



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, November 20, 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, November 20, 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 and Member Melgar 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

Vice Chair Mandelman was noted present at 10:05 a.m.

240905 [Administrative Code - Worker Justice Fund]

Sponsors: Ronen; Walton, Peskin, Preston and Melgar

Ordinance amending the Administrative Code to establish the Worker Justice Fund to provide financial restitution and timely payment to workers who have not received payment from their employers for violations of City worker protection laws; to authorize the Fund to receive monies paid to the City as penalties and liquidated damages by employers as well as additional monies appropriated in the future; and to require the Office of Labor Standards Enforcement to administer the Fund and make payments to workers based on specified criteria.
(Fiscal Impact)

09/17/24; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 10/17/2024.

09/23/24; REFERRED TO DEPARTMENT. Referred to the Office of Labor Standards Enforcement and the Controller for informational purposes.

11/05/24; TRANSFERRED to Budget and Finance Committee. President Peskin transferred this ordinance from the Rules Committee to the Budget and Finance Committee.

11/13/24; AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. Heard in Committee. Speaker(s): Supervisor Hillary Ronen (Board of Supervisors); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mimi Chan, Winnie Kao (Asian Law Caucus); Ji Wei, Fenny, Mr. Szeto, Yang Shiao, Yoyo, Ai Ying, Wong Chi Meng, Yochan Dang, Jeff, Tan Siu Wei, Annalisa Wong, Shaw San Liu (Chinese Progressive Association); Alex Campbell (Legal Aid at Work); M.V. (Filipino Community Center); Guadalupe; Santos; Jorge Ciera; Fernando; Arianna; Marta Villanueva; Miriam; Olivia Zheng (California Domestic Workers Coalition); Maria (Mission Action); Juan Villalvazo (La Raza Centro Legal); Susan (Filipino Advocates for Justice); PJ Eugenio (South of Market Community Action Network); Luz San Pedro; Evelyn Alfaro, Myrna, Ana Hirron, Carla Hirron, Sandra Ramirez, Ana Faro (Mujeres Unidas y Activas); Guillermina Castellanos (La Colectiva de Mujeres); Maria Dias; Elsa Pantoja; Tomasa; Maria Moreno; spoke in support of the ordinance matter.

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

11/13/24; CONTINUED AS AMENDED.

Heard in Committee. Speaker(s): None.

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

Ayes: 3 - Chan, Mandelman, Melgar

241037 [Modification to the Airport Professional Services Agreement - South San Francisco Scavenger Co., Inc. - Solid Waste Management Collection, Sorting, and Related Services - Not to Exceed \$22,408,062]

Resolution approving Modification No. 1 to Contract No. 50245, between South San Francisco Scavenger Co., Inc. and the City and County of San Francisco, acting by and through its Airport Commission, for the solid waste management collection, sorting, and related services, to increase the contract amount by \$13,108,062 for a new total not to exceed amount of \$22,408,062 and to extend the term for three years, to commence on March 1, 2025, for a total term of March 1, 2022, through February 28, 2028; and to authorize the Airport Commission to enter into amendments or modifications to the contract 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. (Airport Commission) (Fiscal Impact)

10/18/24; RECEIVED FROM DEPARTMENT.

10/29/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Cathy Widener (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

240926 [Various Codes - Fee Elimination and Administrative Provisions]**Sponsors: Mayor; Peskin, Mandelman, Engardio, Safai and Melgar**

Ordinance amending the Business and Tax Regulations Code, Administrative Code, Health Code, Police Code, and Public Works Code to make the following changes if the voters approve Proposition M in the November 5, 2024, election: 1) eliminate certain fees beginning in 2026, and 2) increase the gross receipts threshold from \$2,500,000 to \$5,000,000 for reductions to annual curbside shared spaces fees beginning in 2026; and to make the following additional changes regardless of whether the voters approve Proposition M: 3) extend indefinitely the waiver of business location and device fees for businesses with taximeter devices; 4) extend indefinitely the suspension of the registration certificate and fee requirements for taxi drivers and drivers for transportation network companies; 5) authorize the Tax Collector to collect certain additional license fees on the unified license bill; and 6) amend the delinquency date and penalty provisions and add interest provisions relating to license fees collected on the unified license bill.

(Fiscal Impact)

09/24/24; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 10/24/2024.

10/03/24; REFERRED TO DEPARTMENT. Referred to all city departments via the Mayor's Office.

10/03/24; TRANSFERRED to Budget and Finance Committee. President Peskin transferred this ordinance from the Rules Committee to the Budget and Finance Committee.

11/06/24; RESPONSE RECEIVED. On October 28, 2024, the Small Business Commission met and voted in support the proposed legislation.

Heard in Committee. Speaker(s): Amanda Kahn Fried (Office of the Treasurer and Tax Collector); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Supervisor Melgar 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, Melgar

240969 [Accept and Expend Grant - Retroactive - California Department of Parks and Recreation - India Basin Shoreline Park - \$756,728]**Sponsors: Mayor; Walton and Mandelman**

Resolution retroactively authorizing the Recreation and Park Department to accept and expend a grant from the California Department of Parks and Recreation in the amount of \$756,728 for the India Basin Shoreline Park Project for a term of July 1, 2023, through June 30, 2028; approving the associated grant agreement; and authorizing the Recreation and Park Department to enter into amendments or modifications to the agreement that do not materially increase the obligations or liabilities of the City and are necessary to effectuate the purposes of the Project or this Resolution. (Recreation and Park Department)

10/01/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Toni Moran (Recreation and Park Department); 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

241045 [Accept and Expend Grant - 2023 State Earmark - Havelock Pedestrian Bridge Safety Improvement Project - \$500,000]**Sponsors: Mayor; Melgar**

Resolution authorizing the San Francisco Public Works to accept and expend an earmark grant of \$500,000 from the 2023 California State Budget to fund the construction of the Havelock Pedestrian Bridge Safety Improvement Project; authorizing Public Works to execute all required documents for the project; and affirming the Planning Department's determination under the California Environmental Quality Act. (Public Works Department)

10/22/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Ian Schneider (Public Works); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Chan, Mandelman, Melgar

241094 [Contract Modification - Hitachi Rail GTS USA Inc. - Advanced Train Control System for Central Subway - Not to Exceed \$29,825,385.22]**Sponsor: Mayor**

Resolution approving Modification No. 4 to the Agreement for Design Review, Software, Implementation and Testing Services for an Advanced Train Control System (ATCS) for the Central Subway to: 1) acknowledge the contractor's name change from Thales Transport & Security Inc. to Hitachi Rail GTS USA Inc. (Hitachi); 2) compensate Hitachi \$392,992.43 for additional work it performed due to San Francisco Municipal Transportation Agency (SFMTA) changes to ATCS designs and specifications; 3) compensate Contractor \$996,684.59 for 136 days that Contractor's work was delayed due to lack of access to Central Subway sites; 4) add \$705,407.80 to the contract amount to replenish funds SFMTA paid to Hitachi as retention release from Contract 1300, together increasing the contract by \$2,095,084.82, for a not to exceed contract amount of \$29,825,385.22; and 5) modify the Substantial Completion date to August 30, 2022, and extend the warranty period to August 30, 2025. (Municipal Transportation Agency)
(Fiscal Impact)

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Joel Ramos and David Rojas (Municipal Transportation Agency); 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

241097 [Grant Applications and Agreements - Advocates for Human Potential, Inc. - Bond Round 1 Launch Ready Program - Anticipated Revenue to the City in Excess of \$70,000,000]

Sponsors: Mayor; Mandelman, Ronen, Peskin, Walton and Chan

Resolution authorizing the San Francisco Department of Public Health (SFDPH) to submit applications for Grant funds to the California Department of Health Care Services, through its contractor Advocates for Human Potential, Inc., under the Behavioral Health Continuum Infrastructure Bond Round 1 Launch Ready Program, pursuant to the Behavioral Health Infrastructure Bond Act of 2024, for a term not to exceed 10 years, with anticipated revenue to the City in excess of \$70,000,000; to enter into Grant Agreements, if one or more is awarded, including binding arbitration and/or a waiver of claims against the State or its third-party Grant Administrator; and authorizing SFDPH to enter into amendments or modifications to the Grant Agreements that do not materially increase the obligations or liabilities of the City and are necessary to effectuate the purpose of the Grant. (Public Health Department)

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

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

Ayes: 3 - Chan, Mandelman, Melgar

Chair Chan requested File Nos. 241101 and 241061 be called together.

241101 [Agreement - Retroactive - Bay Area Community Resources - A Home Away From Homelessness; A.P. Giannini Beacon; Bret Harte Beacon; Hoover Beacon; Paul Revere Beacon; Summer Learning; and Latino Task Force After School - Not to Exceed \$16,806,000]

Sponsor: Mayor

Resolution retroactively approving an Agreement between City, acting by and through the Department of Children, Youth and Their Families, and Bay Area Community Resources for the following programs: A Home Away From Homelessness; A.P. Giannini Beacon; Bret Harte Beacon; Hoover Beacon; Paul Revere Beacon; Summer Learning; and Latino Task Force After School, for a total term of five years from July 1, 2024, through June 30, 2029, and for a total not to exceed amount of \$16,806,000; and to authorize the Department of Children, Youth and Their Families' Acting Director to enter into amendments or modifications to the Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the Agreement or this Resolution. (Department of Children, Youth & Their Families)
(Fiscal Impact)

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sherrice Dorsey-Smith, Acting 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.

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

Ayes: 3 - Chan, Mandelman, Melgar

241061 [Grant Agreement - Retroactive - Mission Graduates - All Children And Youth Are Ready to Learn And Succeed In School Result Area - Not to Exceed \$10,717,300]

Resolution retroactively approving the Agreement between the City, acting by and through the Department of Children, Youth and Their Families (“DCYF”), and Mission Graduates, under the All Children And Youth Are Ready To Learn And Succeed In School Result Area for the following five school programs: Bessie Carmichael Beacon, Everett Middle School Beacon, Flynn Elementary School Beacon, Sanchez Elementary School Beacon, and Mission HS/O’Connell HS/June Jordan SE Summer Program, for a term of five years from July 1, 2024, through June 30, 2029, and for a total not to exceed amount of \$10,717,300; and to authorize DCYF to enter into amendments or modifications to the Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the Agreement or this Resolution. (Department of Children, Youth & Their Families)

(Fiscal Impact)

10/01/24; RECEIVED FROM DEPARTMENT.

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sherrice Dorsey-Smith, Acting 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.

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. 241023 and 241024 be called together.

241023 [Accept and Expend Grant - Retroactive - California Governor's Office of Emergency Services - Paul Coverdell Forensic Science Improvement Program - \$72,275]

Sponsor: Mayor

Resolution retroactively authorizing the Police Department to accept and expend a grant in the amount of \$72,275 from the California Governor’s Office of Emergency Services for the Paul Coverdell Forensic Science Improvement Program to train and procure equipment for the Criminology Laboratory with the project period beginning on April 1, 2024, through June 30, 2025. (Police Department)

10/15/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Carl Nicita (Police Department); 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

241024 [Accept and Expend In-Kind Gift - Retroactive - Substance Abuse and Mental Health Services Administration - Naloxone Distribution Project - Valued at \$81,300]

Sponsor: Mayor

Resolution retroactively authorizing the Police Department to accept and expend an in-kind gift of 1,800 units of Naloxone valued at \$81,300 through the Naloxone Distribution Project, funded by the Substance Abuse and Mental Health Services Administration, and administered by the Department of Health Care Services. (Police Department)

10/15/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Carl Nicita (Police Department); 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

241057 [Contract Approval - United States Department of Energy - Lawrence Livermore National Laboratory - Estimated Revenue of \$66,436,590]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute, on behalf of the City and County of San Francisco, a new 10-year water service contract with the United States Department of Energy for continued water service to Lawrence Livermore National Laboratory from January 1, 2025, through December 31, 2034, with an estimated revenue of \$66,436,590 pursuant to Charter, Section 9.118. (Public Utilities Commission)

10/25/24; RECEIVED FROM DEPARTMENT.

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Angela Cheung (Public Utilities Commission); 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

241059 [Greenhouse Gas Energy Sale - Pacific Gas and Electric Company - CleanPowerSF Greenhouse Gas-Free Energy Supplies - Not to Exceed \$8,955,000]

Resolution approving a Greenhouse Gas-Free Contract for CleanPowerSF with the Pacific Gas and Electric Company to acquire the renewable electricity supplies needed to meet and maintain the City and County of San Francisco's clean energy targets, in an amount not to exceed \$8,955,000 with a term of one year from January 1, 2025, through December 31, 2025, with binding arbitration. (Public Utilities Commission)
(Fiscal Impact)

10/25/24; RECEIVED FROM DEPARTMENT.

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Julia Olguin (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 that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Melgar

241008 [Master Lease Amendment - United States Navy - Treasure Island Land and Structures - Term Extension]

Resolution approving Amendment No. 49 to the Treasure Island Land and Structures Master Lease between the Treasure Island Development Authority and the United States Navy to extend the term for one year to commence December 1, 2024, for a total term of November 19, 1998, through November 30, 2025; and to authorize the Treasure Island Director to execute and enter into amendments to the Lease that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes and intent of this Resolution. (Treasure Island Development Authority)

10/03/24; RECEIVED FROM DEPARTMENT.

10/15/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Peter Summerville (Treasure Island Development Authority); 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

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:36 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.