



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, July 24, 2024

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

President Aaron Peskin appointed Supervisor Dorsey, in place of Supervisor Mandelman, to the Budget and Finance Committee for the regular meeting of July 24, 2024.

Present: 3 - Connie Chan, Myrna Melgar, and Matt Dorsey

Excused: 1 - Rafael Mandelman

The Budget and Finance Committee met in regular session on Wednesday, July 24, 2024, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:02 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan, and Members Melgar and Dorsey were noted present. Vice Chair Mandelman was noted not 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

Supervisor Mandelman Excused from Attendance

Chair Chan moved to excuse Supervisor Mandelman from attending the Budget and Finance Committee meeting on July 24, 2024. The motion carried by the following vote:

Ayes: 3 - Chan, Melgar, Dorsey
Excused: 1 - Mandelman

240731 [Real Property Lease - Twin Peaks Petroleum, Inc. - 598 Portola Drive - \$156,600 Initial Annual Base Rent]

Sponsor: Melgar

Resolution approving and authorizing the Director of Property to enter into a real property lease with Twin Peaks Petroleum, Inc., a California corporation, doing business as Twin Peaks Auto Care, successor-in-interest to Michael Gharib, for approximately 14,499 square feet located at 598 Portola Drive, for an initial term of twenty years with one five-year option to extend, at an initial base rent of \$156,600 with annual adjustments of three percent thereafter; effective upon approval of this Resolution by the Board of Supervisors and Mayor, and full execution of the Lease; to require the Tenant to complete certain improvements by December 31, 2025, with a waiver of rent up to three months; finding that competitive bidding procedures required under San Francisco Administrative Code, Chapter 23, Section 23.33, are impractical; finding that the Premises is exempt surplus land under California Code, Section 54421(f)(1)(B); and to authorize the Director of Property to enter into amendments or modifications to the lease that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the lease or this Resolution.
(Fiscal Impact)

06/25/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

07/17/24; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speaker(s): Andrico Penick, Director, and Claudia Gorham (City Administrator's Real Estate Division); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. George Wooding; Thomas Carver; Richard Carillo; Susan Bohegian; Kathy Holly; Michael Gharib; spoke in support of the resolution matter.

07/17/24; CONTINUED AS AMENDED.

Heard in Committee. Speaker(s): Walter Caplan (Forest Knolls Neighborhood Organization); Richard Carillo (Small Business Commission); spoke in support of the resolution matter. Thierry Fill; spoke on various concerns relating to the hearing matter.

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

Ayes: 3 - Chan, Melgar, Dorsey
Excused: 1 - Mandelman

240665 [Transportation Code - Fee Waivers for Qualifying Neighborhood Outdoor Events - Certain Sunset District Streets]**Sponsors: Mayor; Mandelman, Melgar, Engardio and Dorsey**

Ordinance amending the Transportation Code to waive fees related to the temporary closure of streets for events organized by community-serving nonprofit arts and culture organizations, small businesses, merchant associations, neighborhood resident associations, and property and business improvement districts.

(Fiscal Impact)

06/05/24; DUPLICATED.

06/05/24; AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. Duplicated from File No. 240408.

06/05/24; CONTINUED TO CALL OF THE CHAIR.

Heard in Committee. Speaker(s): Supervisor Joel Engardio (Board of Supervisors); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; spoke on various concerns relating to the hearing matter.

Chair Chan moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 3-9, to read 'Ordinance amending the Transportation Code to waive fees related to the temporary closure of streets for events on Irving, Noriega and Taraval Streets, from 19th Avenue to the Great Highway, that are organized by community-serving nonprofit arts and culture organizations, small businesses, merchant associations, neighborhood resident associations, and property and business improvement districts, and to set a sunset date of June 30, 2027 for the program waiving fees related to such street closures throughout the City.'; on Page 3, Line 7, by replacing 'subject to the fee waiver' with 'subject to any operative fee waiver'; on Page 6, Lines 15-18, by adding '(e) Sunset Date. This Section 6.17 shall expire by operation of law on June 30, 2027. Upon expiration of this Section 6.17, the City Attorney is authorized to cause this Section 6.17 to be removed from the Transportation Code.'; and by making clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Chan, Melgar, Dorsey

Excused: 1 - Mandelman

Ordinance amending the Transportation Code to waive fees related to the temporary closure of streets for events on Irving, Noriega, and Taraval Streets, from 19th Avenue to the Great Highway, that are organized by community-serving nonprofit arts and culture organizations, small businesses, merchant associations, neighborhood resident associations, and property and business improvement districts, and to set a sunset date of June 30, 2027, for the program waiving fees related to such street closures throughout the City.

(Fiscal Impact)

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

Ayes: 3 - Chan, Melgar, Dorsey

Excused: 1 - Mandelman

240746 [Assignment Street Flower Market Permit - Market Street Flower Market]**Sponsors: Dorsey; Chan**

Resolution approving the assignment of the Market Street Flower Market permit from Byron Yoanidis, dba Trolley-Car Flowers, to Andrew Poulos, dba Trolley-Bus Flowers.

07/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Alaric Degrafinried (Public Works); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; spoke on various concerns relating to the hearing matter. Andrew Poulos (Trolley-Bus Flowers); spoke in support of the resolution matter.

Chair Chan requested to be added as a co-sponsor.

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

Ayes: 3 - Chan, Melgar, Dorsey

Excused: 1 - Mandelman

240576 [Contract Amendment - San Francisco Pretrial Diversion Project - Pretrial Services - Not to Exceed \$34,668,237]

Resolution authorizing the Sheriff's Office to enter into a Fifth Amendment to a contract with the San Francisco Pretrial Diversion Project for Pretrial Services, increasing the contract amount by \$14,905,123 for a total not to exceed amount of \$34,668,237 and to extend the contract term for two years from July 1, 2024, for a total term of July 1, 2021, through June 30, 2026, with no more options to extend. (Sheriff)

(Fiscal Impact)

05/14/24; RECEIVED FROM DEPARTMENT.

06/04/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Patrick Leung (Sheriff's Department); David Mauroff, Executive Director (San Francisco Pretrial Diversion Project); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240671 [Grant Agreement - Retroactive - Eviction Defense Collaborative Inc. - Housing Subsidies - Not to Exceed \$11,062,913]

Resolution approving the grant agreement between the City and County of San Francisco, by and through its Department of Disability and Aging Services, and the non-profit, Eviction Defense Collaborative Inc., to provide housing subsidies to seniors and adults with disabilities for the period of July 1, 2024, through June 30, 2028, for a total not to exceed amount of \$11,062,913. (Human Services Agency)
(Fiscal Impact)

06/07/24; RECEIVED FROM DEPARTMENT.

06/18/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Zhiqing Li (Human Services Agency's Department of Disability and Aging Services); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; spoke on various concerns relating to the hearing matter.

Chair Chan moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by adding retroactive approval language throughout the legislation. The motion carried by the following vote:

Ayes: 3 - Chan, Melgar, Dorsey

Excused: 1 - Mandelman

Resolution retroactively approving the grant agreement between the City and County of San Francisco, by and through its Department of Disability and Aging Services, and the non-profit, Eviction Defense Collaborative Inc., to provide housing subsidies to seniors and adults with disabilities for the period of July 1, 2024, through June 30, 2028, for a total not to exceed amount of \$11,062,913. (Human Services Agency)
(Fiscal Impact)

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

Ayes: 3 - Chan, Melgar, Dorsey

Excused: 1 - Mandelman

240717 [Real Property Lease Amendment - Golden Gate National Parks Conservancy - Portion of Pier 31 and 33 - Establish the Amount of Unpaid Base Rent to be Paid to the Port - \$289,765.05 - Increase Original Construction Rent Credit to \$800,000]

Resolution approving the Second Amendment to Port Commission Lease No. L-16274 with Golden Gate National Parks Conservancy to build and operate a public serving café and retail space within the bulkheads and portions of the sheds of Piers 31 and 33 for a 30-year term, with two options to extend the Lease for 10 additional years, effective upon approval of this Resolution and Port's execution of this Amendment; and to (i) establish the amount of unpaid base rent Conservancy will pay to Port at \$289,765.05; (ii) extend the Phase I Improvements completion date to December 31, 2025; (iii) increase the original construction rent credit from \$554,000 to \$800,000; (iv) provide a three year extension of the Lease term to June 30, 2052; and (v) establish a 50% share of any excess rents from food and beverage subtenants. (Port)

(Fiscal Impact)

06/17/24; RECEIVED FROM DEPARTMENT.

07/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Scott Landsittel (Port Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; spoke on various concerns relating to the hearing matter. Chris Lehnertz (Golden Gate National Parks Conservancy); spoke in support of the resolution matter.

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

Ayes: 3 - Chan, Melgar, Dorsey

Excused: 1 - Mandelman

240742 [Accept and Expend Grant - Retroactive - Federal Emergency Management Agency - Hazard Mitigation Grant Program - Amended Downtown San Francisco Resilience Plan - \$189,558]

Sponsor: Mayor

Resolution retroactively authorizing the Office of the City Administrator to accept and expend Hazard Mitigation Grant Program funds in the amount of \$189,558 from the Federal Emergency Management Agency through the California Office of Emergency Services to develop a guidance document that will address financing strategies for earthquake risk reduction through the Concrete Building Safety Program for the project period of July 14, 2022, through November 14, 2024. (City Administrator)

07/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Laurel Matthews (City Administrator's Office of Resilience and Capital Planning); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240718 [Agreement Amendments - AECOM Technical Services Inc.; Applied Technology & Science A-T-S; Avila & Associates Consulting Engineers, Inc. - Natural Resources Specialized and Technical Services - Not to Exceed \$21,000,000 Each]

Resolution authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 1 to Contract Nos. PRO.0066 A to C, Natural Resources Specialized and Technical Services, with: AECOM Technical Services, Inc. (PRO.0066.A); Applied Technology and Science A-T-S (PRO.0066.B); and Avila and Associates Consulting Engineers Inc. (PRO.0066.C), increasing each contract by \$7,000,000 each for a new total not to exceed amount of \$21,000,000 for a total not to exceed amount of \$63,000,000 across all three contracts, with no change to the terms or duration for the period of January 1, 2019, through January 1, 2029, pursuant to Charter, Section 9.118. (Public Utilities Commission)
(Fiscal Impact)

06/21/24; RECEIVED FROM DEPARTMENT.

07/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Tim Ramirez (Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240643 [Accept and Expend Grant - Retroactive - CARESTAR Foundation - Community Paramedicine and Triage to Alternate Destination Grant - \$125,000]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Emergency Management to accept and expend a grant in the amount of \$125,000 from the CARESTAR Foundation, for enhancement of the Emergency Medical Services System through support to Community Paramedicine and Triage to Alternate Destination programs, from March 1, 2024, through September 30, 2025. (Department of Emergency Management)

06/04/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Andrew Holcomb, EMS Director (Department of Emergency Management); 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, Melgar, Dorsey

Excused: 1 - Mandelman

240644 [Accept and Expend Funds - Retroactive - Emergency Management Performance Grant - \$350,321]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of Emergency Management to accept and expend an Emergency Management Performance Grant in the amount of \$350,321 for the period of July 1, 2022, through June 30, 2024, from the California Office of Emergency Services. (Department of Emergency Management)

06/04/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Kim Bowman (Department of Emergency Management); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240680 [Accept and Expend In-Kind Gift - Retroactive - San Francisco Public Health Foundation - Supplies for Primary Care Division - \$57,264.40]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of Public Health to accept and expend an in-kind gift of supplies valued in the amount of \$57,264.40 from the San Francisco Public Health Foundation, in support of the Primary Care Division of the Department of Public Health, for the period of July 1, 2022, to June 30, 2023. (Public Health Department)

06/11/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Helen Yu, Interim Director of Dental Services (Department of Public Health); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240738 [Contract Amendment - Positive Resource Center - Emergency Financial Services - Not to Exceed \$15,359,513]**Sponsors: Mandelman; Dorsey and Engardio**

Resolution approving Amendment No. 3 to the agreement between Positive Resource Center and the Department of Public Health (DPH), for emergency financial services; to increase the agreement by \$5,365,891 for an amount not to exceed \$15,359,513; to extend the term by two years, from February 28, 2026, for a total agreement term of March 1, 2018, through February 29, 2028; and to authorize DPH 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)

07/01/24; RECEIVED FROM DEPARTMENT.

07/09/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Bill Blum, Director of HIV Health Services (Department of Public Health); 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, Melgar, Dorsey

Excused: 1 - Mandelman

Chair Chan requested File Nos. 240646 and 240694 be called together.

240646 [Grant Agreement - Boys & Girls Clubs of San Francisco - George Washington Carver Beacon Community School; Malcolm X Academy Beacon Community School; and Comprehensive Year-Round Learning - Not to Exceed \$30,222,500]**Sponsors: Mayor; Walton**

Resolution approving the grant agreement for Contract No. 1000032526 for three Boys & Girls Clubs of San Francisco programs: the George Washington Carver Beacon Community School; the Malcolm X Academy Beacon Community School; and Comprehensive Year-Round Learning, between the Boys & Girls Clubs of San Francisco and the City and County of San Francisco, acting by and through its Department of Children, Youth and Their Families, for a total term of July 1, 2024, through June 30, 2029, and for a total not to exceed amount of \$30,222,500. (Department of Children, Youth & Their Families)
(Fiscal Impact)

06/04/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Maria Su, Executive Director (Department of Children, Youth and Their Families); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240694 [Grant Agreement - Centers for Equity and Success, Inc. - Early Morning Study Academy; Credible Messengers; Inside/Out Pathways; and TAY/A Workforce Development - Not to Exceed \$10,804,000]

Resolution approving the grant agreement for Contract No. 1000032537 for Centers for Equity and Success, Inc. programs: the Early Morning Study Academy; Credible Messengers; Inside/Out Pathways; and TAY/A Workforce Development, between Centers for Equity and Success, Inc. and the City and County of San Francisco, acting by and through its Department of Children, Youth and Their Families, for a total term of July 1, 2024, through June 30, 2029, and for a total not to exceed amount of \$10,804,000 upon Board of Supervisor's approval under Charter, Section 9.118.

(Department of Children, Youth & Their Families)

(Fiscal Impact)

06/11/24; RECEIVED FROM DEPARTMENT.

06/25/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Maria Su, Executive Director (Department of Children, Youth and Their Families); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

240755 [Loan Agreement - MEDA Small Properties, LLC - 2901-16th Street - Small Sites Program - Not to Exceed \$30,000,000]

Sponsors: Mayor; Ronen and Melgar

Resolution approving and authorizing the Director of the Mayor's Office of Housing and Community Development ("MOHCD") to execute loan documents for the permanent financing of 2901-16th Street pursuant to the Small Sites Program, for a total loan amount not to exceed \$30,000,000; confirming the Planning Department's determination under the California Environmental Quality Act; finding that the loan is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing the Director of MOHCD or their designee to make certain modifications to the loan documents, as defined herein, and take certain actions in furtherance of this Resolution, as defined herein. (Mayor's Office of Housing and Community Development)

(Fiscal Impact)

07/09/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Amanda Fukutome-Lopez (Mayor's Office of Housing and Community Development); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; spoke on various concerns relating to the hearing matter.

Supervisor Melgar 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, Melgar, Dorsey

Excused: 1 - Mandelman

240741 [Multifamily Housing Revenue Bonds - Amendment of Indenture of Trust - SFHA Scattered Sites - Not to Exceed \$47,833,736]**Sponsor: Mayor**

Resolution approving the form and authorizing the execution and delivery of an amendment to the Indenture of Trust securing the City's \$40,776,000 maximum principal amount of Multifamily Housing Revenue Bonds (SFHA Scattered Sites), Series 2022A-1 and its \$7,057,736 maximum principal amount of Multifamily Housing Revenue Bonds (SFHA Scattered Sites), Series 2022A-2 (Taxable), which provide financing for the acquisition and rehabilitation of a 69-unit, affordable multifamily rental housing project, consisting of five sites located at 4101 Noriega Street, 363 Noe Street, 200 Randolph Street/409 Head Street, 2206-2268 Great Highway and 2215-2263 48th Avenue, and 1357-1371 Eddy Street (also known as 1353-1367 Eddy Street) known as "SFHA Scattered Sites" within the City; approving modifications, changes and additions to such amendment; ratifying and approving any action heretofore taken in connection with such amendment; granting general authority to City officials to execute and deliver documents and take actions necessary to implement this Resolution, as defined herein; and related matters, as defined herein.

07/02/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Ryan Vanzuynen (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion. Thierry Fill; 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, Melgar, Dorsey

Excused: 1 - Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:19 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.