



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: Sandra Lee Fewer, Catherine Stefani, Rafael Mandelman, Hillary Ronen, Norman Yee

Clerk: Linda Wong (415) 554-7719

Wednesday, April 10, 2019

1:00 PM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 5 - Sandra Lee Fewer, Catherine Stefani, Rafael Mandelman, Hillary Ronen, and Norman Yee

The Budget and Finance Committee met in a regular session on Wednesday, April 10, 2019, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 1:32 p.m.

ROLL CALL AND ANNOUNCEMENTS

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

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

190325 [Hearing - Release of Reserved Funds - Office of City Administrator - Hall of Justice Exit - \$13,034,310]

Hearing to consider the release of reserved funds to the Office of the City Administrator, placed on the Budget and Finance Committee reserve by Ordinance No. 181-18, in the amount of \$13,034,310 to fund the Hall of Justice Exit.

03/19/19; RECEIVED FROM DEPARTMENT.

03/19/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Naomi Kelly, City Administrator (Office of the City Administrator); Heather Green, Capital Planning Director and Deputy Resilience Officer (Office of Resilience and Capital Planning); Dan Goncher (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke neither in support nor opposition to the hearing matter.

Chair Fewer, seconded by Vice Chair Stefani, moved that \$10,436,243 of the requested \$13,334,310 be RELEASED; \$2,898,067 be RETAINED on the Budget and Finance Committee reserve, pending submission of the detailed tenant improvement budget for 945 Bryant Street; and that the Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190252 [Five-Year Information and Communication Technology Plan - FYs 2020-2024]**Sponsor: Mayor**

Resolution adopting the City's five-year information and communication technology plan for FYs 2020-2024 pursuant to Administrative Code, Section 22A.6.

03/05/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

03/21/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Naomi Kelly, City Administrator (Office of the City Administrator); Mattias Jaime, Director (Committee on Information Technology); Ken Bukowski, Deputy City Administrator (Office of the City Administrator); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190253 [Ten-Year Capital Expenditure Plan - FYs 2020-2029]**Sponsor: Mayor**

Resolution adopting the City's ten-year capital expenditure plan for FYs 2020-2029, pursuant to Administrative Code, Section 3.20.

03/05/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

03/21/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Naomi Kelly, City Administrator (Office of the City Administrator); Heather Green, Capital Planning Director and Deputy Resilience Officer (Office of Resilience and Capital Planning); Anna van Degna (Office of the Controller); Jonathan Rewers (Municipal Transportation Agency); Ken Bukowski, Deputy City Administrator (Office of the City Administrator); John Scarpulla (Public Utilities Commission); provided an overview and responded to questions raised throughout the discussion. Eileen Boken; Jessie Stau; spoke on various concerns relating to the hearing matter.

Member Yee, seconded by Member Ronen, moved that this Resolution be AMENDED, Page 2, Line 17, by adding 'WHEREAS, The Office of the Controller issued an update to the City's General Obligation Bond Projections on April 1, 2019, identifying an additional \$200 million of available capacity within the fiscal year 2006 tax rate constraint for the Fiscal Years 2020-2029 period, increasing the total from \$2.525 billion to \$2.725 billion; be it'; on Page 2, Line 22, after 'and' by adding 'includes amendments to modify the General Obligation Bond Program to reflect the Controller's update on increased capacity by adding \$200 million to the planned 2019 Affordable Housing Bond; and, be it'; on Page 3, Line 1, by adding 'FURTHER RESOLVED, That this Board shall support the increase to the 2019 Affordable Housing Bond in the event that the Controller identifies additional bonding capacity in the future; and be it'; on Page 3, Line 4, by adding 'FURTHER RESOLVED, That this Board amends the Capital Plan to include in the Economic and Neighborhood Development Chapter the Emerging Need for Housing Stabilization for Aging Residents due to the fast-growing population of San Francisco seniors who need a range of affordable housing solutions so that they can continue living in the city they call home; and, be it' and; on Page 3, Line 9, by adding 'FURTHER RESOLVED, That this Board amends the Capital Plan to include an Emerging Project in the Health and Human Services chapter for a "Continuum of Care Affordable Senior Housing Site," that realizes the assisted living component of the voter-approved Proposition A in 1999, potentially located on public land next to the Laguna Honda Hospital, that includes a facility which features characteristics of a Continuing Care Retirement Community; and offers a continuum of care model ranging from independent living units to assisted living units; that is made affordable and available to different income levels; that includes space for a residential care facility for the elderly with at least 30 beds; and includes an adult day care facility and a child care center to serve the greater community and to promote intergenerational engagement; and, be it". The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

Chair Fewer, seconded by Vice-Chair Stefani, moved that this Resolution be **AMENDED**, on Page 3, Line 19, by adding 'FURTHER RESOLVED, That this Board amends the Capital Plan to modify the description of the Emergency Firefighting Water System program to include the latest strategic direction for that program on the west side of San Francisco; and, be it'; on Page 3, Line 22, by adding 'FURTHER RESOLVED, That this Board amends the Capital Plan to modify the funding descriptions for the Emergency Firefighting Water System (EFWS) program, the Infrastructure and Streets Financial table, and the Public Utilities Commission financial table to show an increased contribution of \$10 million more from the Public Utilities Commission for EFWS; and be it'; on Page 3, Line 3, by adding 'FURTHER RESOLVED, That this Board amends the Capital Plan to modify the General Obligation Bond Program to pull \$28.5 million from the 2027 ESER bond into the 2020 ESER bond to meet these urgent needs; and be it' and; on Page 3, Line 6, by adding 'FURTHER RESOLVED, That this Board amends the Capital Plan to modify the EFWS funding descriptions, the Public Safety financial table, and the Fire Department financial table to reflect a total of \$140 million dedicated in the 2020 ESER bond to build the Emergency Firefighting Water System on the west side of San Francisco; and be it'. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

Vice Chair Fewer, seconded by Member Mandelman, moved that this Resolution be **CONTINUED AS AMENDED** to the Budget and Finance Committee meeting of April 17, 2019. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190313 [Five-Year Financial Plan - FYs 2019-2024]

Sponsor: Mayor

Resolution adopting the City's Five-Year Financial Plan for FYs 2019-2020 through 2023-2024 pursuant to Charter, Section 9.119.

03/19/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Kelly Kirkpatrick, Budget Director (Office of the Mayor); Ben Rosenfield, City Controller (Office of the Controller); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer, seconded by Member Yee, moved that this Resoluton be **RECOMMENDED**. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190309 [Appropriating \$398,561 in Fire Service Fees - De-Appropriation and Re-Appropriation - Expenditures of \$5,750,492 - Supporting Increased Overtime and Professional Services Expenditures - FY2018-2019]

Sponsor: Mayor

Ordinance appropriating \$398,561 to overtime in the Fire Department, de-appropriating \$5,750,492 from permanent salaries, mandatory fringe benefits, and capital projects, and appropriating \$5,750,492 to overtime and professional services in the Sheriff's Department, and to overtime in the San Francisco Public Utilities Commission, in order to support the Departments' projected increases in overtime as required per Administrative Code, Section 3.17; this Ordinance requires a two-thirds vote of all members of the Board of Supervisors for the Sheriff's Department appropriations approval, pursuant to Charter, Section 9.113(c).

(Pursuant to Charter, Section 9.113(c), this matter shall require a vote of two-thirds (8 votes) of all members of the Board of Supervisors to approve such appropriation ordinance for passage.)

(Fiscal Impact)

03/19/19; ASSIGNED to Budget and Finance Sub-Committee. President Yee waived the 30-day rule pursuant to Board Rule No. 3.23.

04/02/19; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Kelly Kirkpatrick, Budget Director (Office of the Mayor); Dan Goncher (Office of the Budget and Legislative Analyst); John Scarpulla and Steve Ritchie (Public Utilities Commission); Crispin Hollings (Sheriff's Department); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in opposition to the hearing matter.

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

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 4:24 p.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