



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, Rafael Mandelman, Ahsha Safai

Clerk: Brent Jalipa (415) 554-7712

Wednesday, March 1, 2023

10:00 AM

Regular Meeting

IN-PERSON MEETING
City Hall, Legislative Chamber, Room 250

(remote access provided)
(remote public comment provided via teleconference)

Present: 3 - Connie Chan, Rafael Mandelman, and Ahsha Safai

The Budget and Finance Committee met in a regular session, in-person with remote access and public comment via telephone, on Wednesday, March 1, 2023, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:07 a.m.

Remote Access to Information and Participation

The Board of Supervisors and its committees convene hybrid meetings that allow in-person attendance, remote access, and public comment via teleconference. Visit the SFGovTV website (www.sfgovtv.org) to stream the live meetings and watch meetings on demand or watch live meetings on San Francisco Cable Channels 26, 28, 78, or 99 (depending on your provider). Members of the public may provide public comment in-person or remotely via teleconference (detailed instructions available at: <https://sfbos.org/remote-meeting-call>).

Members of the public may participate by phone or may submit their comments by email to: brent.jalipa@sfgov.org; all comments received will be made a part of the official record. Regularly scheduled Budget and Finance Committee Meetings begin at 10:00 a.m. every Wednesday of each month. Committee agendas and their associated documents are available at <https://sfbos.org/committees>.

Please visit the Board's website (www.sfbos.org) regularly to be updated on the current situation as it affects the legislative process. For more information contact the Budget and Finance Committee Clerk at (415) 554-7712 or brent.jalipa@sfgov.org.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan and Vice Chair Mandelman were noted present. Member Safai was noted not present. A quorum of the Committee was present.

COMMUNICATIONS

*Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public, when general public comment is called, to contribute live comments for up to two minutes in-person or by dialing the provided telephone number. In-person public comment will be taken before remote public comment is called. Those who are providing public comment remotely must dial * 3 to be added to the remote queue to speak. Written comments may be submitted through email to the Budget and Finance Committee Clerk (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

Member Safai was noted present at 10:15 a.m.

230136 [Accept and Expend Grant - Retroactive - California Department of Social Services - Commercial Sexual Exploitation of Children Placement and Services Program - \$7,000,000]

Sponsor: Mayor

Resolution retroactively authorizing the Department on the Status of Women to accept and expend a grant from the California Department of Social Services for the Commercial Sexual Exploitation of Children Placement and Services Program in the amount of \$7,000,000 for a three-year grant period from January 1, 2023, through December 31, 2025. (Department on the Status of Women)

02/07/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Nazneen Rydhan-Foster (Department on the Status of Women); Francesca Gonzalez, Executive Director (Freedom Forward); 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, Mandelman, Safai

221278 [Accept and Expend Grant - Retroactive - Blue Shield of California Foundation - Economic Security and Mobility Program - \$200,000]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of the Status of Women to accept and expend a grant in the amount of \$200,000 from the Blue Shield of California Foundation for a two-year grant period from October 1, 2022, through September 30, 2024, to launch Women's Economic Security Pilot Programs. (Department on the Status of Women)

12/13/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Kimberly Ellis, Director (Department on the Status of Women); 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, Mandelman, Safai

Chair Chan requested File Nos. 230120 and 221187 be called together.

230120 [Public Auction - Tax-Defaulted Real Property]

Resolution authorizing the Tax Collector to sell, at public auction, certain parcels of tax-defaulted real property. (Treasurer-Tax Collector)

01/30/23; RECEIVED FROM DEPARTMENT.

02/14/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Amanda Fried, (Office of the Treasurer Tax-Collector); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved that the Parcel List be AMENDED by removing 3936-3938 Geary Street, 3548-3550 20th Street, 547 Head Street, and 41 Sears Street; and by making other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai

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

Ayes: 3 - Chan, Mandelman, Safai

221187 [Administrative Code - Power to Sell for Nonresidential Commercial Properties]

Ordinance amending the Administrative Code to allow the Tax Collector to sell tax-defaulted nonresidential commercial property after five years of nonpayment of property taxes instead of after three years. (Treasurer-Tax Collector)

11/21/22; RECEIVED FROM DEPARTMENT.

12/06/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/5/2023.

Heard in Committee. Speaker: Amanda Fried, (Office of the Treasurer 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, Mandelman, Safai

230122 [Agreement Amendment - San Francisco AIDS Foundation - HIV Rental Subsidies - Not to Exceed \$51,075,213]**Sponsors: Mandelman; Chan and Safai**

Resolution approving Amendment No. 1 to the Agreement between the San Francisco AIDS Foundation and the Department of Public Health, to provide HIV rental subsidies; to increase the agreement by \$41,667,580 for an amount not to exceed \$51,075,213; to extend the term by eight years from June 30, 2023, for a total agreement term of July 1, 2021, through June 30, 2031; and to authorize the Department of Public Health to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

02/01/23; RECEIVED FROM DEPARTMENT.

02/14/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Bill Blum and Beth Neary (Department of Public Health); Dan Goncher (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Supervisors Mandelman, Chan, and Safai requested to be added as co-sponsors.

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

Ayes: 3 - Chan, Mandelman, Safai

230042 [Design Professional Services Agreement - Mark Cavagnero Associates - Water Enterprise City Distribution Division Facilities - 2000 Marin Street - Not to Exceed \$27,800,000]

Resolution approving the Design Professional Services Agreement, Contract No. PRO.0264, with Mark Cavagnero Associates to provide architectural, engineering, and consulting services to design the new San Francisco Public Utilities Commission Water Enterprise City Distribution Division facilities at 2000 Marin Street for a total cost not to exceed \$27,800,000 with a term of five years from March 1, 2023, through February 28, 2028, subject to Board of Supervisors' approval under Charter, Section 9.118. (Public Utilities Commission)
(Fiscal Impact)

01/13/23; RECEIVED FROM DEPARTMENT.

01/24/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Steve Ritchie and Shelby Campbell (Public Utilities Commission); Dan Goncher (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Kang Kiang (Mark Cavagnero Associates); David Pilpel; spoke in support of the hearing matter.

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

Ayes: 3 - Chan, Mandelman, Safai

230091 [Professional Services Agreement - APX Inc. - Power Scheduling Coordination Services and Related Support Services - Not to Exceed \$895,742,800]

Resolution approving Amendment No. 2 to Contract No. PRO.0152, Power Scheduling Coordination and Related Support Services, with APX Inc., to allow for the processing of the California Independent System Operator power transmission service charges, to increase the contract by \$636,000,000 for a total not to exceed contract amount of \$895,742,800 subject to the Board of Supervisors approval pursuant to Charter, Section 9.118, with no change to the five year of term from March 2022, through April 2027. (Public Utilities Commission)
(Fiscal Impact)

01/27/23; RECEIVED FROM DEPARTMENT.

02/07/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sunita Jones and Barbara Hale (Public Utilities Commission); Dan Goncher (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 4, Lines 12-14, by adding 'FURTHER RESOLVED, that the SFPUC shall submit quarterly reports showing actual CAISO charges compared with projections and remaining contract expenditure authority to the Clerk of the Board for inclusion into the official file through Fiscal Year 2023-24'. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai

Resolution approving Amendment No. 2 to Contract No. PRO.0152, Power Scheduling Coordination and Related Support Services, with APX Inc., to allow for the processing of the California Independent System Operator power transmission service charges, to increase the contract by \$636,000,000 for a total not to exceed contract amount of \$895,742,800 subject to the Board of Supervisors approval pursuant to Charter, Section 9.118, with no change to the five year of term from March 2022 through April 2027. (Public Utilities Commission)
(Fiscal Impact)

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

Ayes: 3 - Chan, Mandelman, Safai

230173 [Loan Documents - 629 Post Street - Small Sites Program, Academy of Art University Settlement Fund - Not to Exceed \$30,385,225]**Sponsors: Mayor; Safai and Mandelman**

Resolution approving and authorizing the Director of the Mayor's Office of Housing and Community Development to execute documents relating to a loan for the acquisition and rehabilitation of 629 Post Street, pursuant to the Small Sites Program, utilizing the Academy of Art University Settlement Fund for a total loan amount not to exceed \$30,385,225; confirming the Planning Department's determination under the California Environmental Quality Act; and finding that the Project loan is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1. (Fiscal Impact)

02/14/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Amanda Fukutome Lopez and Sheila Nickolopoulos (Mayor's Office of Housing and Community Development); Dan Goncher (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; shared various concerns relating to the hearing matter.

Supervisors Safai and Mandelman requested to be added as co-sponsors.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 5, Lines 13-14, by adding 'FURTHER RESOLVED, That it is the City's intent to record a City Option to Purchase in a future loan agreement.' The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai
(Fiscal Impact)

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

Ayes: 3 - Chan, Mandelman, Safai

221223 [Environment Code - Repeal and Replace Chapter 7 Green Building Requirements]**Sponsors: Mayor; Mandelman and Safai**

Ordinance amending the Environment Code to repeal Chapter 7: Green Building Requirements for City Buildings and replace with new Chapter 7: Municipal Green Building Requirements; and affirming the Planning Department's determination under the California Environmental Quality Act. (Fiscal Impact)

12/06/22; ASSIGNED UNDER 30 DAY RULE to Land Use and Transportation Committee, expires on 1/6/2023.

12/09/22; REFERRED TO DEPARTMENT. Referred to the listed departments for informational purposes; and the Planning Department for environmental review.

12/16/22; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment. Physical projects will require separate environmental review.

01/26/23; TRANSFERRED to Budget and Finance Committee. President Peskin transferred this matter from the Land Use and Transportation Committee to the Budget and Finance Committee.

Heard in Committee. Speakers: Cyndy Comerford (Department on the Environment); provided an overview and responded to questions raised throughout the discussion. Sarah Greenwald; Lauren Chavez (Recreation and Park Department); Elena Engel (350 San Francisco); shared various concerns regarding the hearing matter.

Supervisor Safai requested to be added as a co-sponsor.

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

Ayes: 3 - Chan, Mandelman, Safai

230182 [Hearing - Economic and Tax Revenue Trends in Downtown San Francisco]**Sponsor: Chan**

Hearing on the Budget and Legislative Analyst's (BLA) report, entitled "Economic and Tax Revenue Trends in Downtown San Francisco;" and requesting the BLA to report.

02/14/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/17/23; REFERRED TO DEPARTMENT. Referred to the Office of the Budget and Legislative Analyst for informational purposes.

Heard in Committee. Speaker: Fred Brousseau (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved that this Hearing be CONTINUED TO THE CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:45 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.