



City and County of San Francisco
Meeting Minutes
Budget and Finance Sub-Committee

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

Supervisors: Carmen Chu, John Avalos, Jane Kim

Clerk: Victor Young (415) 554-7723

Wednesday, June 6, 2012

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Carmen Chu, John Avalos, and Jane Kim

MEETING CONVENED

The meeting convened at 10:09 a.m.

REGULAR AGENDA

120561 [Correcting the Appropriation of Sources in Supplemental Ordinance No. 77-12 in the Department of Public Health for FY2011-2012]

Sponsors: Chu; Mayor

Ordinance correcting the appropriation of Sources in Supplemental Ordinance No. 77-12, an Ordinance recognizing revenue losses of \$31,477,332 at the Department of Public Health and appropriating \$67,629,934 of SB1128 reimbursement revenues, \$25,620,000 of surplus General Hospital revenues, and \$6,555,007 of General Fund Reserves for State revenue losses to support additional expenditures in the Department of Public Health including \$28,160,000 at San Francisco General Hospital, \$13,090,000 at Laguna Honda Hospital, and \$27,077,609 for a debt service reserve in FY2011-2012.

05/22/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Kate Howard (Mayor's Office); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Douglas Yep; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 2 - Chu, Avalos

Absent: 1 - Kim

120476 [Design Agreement Amendment - Laguna Honda Hospital Replacement Program - \$51,276,867]**Sponsor: Elsbernd**

Resolution authorizing the Director of Public Works to execute an amendment to the design agreement for the Laguna Honda Hospital Replacement Program by increasing the contract amount from \$50,799,281 to \$53,980,239.

(Fiscal Impact)

05/08/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: John Thomas (Laguna Honda Replacement Project); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

6/6/2012 - Amendment of the whole bearing a new title to reduce the not to exceed amount from '\$53,980,239' down to '\$51,276,867'.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

Resolution authorizing the Director of Public Works to execute an amendment to the design agreement for the Laguna Honda Hospital Replacement Program by increasing the contract amount from \$50,799,281 to \$51,276,867.

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 2 - Chu, Avalos

Absent: 1 - Kim

Supervisor Kim noted present at 10:20 a.m.

120532 [Sale of General Obligation Bonds - San Francisco General Hospital Improvement - Not to Exceed \$265,185,000]**Sponsors: Mayor; Chu**

Resolution authorizing and directing the sale of not to exceed \$265,185,000 aggregate principal amount of City and County of San Francisco General Obligation Bonds, Series 2012D; prescribing the form and terms of said bonds; authorizing the execution, authentication, and registration of said bonds; providing for the appointment of depositories and other agents for said bonds; providing for the establishment of accounts related to said bonds; providing for the manner of sale of said bonds by competitive sale; approving the forms of official notice of sale and notice of intention to sell bonds; directing the publication of the notice of intention to sell bonds; approving the form of the preliminary official statement and the form and execution of the official statement relating to the sale of said bonds; approving the form of the continuing disclosure certificate; authorizing and approving modifications to documents; declaring the City's intent to reimburse certain expenditures; ratifying certain actions previously taken; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of said bonds.

(Fiscal Impact)

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Nadia Sesay (Controller's Office); Ron Alameida (Department of Public Works); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Walter Paulson; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Avalos, Kim

120526 [Appropriating \$265,185,000 of General Obligation Bonds for the San Francisco General Hospital and Trauma Center for the Department of Public Health for FY2011-2012]

Sponsors: Mayor; Chu

Ordinance appropriating \$265,185,000 of General Obligation Bond proceeds, approved by voters under Proposition A in the November 2008 election, authorizing the fourth issuance of General Obligation Bonds for the building or rebuilding and earthquake safety improvement of the San Francisco General Hospital and Trauma Center in the Department of Public Health for FY2011-2012. (Fiscal Impact)

05/15/12; ASSIGNED to Budget and Finance Committee.

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Nadia Sesay (Controller's Office); Ron Alameida (Department of Public Works); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Walter Paulson; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Avalos, Kim

120533 [Sale of General Obligation Bonds - Earthquake Safety and Emergency Response - Not to Exceed \$40,410,000]

Sponsors: Mayor; Chiu and Chu

Resolution authorizing and directing the sale of not to exceed \$40,410,000 aggregate principal amount of City and County of San Francisco General Obligation Bonds, Series 2012E; prescribing the form and terms of said bonds; authorizing the execution, authentication, and registration of said bonds; providing for the appointment of depositories and other agents for said bonds; providing for the establishment of accounts related to said bonds; providing for the manner of sale of said bonds by competitive sale; approving the forms of official notice of sale and notice of intention to sell bonds; directing the publication of the notice of intention to sell bonds; approving the form of the preliminary official statement and the form and execution of the official statement relating to the sale of said bonds; approving the form of the continuing disclosure certificate; authorizing and approving modifications to documents; declaring the City's intent to reimburse certain expenditures; ratifying certain actions previously taken; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of said bonds. (Fiscal Impact)

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Nadia Sesay (Controller's Office); Todd Rydstrom (San Francisco Public Utilities Commission); Will Stevenson (Fire Department); Male Speaker; Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Brian Browne; Walter Paulson; spoke neither in support nor opposition on the matter.

RECOMMENDED

120527 [Appropriating \$40,410,000 of Earthquake Safety and Emergency Response General Obligation Bonds to the Public Utilities Commission in FY2011-2012]

Sponsors: Mayor; Chiu and Chu

Ordinance appropriating \$40,410,000 of the 2012A Series Earthquake Safety and Emergency Response General Obligation Bond Proceeds to the Public Utilities Commission in FY2011-2012 for necessary repairs and seismic improvements in order to better prepare San Francisco for a major earthquake or natural disaster and placing these funds on Controller's Reserve pending the sale of the Bonds.

(Fiscal Impact)

05/15/12; ASSIGNED to Budget and Finance Committee.

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Nadia Sesay (Controller's Office); Todd Rydstrom (San Francisco Public Utilities Commission); Will Stevenson (Fire Department); Male Speaker; Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Brian Browne; Walter Paulson; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Avalos, Kim

120270 [Approval of Public Trust Exchange; Agreement to Sell Portion of Seawall Lot 351 in Exchange for Portion of Block 168-Lot 58, Block 171-Lot 69, and Block 201-Lot 12; Approval of Lease and Maintenance Agreement]

(Port)

03/26/12; RECEIVED FROM DEPARTMENT.

04/03/12; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 5/3/2012.

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Supervisor David Chiu (Board of Supervisors); Cheryl Adam (City Attorney's Office); Jonathan Stern (Port of San Francisco); Ben Rosenfield, Controller; Severin Campbell (Budget and Legislative Analyst's Office); Female Speaker; provided an overview and responded to questions raised throughout the discussion. Tim Colen; Allen Mark; Oz Erickson; Janine Moss; Joseph Kenneth; Male Speaker; Marvin Kastoff; Stuart Gannes; Michael Theriault; Ellen Johnck; Rick Inns; Will Ferry; Tim Paulsen; Jim Chappell; Lee Radner; Jennifer Warburg; Kevin Loscotoff; spoke in support of the matter. Eric Nath; Shaye Diveley; Brian Browne; Male Speaker; Ernestein Waters Weiss; Bob Iversen; Brendan Dunnigan; Wendy Lester; Andrew Resignato; spoke in opposition to the matter. Walter Paulson; spoke neither in support nor opposition on the matter.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE by the following vote:

Resolution approving and authorizing a Purchase and Sale Agreement with San Francisco Waterfront Partners II, LLC, for the sale by the San Francisco Port Commission of unimproved real property located on Seawall Lot No. 351 at the corner of The Embarcadero and Washington Street in exchange for a portion of real property located on Block No. 168-Lot No. 58, Block No. 171-Lot No. 69, and Block No. 201-Lot No. 12 having an address at 8 Washington; approving and authorizing a Trust Exchange Agreement with the California State Lands Commission that would remove the public trust from such portion of Seawall Lot No. 351 and impressing the public trust on such portion of real property located on Block No. 168-Lot No. 58, Block No. 171-Lot No. 69, and Block No. 201-Lot No. 12; approving and authorizing a 66-year lease with San Francisco Waterfront Partners II, LLC, for real property near The Embarcadero and former Pacific Street; approving and authorizing a Maintenance Agreement with San Francisco Waterfront Partners II, LLC, for the maintenance of open space bound by The Embarcadero, Washington Street, and Drumm Street; adopting environmental findings and findings of consistency with the General Plan and the eight Priority Policies of City Planning Code Section 101.1; and authorizing the Port's Executive Director and the City's Director of Property to execute documents, make certain modifications and take certain actions in furtherance of this Resolution. (Port)
(Supervisor Avalos dissented in Committee.)

REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors, by the following vote:

Ayes: 2 - Chu, Kim
Noes: 1 - Avalos

120278 [Amending Resolution of Intention to Form Waterfront Infrastructure Financing District (File No. 120128)]

Resolution amending Resolution of Intention to establish Infrastructure Financing District No. 2 (File No. 120128) for the City and County of San Francisco at the Port of San Francisco. (Port)
(Supervisor Avalos dissented in Committee.)

04/16/12; RECEIVED FROM DEPARTMENT.

04/24/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/30/12; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Supervisor David Chiu (Board of Supervisors); Cheryl Adam (City Attorney's Office); Jonathan Stern (Port of San Francisco); Ben Rosenfield, Controller; Severin Campbell (Budget and Legislative Analyst's Office); Female Speaker; provided an overview and responded to questions raised throughout the discussion. Tim Colen; Allen Mark; Oz Erickson; Janine Moss; Joseph Kenneth; Male Speaker; Marvin Kastoff; Stuart Gannes; Michael Theriault; Ellen Johnck; Rick Inns; Will Ferry; Tim Paulsen; Jim Chappell; Lee Radner; Jennifer Warburg; Kevin Loscotoff; spoke in support of the matter. Eric Nath; Shaye Diveley; Brian Browne; Male Speaker; Ernestein Waters Weiss; Bob Iversen; Brendan Dunnigan; Wendy Lester; Andrew Resignato; spoke in opposition to the matter. Walter Paulson; spoke neither in support nor opposition on the matter.

REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors, by the following vote:

Ayes: 2 - Chu, Kim
Noes: 1 - Avalos

ADJOURNMENT

The meeting adjourned at 1:50 p.m.