



City and County of San Francisco

Meeting Minutes

Budget and Finance Committee

Members: Carmen Chu, John Avalos, Jane Kim

Clerk: Victor Young (415) 554-7723

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

Wednesday, October 24, 2012

11:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

The President appointed Supervisor Sean Elsbernd, in place of Supervisor Carmen Chu, to the Budget and Finance Committee for the meeting of October 24, 2012.

Present: 3 - John Avalos, Jane Kim, and Sean Elsbernd

Excused: 1 - Carmen Chu

MEETING CONVENED

The meeting convened at 11:04 a.m.

REGULAR AGENDA

120986 [Lease - Transportation Security Administration - International Terminal and Terminal 2]

Sponsor: Elsbernd

Resolution approving and authorizing the execution of Lease No. GS-09B-03014 with the Transportation Security Administration for terminal space to be occupied by the U.S. Transportation Security Administration, a Federal agency, in the International Terminal and Terminal 2 of the San Francisco International Airport with a term of five years.

10/02/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Avalos, Kim, Elsbernd

Excused: 1 - Chu

121021 [Multifamily Housing Revenue Note - Candlestick Heights Apartments - 833-881 Jamestown Street - Not to Exceed \$70,000,000]

Sponsor: Cohen

Resolution authorizing the issuance and delivery of a multifamily housing revenue note in a principal amount not to exceed \$70,000,000 for the purpose of providing financing for the acquisition and construction of a 196-unit multifamily residential rental housing project located at 833-881 Jamestown Street, known as Candlestick Heights Apartments: 1) approving the form of and authorizing the execution of a funding loan agreement; 2) approving the form of and authorizing the execution of a borrower loan agreement; 3) providing the terms and conditions of the note and authorizing the execution and delivery thereof; 4) approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; 5) authorizing the collection of certain fees; 6) approving modifications, changes, and additions to the documents; 7) granting general authority to City officials to take actions necessary to implement this Resolution; and 8) ratifying and approving any action heretofore taken in connection with the note and the project.

10/16/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Joan McNamara (Mayor's Office of Housing); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Avalos, Kim, Elsbernd

Excused: 1 - Chu

120980 [Expansion of Authority Regarding Lease - 1455 Market Street]

Resolution authorizing additional allowance of up to \$10.00 per rentable square foot for construction of improvements amortized by Landlord over initial term of seven years at eight percent to be paid as additional rent in the amount of \$3,809.27 per month for property located at 1455 Market Street. (Real Estate Department)

(Fiscal Impact)

10/01/12; RECEIVED FROM DEPARTMENT.

10/09/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Melanie Nutter, Director (Department of the Environment); Harvey Rose (Budget and Legislative Analyst's Office); John Updike, Acting Director (Real Estate); provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke neither in support nor opposition on the matter.

10/24/12 - AMENDED on Page 1, Line 3, to replace '\$10.00' with '\$5.10'; Page 1, Line 5, to replace '\$3,809.27' with '\$1,929.10'; Page 1, Line 19, to replace '\$2,027,814.77' with '\$1,959,204.27'; Page 2, Line 3, to replace '\$244,399.57' with '\$123,789.50'; Page 2, Line 4, to replace '\$2,027,814.77' with '\$1,959,204.27'; Page 2, Line 9, to replace '\$57,989.00' with '\$109,989.00'; Page 2, Line 11, to replace '\$244,399.57' with '\$123,789.50'; Page 2, Line 15, to replace '\$10' with '\$5.10'; and on Page 2, Line 17, to replace '\$3,809.27' with '\$1,929.10'.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE on Page 1, Line 3, to replace '\$10.00' with '\$5.10'; Page 1, Line 5, to replace '\$3,809.27' with '\$1,929.10'; Page 1, Line 19, to replace '\$2,027,814.77' with '\$1,959,204.27'; Page 2, Line 3, to replace '\$244,399.57' with '\$123,789.50'; Page 2, Line 4, to replace '\$2,027,814.77' with '\$1,959,204.27'; Page 2, Line 9, to replace '\$57,989.00' with '\$109,989.00'; Page 2, Line 11, to replace '\$244,399.57' with '\$123,789.50'; Page 2, Line 15, to replace '\$10' with '\$5.10'; and on Page 2, Line 17, to replace '\$3,809.27' with '\$1,929.10'.



Resolution authorizing additional allowance of up to \$5.10 per rentable square foot for construction of improvements amortized by Landlord over initial term of seven years at eight percent to be paid as additional rent in the amount of \$1,929.10 per month for property located at 1455 Market Street. (Real Estate Department)
(Fiscal Impact)

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

Ayes: 3 - Avalos, Kim, Elsbernd

Excused: 1 - Chu

090417 [Hearing - Water System Improvement Program Update]**Sponsors: Chu; Avalos**

Hearing to receive a regular quarterly update from the Public Utilities Commission on the Water System Improvement Program to include information on projects completed to date, the corresponding costs for completed projects, and schedule and corresponding costs for upcoming projects.

04/07/09; RECEIVED AND ASSIGNED to Budget and Finance Committee.

06/03/09; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte, Public Utilities Commission; Todd Rydstrom, Assistant General Manager, Business Services, and Chief Financial Officer, Public Utilities Commission; Walter Paulson.

12/09/09; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte, Public Utilities Commission; Harlan Kelly, Assistant General Manager, Public Utilities Commission.

04/01/10; TRANSFERRED to Budget and Finance Sub-Committee.

04/07/10; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte, Director, Water System Improvement Program, Public Utilities Commission; Harlan Kelly, Assistant General Manager, Infrastructure Division, Public Utilities Commission; Todd Rydstrom, Assistant General Manager, Business Services, and Chief Financial Officer, Public Utilities Commission; Harvey Rose, Budget and Legislative Analyst; Walter Paulson.

08/02/10; TRANSFERRED to Budget and Finance Committee.

02/28/11; TRANSFERRED to Budget and Finance Sub-Committee.

03/09/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Ed Harrington, General Manager (SFPUC); Julie Labonte (SFPUC); Dan Wade (SFPUC); Harvey Rose (BLA); presented information concerning the matter and/or answered questions raised during the hearing. Ms. Flynn; spoke in support of the matter. Eddy Young; spoke neither in support nor opposition on the matter.

07/27/11; TRANSFERRED to Budget and Finance Committee.

09/28/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte (SFPUC); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Walter Paulson; spoke neither in support nor opposition on the matter.

03/08/12; TRANSFERRED to Budget and Finance Sub-Committee.

03/14/12; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte (SF Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; Walter Paulson; spoke neither in support nor opposition on the matter.

07/24/12; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Julie Labonte (SF Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

CONTINUED TO CALL OF THE CHAIR by the following vote:

Ayes: 3 - Avalos, Kim, Elsbernd

Excused: 1 - Chu

121013 [Reserved Funds - Public Utilities Commission - \$62,253,692]

Hearing to consider release of reserved funds, Public Utilities Commission in the total amount of \$62,253,692 to fund the following Water System Improvement Program (WSIP) Projects: 1) CUW392 Program Management (\$34,897,331); 2) CUW395 Program Reserve - San Joaquin Pipeline System (\$14,599,361); New Irvington Tunnel (\$8,100,000); Vegetation Restoration of WSIP Construction Sites (\$2,200,000); and Program Management (\$2,457,000). (Public Utilities Commission)

10/15/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Julie Labonte (SF Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

The release of reserve of \$62,253,682 was approved and filed.

APPROVED AND FILED by the following vote:

Ayes: 3 - Avalos, Kim, Elsbernd

Excused: 1 - Chu

120985 [CEQA Findings - San Antonio Backup Pipeline Project in Alameda County]**Sponsor: Chu**

Resolution adopting findings under the California Environmental Quality Act (CEQA), including the adoption of a mitigation monitoring and reporting program and a statement of overriding considerations, related to the San Antonio Backup Pipeline Project, and directing the Clerk of the Board of Supervisors to notify the Controller of this action.

10/02/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Julie Labonte (SF Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Avalos, Kim, Elsbernd

Excused: 1 - Chu

ADJOURNMENT

The meeting adjourned at 12:03 p.m.