



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, Myrna Melgar

Clerk: Brent Jalipa
(415) 554-7712 ~ brent.jalipa@sfgov.org

Wednesday, May 8, 2024

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Connie Chan, Rafael Mandelman, and Myrna Melgar

The Budget and Finance Committee met in regular session on Wednesday, May 8, 2024, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:03 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan, Vice Chair Mandelman, and Member Melgar were noted present. A quorum was present.

COMMUNICATIONS

Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public that public comment is taken on each item on the agenda. Alternatively, 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

240340 [Grant Agreement Amendment - Hamilton Families - Housing Solutions Rapid Re-Housing - Not to Exceed \$21,903,359]

Sponsors: Mayor; Mandelman and Melgar

Resolution approving the second amendment to the grant agreement between Hamilton Families and the Department of Homelessness and Supportive Housing (“HSH”) for family rapid re-housing services through the Housing Solutions program; extending the grant term by 72 months from June 30, 2024, for a total term of July 1, 2020, through June 30, 2030; increasing the agreement/contract amount by \$12,306,778 for a total amount not to exceed \$21,903,359; and authorizing HSH to enter into any amendments or other modifications to the agreement that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the agreement. (Department of Homelessness and Supportive Housing) (Fiscal Impact)

04/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dylan Schneider (Department of Homelessness and Supportive Housing); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Frank De La Campa (Hamilton Families); spoke in support of the resolution matter.

Supervisors Mandelman and Melgar 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, Melgar

240339 [Grant Agreement Amendment - Conard House, Inc. - McAllister Hotel - Not to Exceed \$12,815,916]**Sponsors: Mayor; Mandelman**

Resolution approving the second amendment to the grant agreement between Conard House, Inc. and the Department of Homelessness and Supportive Housing ("HSH") for supportive services, property management, and master lease stewardship at the McAllister Hotel; extending the grant term by 24 months from June 30, 2024, for a total term of January 1, 2021, through June 30, 2026; increasing the agreement amount by \$4,490,244 for a total amount not to exceed \$12,815,916; and authorizing HSH to enter into any amendments or other modifications to the agreement that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the agreement. (Department of Homelessness and Supportive Housing)

(Fiscal Impact)

04/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dylan Schneider (Department of Homelessness and Supportive Housing); Nicolas Menard (Office of the Budget and Legislative Analyst); Sandra Davis and Anne Quaintance, Executive Director (Conard House); provided an overview and responded to questions raised throughout the discussion. Sandra Davis (Conard House); spoke in support of the resolution matter.

Supervisors Mandelman requested to be added as a co-sponsor.

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

Ayes: 3 - Chan, Mandelman, Melgar

240394 [Hearing - Release of Reserved Funds - San Francisco Public Utilities Commission - Transmission Lines 7/8 Upgrades Project - \$2,437,812.23]

Hearing to consider the release of reserved funds to the San Francisco Public Utilities Commission, placed on the Budget and Finance Committee reserve by Ordinance No. 4-13 in the amount of \$2,437,812.23 to fund the Transmission Lines 7/8 Upgrades Project. (Public Utilities Commission)

04/18/24; RECEIVED FROM DEPARTMENT.

04/18/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Margaret Hannaford (San Francisco Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved to release reserved funds to the Public Utilities Commission in the amount of \$2,437,812.23 and that the Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Melgar

240309 [Accept and Expend Grant - Federal Aviation Administration - Airport Terminal Program - Not To Exceed \$31,000,000]**Sponsor: Mayor**

Resolution authorizing the Airport Commission to accept and expend a grant in an amount not to exceed \$31,000,000 and any additional amounts up to 15% of the original grant for a period of October 1, 2023, through September 30, 2028, that may be offered from the Federal Aviation Administration for the implementation of the heating, ventilation, and air conditioning (HVAC) Improvements at International Terminal Project, contingent on receipt by the Airport Commission of a grant offer from the Federal Aviation Administration. (Airport Commission)
(Fiscal Impact)

03/26/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dyanna Volek (Airport Department); Nicolas Menard (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 RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Melgar

Chair Chan requested File Nos. 240008 and 240009 be called together.

240008 [Lease Modification - American Airlines, Inc. - Superbay Hangar Lease No. L13-0071 - Extension of Term and Rent Increase - \$7,240,000 Initial Annual Base Rent]

Resolution approving Modification No. 4 of the Superbay Hangar Lease No. L13-0071, between American Airlines, Inc. and the City and County of San Francisco, acting by and through its Airport Commission, to extend the term by two years and adjust the annual rent to \$7,240,000 to commence on the effective date of the lease extension term after approval of the Board of Supervisors and execution of Modification No. 4 by City. (Airport Commission)

12/14/23; RECEIVED FROM DEPARTMENT.

01/09/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dyanna Volek (Airport Department); Nicolas Menard (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 RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Melgar

240009 [Lease Modification - United Airlines, Inc. - Extension of Term and Rent Increase - \$5,563,768.73 Initial Annual Base Rent]

Resolution approving Modification No. 3 of the Superbay Hangar Lease No. L04-0058, between United Airlines, Inc. and the City and County of San Francisco, acting by and through its Airport Commission, to extend the term by two years and set the annual rent to \$5,563,768.73 to commence on the effective date of the lease extension term after approval of the Board of Supervisors and execution of Modification No. 3 by City. (Airport Commission)

12/14/23; RECEIVED FROM DEPARTMENT.

01/09/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dyanna Volek (Airport Department); Nicolas Menard (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 RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Melgar

240372 [Accept and Expend Grant - Retroactive - Cannabis Equity Grants Program for Local Jurisdictions - \$2,041,520.62]

Sponsors: Mayor; Mandelman

Resolution retroactively authorizing the Office of Cannabis to accept and expend a grant award in the amount of \$2,041,520.62 from April 2, 2024, through October 31, 2025, from the Governor's Office of Business and Economic Development for the Local Equity Grants Program for Local Jurisdictions; authorizing the Office of Cannabis to execute the agreement with the Governor's Office of Business and Economic Development, and any extensions, amendments, or contracts subsequent thereto, on behalf of the City and County of San Francisco, as defined herein; and indemnifying the Governor's Office of Business and Economic Development for liability arising out of the performance of this contract.

04/16/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Yuliya Iskenderava (Office of Cannabis); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Chan, Mandelman, Melgar

240365 [Contract Modification - Recology San Francisco - Refuse Collection Services - Not to Exceed - \$43,800,000]

Resolution authorizing the Office of Contract Administration to enter into a Fifth Amendment to the agreement between the City and County of San Francisco and Sunset Scavenger Company d/b/a Recology Sunset Scavenger, Golden Gate Disposal & Recycling Company d/b/a Recology Golden Gate, and Recology San Francisco (collectively "Contractor") for refuse collection services at City facilities, increasing the contract amount by \$4,200,000 for a total not to exceed amount of \$43,800,000 and extending the duration of the term by four months from July 1, 2024, for a total contract term of December 1, 2020, through October 31, 2024. (Office of Contract Administration) (Fiscal Impact)

04/15/24; RECEIVED FROM DEPARTMENT.

04/23/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Annyse Acevedo (City Administrator's Office of Contract Administration); Nicolas Menard (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 RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Melgar

Chair Chan requested File Nos. 240363 and 240364 be called together.

240363 [Official Advertising - Clinton Reilly Communications, dba The San Francisco Examiner - FY2024-2025]

Resolution designating Clinton Reilly Communications, dba The San Francisco Examiner, to be the official newspaper of the City and County of San Francisco for all official advertising for Fiscal Year (FY) 2024-2025. (Office of Contract Administration)

04/15/24; RECEIVED FROM DEPARTMENT.

04/23/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Wil Alderman (City Administrator's Office of Contract Administration); provided an overview and responded to questions raised throughout the discussion. Maya Chupkov (Common Cause); spoke on various concerns relating to the hearing matter.

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

Ayes: 3 - Chan, Mandelman, Melgar

240364 [Outreach Community-Based Weekly Advertising and Outreach Neighborhood-Based Monthly Advertising - Various Periodicals - FY2024-2025]

Resolution designating Bay Area Reporter to be the outreach community-based weekly periodical of the City and County of San Francisco for the Lesbian, Gay, Bisexual and Transgender community; El Reportero to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Bayview/Hunters Point, Mission District, Bernal Heights neighborhoods; El Tecolote to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Mission, Excelsior, and Potrero Hill neighborhoods; Henry Society Journal to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Bayview/Hunters Point and Visitacion Valley neighborhoods; Noe Valley Voice to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Noe Valley and Diamond Heights neighborhoods; Potrero View to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Potrero Hill, Dogpatch, Mission Bay, and eastern South of Market neighborhoods; San Francisco Bay Times to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Castro, Noe Valley, and Duboce Triangle neighborhoods; San Francisco Examiner to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Sunset, Presidio Heights, Excelsior, Pacific Heights, Mission, Haight-Ashbury, Richmond, Financial District, Tenderloin, Eureka Valley, Russian Hill, Forest Hill, South of Market, Marina, and North Beach neighborhoods; Sing Tao Daily to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Chinatown, Richmond, Sunset, Portola Valley, Excelsior, Outer Mission, Tenderloin, Oceanview, Ingleside, and Merced Heights; Small Business Exchange to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco serving the entire City; Wind Newspaper to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Chinatown, Sunset, Richmond, Visitacion Valley, Portola, Tenderloin, Outer Mission neighborhoods, and the outreach community-based weekly periodical of the City and County of San Francisco for the Chinese community; World Journal to be the outreach neighborhood-based monthly periodical of the City and County of San Francisco for the Bayview/Hunters Point, Chinatown, Mission, South of Market, Tenderloin, Visitacion Valley, and Western Addition neighborhoods; and to provide outreach advertising for Fiscal Year (FY) 2024-2025. (Office of Contract Administration)

04/15/24; RECEIVED FROM DEPARTMENT.

04/23/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Wil Alderman (City Administrator's Office of Contract Administration); provided an overview and responded to questions raised throughout the discussion. Maya Chupkov (Common Cause); spoke on various concerns relating to the hearing matter.

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

Ayes: 3 - Chan, Mandelman, Melgar

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:22 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.