



**City and County of San Francisco**  
**Meeting Minutes**  
**Government Audit and Oversight Committee**

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

*Members: Jane Kim, Aaron Peskin, Vallie Brown*

*Clerk: John Carroll (415) 554-4445*

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Wednesday, December 5, 2018

10:00 AM

City Hall, Legislative Chamber, Room 250

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**Regular Meeting**

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**Present:** 3 - Jane Kim, Aaron Peskin, and Vallie Brown

*The Government Audit and Oversight Committee met in regular session on December 5, 2018, with Chair Jane Kim presiding.*

## ROLL CALL AND ANNOUNCEMENTS

*Chair Kim called the meeting to order at 10:05 a.m. On the call of the roll, Chair Kim, Vice Chair Peskin, and Member Brown were noted present. There was a quorum.*

## AGENDA CHANGES

*There were no agenda changes.*

## REGULAR AGENDA

### **181055 [Budget and Legislative Analyst Performance Audit - San Francisco Housing Authority and Mayor's Office of Housing and Community Development]**

**Sponsor: Peskin**

Motion directing the Budget and Legislative Analyst to conduct a performance audit of the San Francisco Housing Authority's reported financial shortfall that includes a prospective analysis of the City's assumption of all responsibilities for the San Francisco Housing Authority's essential functions, including the role currently performed by the Mayor's Office of Housing and Community Development and related oversight.

10/30/18; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

11/06/18; REFERRED TO DEPARTMENT. Referred to the Office of the Budget and Legislative Analyst, the San Francisco Housing Authority, and the Mayor's Office of Housing and Community Development for informational purposes.

*Heard in Committee. Speakers: None.*

**Vice Chair Peskin moved that this Motion be RECOMMENDED. The motion carried by the following vote:**

Ayes: 3 - Kim, Peskin, Brown

**181090 [Resolution of Intention - SoMa West Community Benefit District]****Sponsor: Kim**

Resolution declaring the intention of the Board of Supervisors to establish a property-based business improvement district known as the "SoMa West Community Benefit District" and levy a multi-year assessment on all parcels in the district; approving the management district plan and engineer's report and proposed boundaries map for the district; ordering and setting a time and place for a public hearing of the Board of Supervisors, sitting as a Committee of the Whole, on February 5, 2019, at 3:00 p.m.; approving the form of the Notice of Public Hearing and Assessment Ballot Proceeding, and Assessment Ballot; directing environmental findings; and directing the Clerk of the Board of Supervisors to give notice of the public hearing and balloting, as required by law.

11/13/18; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

*Heard in Committee. Speakers: Chris Corgas (Office of Economic and Workforce Development); Aaron Aulenta (Urban Place Consulting); presented information and answered questions raised throughout the discussion. James Spinello, Debra Benedict, Alex Ludlum, and Tim Figueras (SoMa West Community Benefit District Steering Committee); Harold M. Hoogasian; Eric Silverman; Adam Thongsavat; Brendan Tobin, Ryan Jackson, Eric Lopez (SoMa West Community Benefit District Steering Committee); Misha Olives (United Playaz); Chris Foley (Ground Matrix); spoke on various concerns relating to the hearing matter.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Kim, Peskin, Brown

**181091 [Assessment Ballots for City Parcels - SoMa West Community Benefit District]****Sponsor: Kim**

Resolution authorizing the Mayor or their designee(s) to cast an assessment ballot in the affirmative for the proposed formation of a property and business improvement district to be named the SoMa West Community Benefit District, with respect to certain parcels of real property owned by the City that would be subject to assessment in said district.

11/13/18; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

11/20/18; REFERRED TO DEPARTMENT. Referred to the Office of Economic and Workforce Development and the Director of Elections for informational purposes.

*Heard in Committee. Speaker: Chris Corgas (Office of Economic and Workforce Development); presented information and answered questions raised throughout the discussion.*

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

Ayes: 3 - Kim, Peskin, Brown

**180471 [Hearing - Budget and Legislative Analyst's Performance Audit - Department of Public Health Behavioral Health Services]****Sponsor: Safai**

Hearing to review the Performance Audit of the Department of Public Health Behavioral Health Services, prepared for the Board of Supervisors by the Budget and Legislative Analyst on April 19, 2018, containing eight findings and 15 recommendations directed primarily to the Director of Behavioral Health Services and Director of the Department of Public Health; and requesting the Budget and Legislative Analyst, Behavior Health Services, and Department of Public Health to report. 05/01/18; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

05/08/18; REFERRED TO DEPARTMENT. Referred to the Budget and Legislative Analyst and the Department of Public Health for informational purposes.

*Heard in Committee. Speakers: Supervisor Ahsha Safai (Board of Supervisors); Severin Campbell and Latoya MacDonald (Office of the Budget and Legislative Analyst); Kavous Ghane Bassiri (Department of Public Health); Supervisor Rafael Mandelman (Board of Supervisors); Dr. Mark Leary; Dr. Lisa Pratt (Department of Public Health); presented information and answered questions raised throughout the discussion. Roma Guy (San Francisco Taxpayers for Public Safety); Javier Bremond (Community Housing Partnership and Treatment on Demand Council); Duane Sears; Emily Song; Lauren Khan (HealthRight 360); Denny Smith, Anakh Sul Rama, Fatimah (Community Housing Partnership and Treatment on Demand Council); Donna Mandel (Office of the Public Defender); spoke on various concerns relating to the hearing matter.*

**CONTINUED TO CALL OF THE CHAIR by the following vote:**

Ayes: 3 - Kim, Peskin, Brown

**180813 [Hearing - San Francisco Municipal Transportation Agency - Review of Training Procedures, Policies, Hiring Practices, and Retention of Current Operators]****Sponsor: Brown**

Hearing for the San Francisco Municipal Transportation Agency (SFMTA) to explain why there is a shortage of trained operators for San Francisco's municipal transit fleet, despite knowing that new vehicles have been purchased and are scheduled to come into service to alleviate ongoing and increased congestion, and to explain the current delay of services despite being alerted to this issue in 2017; and requesting SFMTA to report.

07/31/18; RECEIVED AND ASSIGNED to Land Use and Transportation Committee.

08/03/18; REFERRED TO DEPARTMENT. Referred to Municipal Transportation Agency for informational purposes.

09/12/18; TRANSFERRED to Government Audit and Oversight Committee. President Cohen transferred this matter from the Land Use and Transportation Committee to the Government Audit and Oversight Committee.

*Heard in Committee. Speakers: Ed Reiskin, Director (San Francisco Municipal Transportation Agency); Fred Brousseau (Office of the Budget and Legislative Analyst); Roger Marengo and Terrence Hall (Transit Workers Union, Local 250A); Cat Carter (San Francisco Transit Riders Union); presented information and answered questions raised throughout the discussion. Greg Ellis, Carter Romero, Speaker, and Ryan Banks (Transit Workers Union, Local 250A); spoke on various concerns relating to the hearing matter.*

**Member Brown moved that this Hearing be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:**

Ayes: 3 - Kim, Peskin, Brown

## LITIGATION

### **Conference with City Attorney**

*[Convene in Closed Session - Existing Litigation - City as Plaintiff and/or Defendant]*

*Motion that the Government Audit and Oversight Committee of the Board of Supervisors convene in closed session with the City Attorney for the purpose of conferring with, or receiving advice from, the City Attorney regarding the following existing litigation and anticipated litigation. Administrative Code Section 67.10(d) permit this closed session. Discussion in open session concerning these matters would likely and unavoidably prejudice the position of the City in the pending lawsuits and claims listed below.*

*Chair Kim moved to hold the Litigation items in open session; no motion was entertained to convene in closed session, nor to disclose closed session deliberations.*

**Chair Kim moved to hold the Litigation items in open session. The motion carried by the following vote:**

Ayes: 3 - Kim, Peskin, Brown

### **181060 [Settlement of Lawsuit - Philadelphia Indemnity Insurance Company - \$780,000]**

Ordinance authorizing settlement of the lawsuit filed by City and County of San Francisco against the Philadelphia Indemnity Insurance Company for \$780,000; the lawsuit was filed on October 2, 2015, in United States District Court, Case No. 15-cv-04557; entitled City and County of San Francisco v. Philadelphia Indemnity Insurance Company; the lawsuit involves a dispute over whether the City is covered under the terms of a commercial liability insurance policy. (City Attorney)

10/26/18; RECEIVED FROM DEPARTMENT.

11/13/18; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

*Heard in Committee. Speakers: None.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Kim, Peskin, Brown

## ADJOURNMENT

*There being no further business, the Government Audit and Oversight Committee adjourned at the hour of 1:57 p.m.*

*N.B. The Minutes of this meeting set forth all actions taken by the Government Audit and Oversight Committee on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.*