



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

Members: Mark Farrell, Katy Tang, Norman Yee

Clerk: Linda Wong (415) 554-7719

Wednesday, April 20, 2016

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

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

The Budget and Finance Sub-Committee met in regular session on Wednesday, April 20, 2016, with Chair Mark Farrell presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Farrell called the meeting to order at 10:03 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

151279 [Administrative Code - Sanctions for Non-Willful Violations of County Adult Assistance Programs Rules, and Creating Rental Assistance Pilot Project]

Sponsor: Farrell

Ordinance amending the Administrative Code to codify the process for imposing sanctions for non-willful failures to comply with County Adult Assistance Programs (CAAP) program requirements and establish a three-year rental assistance pilot project for CAAP participants who have been sanctioned as a result of non-willful failures to comply with program requirements.

12/15/15; ASSIGNED UNDER 30 DAY RULE to Government Audit and Oversight Committee, expires on 1/14/2016.

01/06/16; REFERRED TO DEPARTMENT. Referred to the Human Services Agency, Housing Authority, and the Housing Opportunity, Partnership and Engagement for informational purposes.

04/12/16; TRANSFERRED to Budget and Finance Sub-Committee. 4/12/2016 - President Breed transferred this matter from the Government Audit and Oversight Committee to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Joyce Crum (Human Services Agency); Female Representative (Mayor's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160121 [Changing Special Tax District - San Francisco Sustainable Financing - Accessibility Access Financing]**Sponsor: Tang**

Resolution making changes to City and County of San Francisco Special Tax District No. 2009-1 (San Francisco Sustainable Financing) to amend the authorized financing purposes to include accessibility access financing for persons with disabilities.

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

02/22/16; REFERRED TO DEPARTMENT. Referred to the Mayor's Office, City Attorney's Office, Office of Public Finance, Mayor's Office on Disability, Public Utilities Commission, and Real Estate Division for informational purposes.

03/15/16; TRANSFERRED to Budget and Finance Sub-Committee.

04/01/16; RECEIVED FROM DEPARTMENT. Received response from the Small Business Commission recommending Board approval of the Resolution.

04/13/16; NOTICED. Public notice published in the San Francisco Chronicle.

Heard in Committee. Speakers: None.

Vice Chair Tang moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE to make a clarifying amendment. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160299 [Contract Agreement - Skidata, Inc. - Replacement of Parking Access and Revenue Control Systems at 22 Off-Street Parking Facilities - Not to Exceed \$19,848,007]**Sponsor: Farrell**

Resolution authorizing the Director of Transportation of the San Francisco Municipal Transportation Agency (SFMTA) to enter into a contract with Skidata, Inc., for the equipment, software, and professional services required to install and maintain a new parking access and revenue-control system at 22 off-street parking facilities, for a total not to exceed \$19,848,007 and a term to commence following Board approval through June 30, 2029; and affirming the SFMTA determination under the California Environmental Quality Act. (Municipal Transportation Agency) (Fiscal Impact.)

03/28/16; RECEIVED FROM DEPARTMENT.

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee. Supervisor Farrell assumed sponsorship of the resolution originally introduced at the request of SFMTA.

Heard in Committee. Speakers: Ted Graff (Municipal Transportation Agency); 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 - Farrell, Tang, Yee

160325 [Multifamily Housing Revenue Bonds - 510 Folsom Street (also known as Transbay Block 9) - Not to Exceed \$175,000,000]**Sponsor: Kim**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of tax exempt residential rental housing bonds in an aggregate principal amount not to exceed \$175,000,000 to finance costs of the construction of 311 rental housing units to be located on the first 21 floors of a 42 story mixed use building to be constructed at 510 Folsom Street (also known as Transbay Block 9), and related parking and other improvements (the "Project"); authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the tax exempt residential rental housing bonds; approving, for purposes of the Internal Revenue Code of 1986, as amended, the issuance and sale of tax exempt residential rental housing bonds by the City in an aggregate principal amount not to exceed \$175,000,000; authorizing and directing the execution of any documents necessary to implement this Resolution, as defined herein; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein. (Mayor's Office of Housing and Community Development)

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

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

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160322 [Ground Lease Amendment - 1555 Turk Street - Laurel Gardens of Bethel A.M.E. Church, L.P. - Up to \$950,000 per Year, Including Mandatory \$15,000 per Year Base Rent]**Sponsor: Breed**

Resolution authorizing the execution and performance of an amendment to a Long-Term Ground Lease of 99 years in length between the City and County of San Francisco and Laurel Gardens of Bethel A.M.E. Church, L.P., a California limited partnership, for real property located at 1555 Turk Street, in connection with the refinancing and rehabilitation of 52 units of affordable housing for low and very low income individuals and families, for an annual rent amount of up to \$950,000 per year, including a mandatory \$15,000 per year base rent. (Mayor's Office of Housing and Community Development)
(Fiscal Impact.)

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Faith Kirkpatrick (Mayor's Office of Housing and Community Development); 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 - Farrell, Tang, Yee

160276 [Master Lease Amendment, Sublease Amendment - AMB Pier One LLC, Port - Pier 1]

Resolution approving the Second Amendment to Lease No. L-12838 at Pier 1 with AMB Pier One LLC, a California limited liability company, including an option to extend for an additional fifteen-year term; and approving the First Amendment to the Port of San Francisco sublease at Pier 1; each as approved by the Port Commission. (Port)

03/21/16; RECEIVED FROM DEPARTMENT.

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Jay Edwards (Port 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 - Farrell, Tang, Yee

160274 [Real Property Lease - 1030 Polk Associates LP - Tenant Improvements - 2000 Oakdale Avenue - \$150,000 Rent in the Base Year - \$2,700,000 Estimated Tenant Improvements Cost]

Resolution authorizing the Director of Property, on behalf of San Francisco Public Works, to execute a lease of 9,900 rentable square feet at 2000 Oakdale Avenue at a base-year rent expense to City of \$150,000 for an initial term of ten years to commence following Board approval, plus three five-year options to extend; and construction of tenant improvements costing the City an estimated \$3,200,000. (Public Works)
(Fiscal Impact.)

03/18/16; RECEIVED FROM DEPARTMENT.

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: John Updike, Director (Real Estate Division); Male Representative (Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Tang moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to accept the recommendations by the Budget Analyst. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Resolution authorizing the Director of Property, on behalf of San Francisco Public Works, to execute a lease of 9,900 rentable square feet at 2000 Oakdale Avenue in San Francisco at a base-year rent expense to City of \$150,000 for an initial term of ten years plus three five-year options to extend; and construction of tenant improvements costing the City an estimated \$2,700,000. (Public Works)
(Fiscal Impact.)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160218 [Annual Fundraising Drive - 2016]

Resolution designating those agencies qualified to participate in the 2016 Annual Joint Fundraising Drive for officers and employees of the City and County of San Francisco. (City Administrator)

03/21/16; RECEIVED FROM DEPARTMENT.

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Joan Lubamersky (City Administrator's Office); provided an overview and responded to questions raised throughout the discussion. Female Speaker; spoke in support of the hearing matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

160275 [Contract Amendment - Alliant Insurance Services, Inc. - Insurance Broker and Risk Management Consulting Services - \$59,848,705]

Resolution authorizing the Director of Risk Management to enter into the Second Amendment of a contract with Alliant Insurance Services, Inc., for Insurance Broker and Risk Management Consulting Services, to increase the contract limit from \$32,288,248 to \$59,848,705 for the term of June 1, 2013, through July 30, 2018. (City Administrator)

(Fiscal Impact.)

03/21/16; RECEIVED FROM DEPARTMENT.

04/05/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Matt Hansen (City Administrator's Office); 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 - Farrell, Tang, Yee

160317 [Public Utilities Commission - Issuance Wastewater Revenue Bonds - Not to Exceed \$621,000,000]

Resolution approving the issuance of wastewater revenue bonds to be issued by the Public Utilities Commission of the City and County of San Francisco in an aggregate principal amount not to exceed \$621,000,000 to finance and refinance capital projects benefitting the Wastewater Enterprise pursuant to amendments to the Charter of the City and County of San Francisco enacted by voters on November 5, 2002, as Proposition E; affirming covenants contained in the indenture pursuant to which the wastewater revenue bonds are issued; authorizing the taking of appropriate actions in connection therewith; and related matters. (Public Utilities Commission)

(Fiscal Impact)

04/04/16; RECEIVED FROM DEPARTMENT.

04/12/16; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Eric Sandler (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 - Farrell, Tang, Yee

ADJOURNMENT

There being no further business, the Budget and Finance Sub-Committee adjourned at the hour of 10:55 a.m.

N.B. The Minutes of this meeting set forth all actions taken by the Budget and Finance Sub-Committee on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.