



**City and County of San Francisco**  
**Meeting Minutes**  
**Budget and Finance Committee**

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

*Members: Mark Farrell, Katy Tang, Norman Yee*

*Clerk: Linda Wong (415) 554-7719*

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**Wednesday, February 24, 2016**

**10:00 AM**

**City Hall, Legislative Chamber, Room 250**

**Regular Meeting**

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**Present:** 3 - Mark Farrell, Katy Tang, and Norman Yee

*The Budget and Finance Committee met in regular session on Wednesday, February 24, 2016, with Chair Mark Farrell presiding.*

**ROLL CALL AND ANNOUNCEMENTS**

*Chair Farrell called the meeting to order at 10:06 a.m. On the call of the roll, Chair Farrell, Vice Chair Tang, and Member Yee were noted present. There was a quorum.*

**AGENDA CHANGES**

*There were no agenda changes.*

**REGULAR AGENDA**

**160035 [Initiative Ordinance - Business and Tax Regulations and Administrative Codes - Hotel Tax to Fund Housing Services for Homeless Families]****Sponsor: Kim**

Motion ordering submitted to the voters an Ordinance amending the Business and Tax Regulations and Administrative Codes to impose an additional 1% tax on the transient occupancy of hotel rooms to fund housing programs and services to end family homelessness, at an election to be held on June 7, 2016.

(Economic Impact; No Office of Economic Analysis Report.)

01/12/16; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 2/11/2016.

01/19/16; REFERRED TO DEPARTMENT. Referred to the City Controller for a financial analysis (per Elections Code, Section 305(B)(2) and Rules of Order 2.22.3); and Mayor's Office, Office of the City Attorney, and Department of Elections for informational purposes (per Rules of Order 2.22.4).

01/22/16; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

02/08/16; RESPONSE RECEIVED. The Planning Department determined that this Initiative Ordinance is not considered a project under CEQA Sections 15378 and 15060(c)(2) because it does not result in a physical change in the environment.

02/18/16; REFERRED TO DEPARTMENT. Referred to the Office of the Controller, Office of the Treasurer and Tax Collector, and Small Business Commission for informational purposes.

02/19/16; RESPONSE RECEIVED. Controller's response: "Should the proposed initiative ordinance be approved by the voters, in my opinion, it would generate additional net annual revenue to the City from the hotel tax of approximately \$26 million beginning in fiscal year 2016-17."

*Heard in Committee. Speakers: None.*

**TABLED by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**160091 [Industrial Lease Agreement - Tanforan Industrial Park, LLC - Bus Operator Training Courses - \$2,480,304 Initial Annual Base Rent]**

Resolution authorizing the San Francisco Municipal Transportation Agency (SFMTA) to execute an Industrial Lease Agreement with Tanforan Industrial Park, LLC, for approximately 7.3 acres of space located at 30 Tanforan Avenue, South San Francisco, to be used for SFMTA bus operator training courses for a nine and one-half year term estimated to be from October 1, 2016, through February 28, 2026, with an initial annual base rent of \$2,480,304 and annual 2% rent increases; the Lease includes a purchase option, right of first refusal, and an extension option. (Municipal Transportation Agency)

(Fiscal Impact)

02/01/16; RECEIVED FROM DEPARTMENT.

02/09/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: John Haley (Municipal Transportation Agency); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Female Speaker; Eric Wade; James Fort; Joe; spoke in support of the hearing matter.*

**CONTINUED to the Budget and Finance Committee meeting of March 9, 2016, by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**160129 [Hearing - Reserved Funds - Police Department - Body Worn Camera Program - \$2,400,000]**

Hearing to consider the release of reserved funds to the Police Department, placed on Budget and Finance Committee reserve in the Annual Budget and Appropriation Ordinance for FYs 2015-2017 (Ordinance No. 128-15), in the amount of \$2,400,000 to fund the Body Worn Camera Program. (Police Department)

02/11/16; RECEIVED FROM DEPARTMENT.

02/12/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Catherine McGuire (Police Department); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Male Speaker; spoke in support to the hearing matter. Ted Davis; spoke in opposition to the hearing matter. Female Speaker; spoke neither in support nor opposition to the hearing matter.*

**APPROVED the requested release of \$2,400,000 on Budget and Finance Committee reserve and FILED by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**160007 [Lease Amendment - Pacific Gateway Concessions, LLC - Airport Concessions - Minimum Annual Lease Amount of \$958,366.08]**

Resolution approving Amendment No. 5 to Boarding Areas "B" and "C" Principal Concession Retail Lease No. 98-0228 between Pacific Gateway Concessions, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, extending the lease term for two concession locations to approximately September 2019, and extending the lease term for one concession location to approximately June 2016, for a minimum annual lease amount of \$958,366.08 in order to accommodate the Terminal 1 Redevelopment Program. (Airport Commission)

12/23/15; RECEIVED FROM DEPARTMENT.

01/12/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Female Speaker; spoke neither in support nor opposition to the hearing matter.*

**Member Yee moved that the Resolution be AMENDED to provide for retroactive approval to June 2015. The motion carried by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

Resolution retroactively approving Amendment No. 5 to Boarding Areas "B" and "C" Principal Concession Retail Lease No. 98-0228 between Pacific Gateway Concessions, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, extending the lease term for two concession locations to approximately September 2019, and extending the lease term for one concession location to approximately June 2016, for a minimum annual lease amount of \$958,366.08 in order to accommodate the Terminal 1 Redevelopment Program, retroactive to June 2015. (Airport Commission)

**RECOMMENDED AS AMENDED by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**160008 [2011 Lease and Use Agreement - China Southern Airlines Company Limited - Estimated Rent of \$1,283,008.93]**

Resolution approving the terms of 2011 Lease and Use Agreement No. L15-0253 between China Southern Airlines Company Limited and the City and County of San Francisco, acting by and through its Airport Commission, with an estimated rent of \$1,283,008.93 for Exclusive Use Space, for the lease term to commence following Board approval through June 30, 2021. (Airport Commission) 12/24/15; RECEIVED FROM DEPARTMENT.

01/12/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

**RECOMMENDED by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**160044 [Contract Amendment - San Francisco AIDS Foundation - HIV Prevention Services - Not to Exceed \$20,231,412]**

Resolution approving a fourth amendment to the contract between the Department of Public Health and the San Francisco AIDS Foundation to provide HIV Prevention Services, to extend the contract by two years for a total contract term of September 1, 2011, through June 30, 2018, and increase the contract amount by \$5,624,948 for a total amount not to exceed \$20,282,525. (Public Health Department)

(Fiscal Impact)

01/14/16; RECEIVED FROM DEPARTMENT.

01/26/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Mitchell Reggels (Department of Public Health); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.*

**Vice Chair Tang moved that this Resolution be AMENDED to reduce the not-to-exceed amount to \$20,231,412 and to delete the inclusion of the STOP study. The motion carried by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

Resolution approving a fourth amendment to the contract between the Department of Public Health and the San Francisco AIDS Foundation to provide HIV Prevention Services, to extend the contract by two years for a total contract term of September 1, 2011, through June 30, 2018, and increase the contract amount by \$5,573,835 for a total amount not to exceed \$20,231,412. (Public Health Department)

**RECOMMENDED AS AMENDED by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**160119 [Multifamily Housing Revenue Bonds - Columbia Park Apartments - 1035 Folsom Street and 21 Columbia Square Park - Not to Exceed \$13,779,028]****Sponsor: Kim**

Resolution authorizing the issuance and delivery of multifamily housing revenue bonds in an aggregate principal amount not to exceed \$13,779,028 for the purpose of providing financing for the acquisition and rehabilitation of a 50-unit multifamily residential rental housing project known as Columbia Park Apartments; approving the form of and authorizing the execution of a trust indenture providing terms and conditions of the bonds; approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; approving the form of and authorizing the execution of a loan agreement; authorizing the collection of certain fees; ratifying and approving any action heretofore taken in connection with the bonds and the project, as defined herein; granting general authority to City officials to take actions necessary to implement this Resolution; and related matters.

02/09/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Adam Cray (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion. Female Speaker; spoke neither in support nor opposition to the hearing matter.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Farrell, Tang, Yee

**ADJOURNMENT**

*There being no further business, the Committee adjourned at the hour of 11:19 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.*