2027 and 2027-2028 Expenditure Plan]

Sponsor: Mayor

Resolution approving the Fiscal Years (FYs) 2026-2027 and 2027-2028 Expenditure Plan for the Department of Homelessness and Supportive Housing Fund.

The vote to RECOMMEND this Resolution to the Board of Supervisors meeting of July 14, 2026, occurred during the June 17, 2026, Budget and Appropriations Committee meeting.

260472 [Proposed Budget and Appropriation Ordinance for Selected Departments, as of May 1, 2026, for FYs 2026-2027 and 2027-2028]

Sponsor: Mayor

Proposed Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for the Airport Commission, Board of Appeals, Department of Building Inspection, City Planning Department, Child Support Services, Department of the Environment, Law Library, Municipal Transportation Agency, Port, Public Library, San Francisco Public Utilities Commission, Rent Arbitration Board, and Retirement System as of May 1, 2026, for Fiscal Years (FYs) 2026-2027 and 2027-2028.

(Fiscal Impact)

Chair Chan, seconded by Vice Chair Dorsey, moved that this Hearing be forwarded as an undecided matter for consideration at the Budget and Appropriations Committee's recessed meeting of June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

260473 [Proposed Annual Salary Ordinance for Selected Departments, as of May 1, 2026, for FYs 2026-2027 and 2027-2028]

Sponsor: Mayor

Proposed Annual Salary Ordinance enumerating positions in the Proposed Budget and Appropriation Ordinance for the Airport Commission, City Planning Department, Child Support Services, Building Inspection, Environment, Public Library, Law Library, Municipal Transportation Agency, Board of Appeals, Port, Public Utilities Commission, Retirement System, and Rent Arbitration Board as of May 1, 2026, for Fiscal Years (FYs) 2026-2027 and 2027-2028.

(Fiscal Impact)

Chair Chan, seconded by Vice Chair Dorsey, moved that this Hearing be forwarded as an undecided matter for consideration at the Budget and Appropriations Committee's recessed meeting of June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

MEETING RECESSED

Chair Chan, seconded by Vice Chair Dorsey, moved that the undecided items, File Nos. 260616, 260596, 260597, 260723, 260472, and 260473 be considered at the recessed Budget and Appropriations Committee meeting on June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved to recess this meeting to June 24, 2026. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Sauter, Walton, Mandelman

There being no further business, the Budget and Appropriations Committee recessed at the hour of 2:21 p.m.

N.B. The Minutes of this meeting set forth all actions taken by the Budget and Appropriations Committee on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.