



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: Sandra Lee Fewer, Catherine Stefani, Rafael Mandelman

Clerk: Linda Wong (415) 554-7719

Wednesday, March 6, 2019

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Sandra Lee Fewer, Catherine Stefani, and Rafael Mandelman

The Budget and Finance Sub-Committee met in a regular session on Wednesday, March 6, 2019, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:04 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Fewer, Vice Chair Stefani, and Member Mandelman were noted present. A quorum was present.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

190109 [Police, Business and Tax Regulations, Transportation Codes - Event-Related Cannabis Permits - Application Fee]

Sponsors: Mandelman; Brown, Haney, Walton, Stefani and Fewer

Ordinance amending the Police Code to establish procedures for the Office of Cannabis to issue permits authorizing cannabis sales or consumption, or both, in connection with temporary events, and providing a mechanism for the temporary waiver of City laws restricting smoking or cannabis consumption; amending the Business and Tax Regulations Code to establish an application fee for such permits; amending Division I of the Transportation Code to allow for temporary waivers of Article 19L of the Health Code in connection with events approved by ISCOTT; and affirming the Planning Department's determination under the California Environmental Quality Act.

01/29/19; ASSIGNED to Budget and Finance Committee. President Yee waived the 30-day rule pursuant to Board Rule No. 3.23.

02/12/19; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Small Business Commission for comment and recommendation; and Office of Cannabis, Office of the Controller, Office of the Treasurer and Tax Collector, Board of Appeals, and Police Department for informational purposes.

02/15/19; NOTICED. First 10-Day Fee Ad for 02/27/2019 Budget and Finance Committee hearing published in the Examiner; per Government Code Section 6062(a).

02/15/19; NOTICED. Second 10-Day Fee Ad for 02/27/2019 Budget and Finance Committee hearing published in the Examiner; per Government Code Section 6062(a).

02/15/19; RESPONSE RECEIVED. Planning Department determined that the matter is not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c)(2).

02/27/19; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Eugene Hillsman, Acting Director (Office of Cannabis); provided an overview and responded to questions raised throughout the discussion. Fernando Everest; Parick Finner; Alexander Fabian; Connor Johnston; Justin Whiner; Terence Allen; Alex King; Nina Parks; Terry Jones; spoke in support of the hearing matter.

02/27/19; CONTINUED AS AMENDED.

02/27/19; TRANSFERRED to Budget and Finance Sub-Committee.

02/28/19; REFERRED TO DEPARTMENT. Referred (Version 2) to Planning Department for environmental review; Small Business Commission for comment and recommendation; and Office of Cannabis, Office of the Controller, Office of the Treasurer and Tax Collector, Board of Appeals, and Police Department for informational purposes.

03/05/19; RESPONSE RECEIVED. Planning Department determined that the matter is not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c)(2).

Heard in Committee. Speakers: Eugene Hillsman, Acting Director (Office of Cannabis); provided an overview and responded to questions raised throughout the discussion. Brent Woodwin; Anthony Black; Speaker; Fernando Everest; spoke in support of the hearing matter. LuAnn Bassan; Wendy; spoke in opposition to the hearing matter.

Member Mandelman moved that this Ordinance be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Chair Fewer requested File Nos. 190169, 190170, and 190171 be called together.

190169 [Accept and Expend Grant - Federal Emergency Management Agency - Rescue Boat - \$399,562]

Sponsors: Mayor; Stefani

Resolution authorizing the Fire Department to accept and expend a grant in the amount of \$399,562 from the Federal Emergency Management Agency to purchase a rescue boat, for the period of September 1, 2018, through August 31, 2021, and waiving indirect costs. (Fire Department)

02/12/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Mark Corso, Chief Financial Officer (Fire Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190170 [Accept and Expend Grant - Federal Emergency Management Agency - Rescue Tools and Defibrillators - \$2,733,591]

Sponsor: Mayor

Resolution authorizing the Fire Department to accept and expend a grant in the amount of \$2,733,591 from the Federal Emergency Management Agency to purchase rescue tools and defibrillators, for the period of September 14, 2018, through September 13, 2019, and waiving indirect costs. (Fire Department)

(Fiscal Impact)

02/12/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Mark Corso, Chief Financial Officer (Fire Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190171 [Accept and Expend Gift - JNJ Roof Prop - Fire Department Training Division - \$24,417]

Sponsors: Mayor; Brown

Resolution authorizing the Fire Department to accept and expend a donation of a roof training prop valued at \$24,417 from JNJ Roof Prop for the Fire Department's Training Division. (Fire Department)

02/12/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Mark Corso, Chief Financial Officer (Fire Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190172 [Accept and Expend Gift - Retroactive - Friends of Laguna Honda - Equipment Materials, Supplies and Services - \$141,000]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of Public Health to accept and expend a monetary gift in the amount of \$141,000 from the Friends of Laguna Honda to the Laguna Honda Hospital Gift Fund for the purchase of equipment materials, supplies, and services for residents at Laguna Honda who are otherwise unable to obtain them, for the period of July 1, 2018, through June 30, 2019. (Public Health Department)

02/12/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: William Frazier (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190105 [Agreement Amendment - Community Awareness and Treatment Services - Behavioral Health Fiscal Intermediary Services - Not to Exceed \$23,186,920]

Resolution approving Amendment No. 1 to the agreement between Community Awareness and Treatment Services and the Department of Public Health for behavioral health services, to increase the agreement amount by \$14,363,136 for an amount not to exceed \$23,186,920; and to extend the term by three years, from June 30, 2019, for a total agreement term of July 1, 2017, through June 30, 2022. (Public Health Department)

(Fiscal Impact)

01/25/19; RECEIVED FROM DEPARTMENT.

02/05/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Speaker; spoke neither in support nor opposition to the hearing matter.

Chair Fewer moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190106 [Agreement Amendment - Conard House - Behavioral Health Services - Not to Exceed \$44,862,764]

Resolution approving Amendment No. 1 to the agreement between Conard House and the Department of Public Health for behavioral health services, to increase the agreement amount by \$36,323,985 for an amount not to exceed \$44,862,764; and to extend the term by four years, from June 30, 2019, for a total agreement term of July 1, 2018, through June 30, 2023. (Public Health Department)

(Fiscal Impact)

01/25/19; RECEIVED FROM DEPARTMENT.

02/05/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Michelle Ruggels (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be AMENDED, on Page 1, Line 1, by striking 'Fiscal Intermediary'. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman
(Fiscal Impact)

Chair Fewer moved that this Resolution be RECOMMENDED AS AMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190072 [Real Property Lease Extension - SFP2 1360 Mission St., LLC - 1360 Mission Street - \$321,300 Initial Annual Base Rent]

Resolution approving Amendment No. 1, authorizing the Director of Real Estate to extend a Lease of real property located at 1360 Mission Street with SFP2 1360 Mission St., LLC, as landlord, for a total term of May 11, 2011, through September 21, 2020, with one extension option from September 22, 2020, through September 21, 2021, at the monthly base rent of \$26,397 for an initial annual base rent of \$321,300 with a 3% annual increase. (Public Health Department)

(Fiscal Impact)

01/18/19; RECEIVED FROM DEPARTMENT.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Andrico Penick, Director (Real Estate Division); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190073 [Real Property Lease - William J. Piedmonte - 729 Filbert Street - \$531,216 Annual Base Rent]

Resolution authorizing the Director of Real Estate to enter into a Lease of real property located at 729 Filbert Street with William J. Piedmonte, as landlord, for a five-year term to commence upon approval by the Board of Supervisors, at the monthly base rent of \$44,268 for a total annual base rent of \$531,216. (Public Health Department)
(Fiscal Impact)

01/18/19; RECEIVED FROM DEPARTMENT.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/28/19; TRANSFERRED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Andrico Penick, Director (Real Estate Division); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190192 [Contract Approval - Retroactive - Dominion Voting Systems, Inc. - Voting System - Not to Exceed \$12,660,000]

Resolution retroactively approving a contract agreement between the City and County of San Francisco, by and through its Department of Elections, and Dominion Voting Systems, Inc., for the lease of a voting system, a license to use the voting system software, and related maintenance and support services, for four years for a contract term from January 1, 2019, through March 31, 2023, in an amount not to exceed \$8,460,000 and with two one-year options to extend, in a total contract amount not to exceed \$12,660,000. (Elections Department)

02/14/19; RECEIVED FROM DEPARTMENT.

02/26/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: John Arntz, Director (Department of Elections); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Sub-Committee adjourned at the hour of 10:58 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.