



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

Friday, June 14, 2019

10:00 AM

City Hall, Legislative Chamber, Room 250

Special Meeting

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

The Budget and Finance Committee met in special session on Thursday, June 14, 2019, with Chair Sandra Lee Fewer presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Fewer called the meeting to order at 10:06 a.m. On the call of the roll, Chair Fewer, Vice Chair Stefani, Member Mandelman, and Member Yee were noted present. Member Ronen was noted not present. A quorum was present.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

Member Ronen was noted present at 10:18 a.m.

Chair Fewer requested File Nos. 190571, 190572, 190546, and 190545 be called together.

190571 [Amending Ordinance No. 143-18 - San Francisco Public Utilities Commission Water Revenue Bond Issuance - Not to Exceed \$513,524,665]

Sponsor: Mayor

Ordinance amending Ordinance No. 143-18 to authorize an increase of the issuance and sale of tax-exempt or taxable Water Revenue Bonds and other forms of indebtedness by the San Francisco Public Utilities Commission (Commission) to an aggregate principal amount not to exceed \$513,524,665 from \$478,440,136 to finance the costs of various capital water projects benefitting the Water Enterprise, pursuant to amendments to the Charter of the City and County of San Francisco enacted by the voters on November 5, 2002, known as Proposition E; authorizing the issuance of Water Revenue Refunding Bonds; declaring the official intent of the Commission to reimburse itself with one or more issues of tax-exempt or taxable bonds or other forms of indebtedness; and ratifying previous actions taken in connection therewith, as defined herein.

(Fiscal Impact)

05/21/19; ASSIGNED to Budget and Finance Sub-Committee. President Yee waived the 30 Day Rule pursuant to Board Rule 3.22.

Heard in Committee. Speakers: Charles Perl (San Francisco Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke neither in support nor opposition on the matter.

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

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

190572 [Appropriation - Revenue Bonds and Water Revenues - Water Capital Improvements - \$26,071,000 - FY2019-2020 - De-Appropriation and Re-Appropriation - Water System Improvement Program - \$33,997,225 - FY2019-2020]

Sponsor: Mayor

Ordinance appropriating a total of \$26,071,000 of proceeds from Revenue Bonds and water revenues for the San Francisco Public Utilities Commission (SFPUC) Water Enterprise's Capital Improvement Program for FY2019-2020 at \$26,071,000; de-appropriating and re-appropriating \$33,997,225 of Water System Improvement Program appropriations for FY2019-2020, and placing \$20,571,000 of Revenue Bond proceeds by project on Controller's reserve subject to the Controller's certification of funds availability, including proceeds of indebtedness, and for construction related expenditures (excluding program management, planning and design) for these projects, as applicable, is also subject to the prior occurrence of the SFPUC's and the Board of Supervisors' discretionary adoption of California Environmental Quality Act findings for projects, following review and consideration of completed project related environmental analysis, where required.

(Fiscal Impact)

05/21/19; ASSIGNED to Budget and Finance Sub-Committee. President Yee waived the 30 Day Rule pursuant to Board Rule 3.22.

Heard in Committee. Speakers: Charles Perl (San Francisco Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke neither in support nor opposition on the matter.

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

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

190546 [Amending Ordinance No. 142-18 - San Francisco Public Utilities Commission Power Revenue Bond Issuance - Not to Exceed \$199,898,526]**Sponsors: Mayor; Peskin**

Ordinance amending Ordinance No. 142-18 to authorize an increase of the issuance and sale of tax-exempt or taxable Power Revenue Bonds and other forms of indebtedness by the San Francisco Public Utilities Commission (Commission) to an aggregate principal amount not to exceed \$199,898,526 from \$154,928,059 to finance the costs of various capital projects benefitting the Power Enterprise pursuant to Charter, Sections 9.107(6) and 9.107(8), including amendments to the Charter of the City and County of San Francisco enacted by the voters on June 5, 2018, commonly referred to as Proposition A; authorizing the issuance of Power Revenue Refunding Bonds; declaring the official intent of the Commission to reimburse itself with one or more issues of tax-exempt or taxable bonds or other forms of indebtedness; and ratifying previous actions taken in connection therewith, as defined herein.

(Fiscal Impact)

05/14/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 6/13/2019.

Heard in Committee. Speakers: Charles Perl (San Francisco Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke neither in support nor opposition on the matter.

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

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

190545 [Appropriation - Hetch Hetchy Power and Water Revenue Bonds - Power Capital Improvements - \$27,922,599 - FY2019-20 - De-Appropriation and Re-Appropriation - Capital Projects - \$75,911,397 - De-Appropriation Power Capital Projects - \$15,000,000 - FY2018-19]

Sponsors: Mayor; Peskin

Ordinance appropriating \$27,922,599 of Hetch Hetchy Power and Water Revenue Bonds for the San Francisco Public Utilities Commission (SFPUC) Hetch Hetchy Capital Improvement Program for FY2019-2020, decreasing Hetchy Power and Water Revenue and increasing Hetchy Power and Water Revenue Bond sources by \$21,561,397 and de-appropriating and re-appropriating \$75,911,397 of Hetch Hetchy Capital Project appropriations for FY2019-2020, approved by Ordinance No. 139-18, de-appropriation of \$15,000,000 Streetlight funding in FY2018-2019 and placing \$27,922,599 of Power and Water Bonds, by project on Controller's reserve subject to the Controller's certification of funds availability, including proceeds of indebtedness, and for construction related expenditures (excluding program management, planning and design) for these projects, as applicable, is also subject to the prior occurrence of the SFPUC's and the Board of Supervisors' discretionary adoption of California Environmental Quality Act findings for projects, following review and consideration of completed project related environmental analysis, where required.
(Fiscal Impact)

05/14/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 6/13/2019.

Heard in Committee. Speakers: Charles Perl (San Francisco Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke neither in support nor opposition on the matter.

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

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

Chair Fewer requested File Nos. 190619 and 190620 be called together.

Chair Fewer recessed the meeting at 12:42 p.m. and reconvened the meeting at 1:36 p.m.

Member Yee was noted absent at 3:18 p.m. and for the remainder of the meeting.

190619 [Budget and Appropriation Ordinance for Departments - FYs 2019-2020 and 2020-2021]**Sponsor: Mayor**

Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for Departments of the City and County of San Francisco as of June 1, 2019, for the FYs ending June 30, 2020, and June 30, 2021.

(Fiscal Impact)

05/31/19; RECEIVED.

06/04/19; ASSIGNED to Budget and Finance Committee. President Yee waived the 30 Day Rule, pursuant to Board Rule 3.22.

06/12/19; CONTINUED. Heard in Committee. Speakers: Kelly Kirkpatrick, Budget Director (Office of the Mayor); Ben Rosenfield, City Controller and Michelle Allersma (Office of the City Controller); Dan Goncher (Office of the Budget and Legislative Analyst); Nadia Sesay, Executive Director (Office of Community Investment and Infrastructure); Dennis Herrera, City Attorney (Office of the City Attorney); Michael Brown, Executive Director (Civil Service Commission); Sheryl Davis, Executive Director (Human Rights Commission); Emily Murase, Executive Director (Department on the Status of Women); Leeann Pelham, Executive Director (Ethics Commission); Douglas Legg, Deputy Assessor and Samone Bach (Office of the Assessor-Recorder); Mike McGee, Interim Executive Director and Chief Financial Officer (Academy of Sciences); Tom Campbell, Director and CEO (Fine Arts Museums); Jay Xu, Director (Asian Art Museum); Marcia Bell, Law Library Director and Diane Rodriguez, Assistant Law Library Director (Law Library); Tom DeCaigny, Director of Cultural Affairs (Arts Commission); Debbie Raphael, Director (Department of Environment); Julie Rosenberg, Executive Director (Board of Appeals); John Arntz, Director (Department of Elections); Benjamin McCloskey, Deputy Director of Finance and Administration (Mayor's Office of Housing and Community Development); Kate Howard, Managing Deputy Director (Department of Human Resources); Trent Rhorer, Executive Director (Human Services Agency); Ingrid Mezquita, Director (Office of Early Care and Education); Shireen McSpadden, Executive Director (Department of Aging and Adult Services); Angela Calvillo, Clerk of the Board (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; Speaker; Mr. Rogers; Speaker; spoke on various concerns relating to the hearing matter.

06/13/19; CONTINUED. Heard in Committee. Speakers: Naomi Kelly, City Administrator (Office of the City Administrator); Adrienne Pon, Executive Director (Office of Civic Engagement and Immigration Affairs); Jennifer Johnston and Adam Nguyen (Office of the City Administrator); Claudia Gorham (Real Estate Division); Ken Bukowski, Deputy City Administrator (Office of the City Administrator); Kelly Kirkpatrick, Budget Director (Office of the Mayor); Linda Gerull, Chief Information Officer (Department of Technology); Nicolas Menard (Office of the Budget and Legislative Analyst); Ben Rosenfield, City Controller (Office of the City Controller); William Scott, Police Chief, Catherin McQuire and Carolyn Welch (Police Department); Mohammed Nuru, Director (Public Works); Paul Henderson, Director, and Sarah Hopkins (Department of Police Accountability); Chief Jeanine Nicholson and Mark Corso (Fire Department); Mary Ellen Carroll, Executive Director (Department of Emergency Management); Karen Fletcher, Chief Adult Probation Officer (Adult Probation Department); Michael Yuen, Chief Executive Officer (Superior Court); George Gascon, District Attorney (Office of the District Attorney); Mano Raju, Public Defender and Simin Shamji (Office of the Public Defender); Allen Nance, Chief Juvenile Probation Officer, and Sandra Dalida (Juvenile Probation Department); Supervisor Shamann Walton (Board of Supervisors); Vicky Hennessy, Sheriff, and Crispin Hollings, Chief Financial Officer (Sheriff's Department); provided an overview and responded to questions raised throughout the discussion. Dan Flannigan; Joshua; Mr. Wright; Speaker; Speaker; Julie Flach; Speaker; spoke on various concerns relating to the hearing matter.

Heard in Committee. Speakers: John Rahaim, Director and Speaker (Planning Department); Abbie Yant, Executive Director (Health Service System); Ben Rosenfield, City Controller (Office of the Controller); Robert Collins, Executive Director (Rent Board); Jay Huish, Executive Director (Retirement System); Jeff Kositsky, Director and Gigi Whitley (Department of Homelessness and Supportive Housing); Michael Lambert, City Librarian (Public Library); Tom Hui, Director and Tara Sanderson (Department of Building Inspection); Phil Ginsburg, General Manager, and Speaker (Recreation and Parks Department); Beth Murray, Managing Director (War Memorial); Theresa Zighera, Interim Executive Director (Children and Families Commission); Joaquin Torres, Director (Office of Economic and Workforce Development); Maria Su, Executive Director and Speaker (Department of Children Youth and Their Families); Dr. Grant Colfax, Director, Dr. Barbara Wall, and Greg Wagner (Department of Public Health); provided an overview and responded to

questions raised throughout the discussion. Mr. Wright; Peter Warfield (Library User's Association); Walter Paulson; Ellen Tsang; Jill Roisen; Jenny Cromen; Speaker; Farrell; spoke on various concerns relating to the hearing matter.

Chair Fewer, seconded by Member Mandelman, moved that this Ordinance be CONTINUED the Special Budget and Finance Committee meeting of June 19, 2019. The motion carried by the following vote:

Ayes: 4 - Fewer, Stefani, Mandelman, Ronen

Absent: 1 - Yee

190620 [Annual Salary Ordinance - FYs 2019-2020 and 2020-2021]**Sponsor: Mayor**

Annual Salary Ordinance enumerating positions in the Annual Budget and Appropriation Ordinance for the FYs ending June 30, 2020, and June 30, 2021, continuing, creating, or establishing these positions; enumerating and including therein all positions created by Charter or State law for which compensations are paid from City and County funds and appropriated in the Annual Appropriation Ordinance; authorizing appointments or continuation of appointments thereto; specifying and fixing the compensations and work schedules thereof; and authorizing appointments to temporary positions and fixing compensations therefore.

(Fiscal Impact)

05/31/19; RECEIVED.

06/04/19; ASSIGNED to Budget and Finance Committee. President Yee waived the 30 Day Rule, pursuant to Board Rule 3.22.

06/12/19; CONTINUED. Heard in Committee. Speakers: Kelly Kirkpatrick, Budget Director (Office of the Mayor); Ben Rosenfield, City Controller and Michelle Allersma (Office of the City Controller); Dan Goncher (Office of the Budget and Legislative Analyst); Nadia Sesay, Executive Director (Office of Community Investment and Infrastructure); Dennis Herrera, City Attorney (Office of the City Attorney); Michael Brown, Executive Director (Civil Service Commission); Sheryl Davis, Executive Director (Human Rights Commission); Emily Murase, Executive Director (Department on the Status of Women); Leeann Pelham, Executive Director (Ethics Commission); Douglas Legg, Deputy Assessor and Samone Bach (Office of the Assessor-Recorder); Mike McGee, Interim Executive Director and Chief Financial Officer (Academy of Sciences); Tom Campbell, Director and CEO (Fine Arts Museums); Jay Xu, Director (Asian Art Museum); Marcia Bell, Law Library Director and Diane Rodriguez, Assistant Law Library Director (Law Library); Tom DeCaigny, Director of Cultural Affairs (Arts Commission); Debbie Raphael, Director (Department of Environment); Julie Rosenberg, Executive Director (Board of Appeals); John Arntz, Director (Department of Elections); Benjamin McCloskey, Deputy Director of Finance and Administration (Mayor's Office of Housing and Community Development); Kate Howard, Managing Deputy Director (Department of Human Resources); Trent Rhorer, Executive Director (Human Services Agency); Ingrid Mezquita, Director (Office of Early Care and Education); Shireen McSpadden, Executive Director (Department of Aging and Adult Services); Angela Calvillo, Clerk of the Board (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; Speaker; Mr. Rogers; Speaker; spoke on various concerns relating to the hearing matter.

06/13/19; CONTINUED. Heard in Committee. Speakers: Naomi Kelly, City Administrator (Office of the City Administrator); Adrienne Pon, Executive Director (Office of Civic Engagement and Immigration Affairs); Jennifer Johnston and Adam Nguyen (Office of the City Administrator); Claudia Gorham (Real Estate Division); Ken Bukowski, Deputy City Administrator (Office of the City Administrator); Kelly Kirkpatrick, Budget Director (Office of the Mayor); Linda Gerull, Chief Information Officer (Department of Technology); Nicolas Menard (Office of the Budget and Legislative Analyst); Ben Rosenfield, City Controller (Office of the City Controller); William Scott, Police Chief, Catherin McQuire and Carolyn Welch (Police Department); Mohammed Nuru, Director (Public Works); Paul Hendersson, Director, and Sarah Hopkins (Department of Police Accountability); Chief Jeanine Nicholson and Mark Corso (Fire Department); Mary Ellen Carroll, Executive Director (Department of Emergency Management); Karen Fletcher, Chief Adult Probation Officer (Adult Probation Department); Michael Yuen, Chief Executive Officer (Superior Court); George Gascon, District Attorney (Office of the District Attorney); Mano Raju, Public Defender and Simin Shamji (Office of the Public Defender); Allen Nance, Chief Juvenile Probation Officer, and Sandra Dalida (Juvenile Probation Department); Supervisor Shamann Walton (Board of Supervisors); Vicky Hennessy, Sheriff, and Crispin Hollings, Chief Financial Officer (Sheriff's Department); provided an overview and responded to questions raised throughout the discussion. Dan Flannigan; Joshua; Mr. Wright; Speaker; Speaker; Julie Flach; Speaker; spoke on various concerns relating to the hearing matter.

Heard in Committee. Speakers: John Rahaim, Director and Speaker (Planning Department); Abbie Yant, Executive Director (Health Service System); Ben Rosenfield, City Controller (Office of the Controller); Robert Collins, Executive Director (Rent Board); Jay Huish, Executive Director (Retirement System); Jeff Kositsky, Director and Gigi Whitley (Department of Homelessness and Supportive Housing); Michael Lambert, City Librarian (Public Library); Tom Hui, Director and Tara Sanderson (Department of Building Inspection); Phil Ginsburg, General Manager, and Speaker (Recreation and Parks Department); Beth Murray, Managing Director (War Memorial); Theresa Zighera, Interim Executive Director (Children and Families Commission); Joaquin Torres, Director

(Office of Economic and Workforce Development); Maria Su, Executive Director and Speaker (Department of Children Youth and Their Families); Dr. Grant Colfax, Director, Dr. Barbara Wall, and Greg Wagner (Department of Public Health); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; Peter Warfield (Library User's Association); Walter Paulson; Ellen Tsang; Jill Roisen; Jenny Cromen; Speaker; Farrell; spoke on various concerns relating to the hearing matter.

Chair Fewer, seconded by Member Mandelman, moved that this Ordinance be CONTINUED the Special Budget and Finance Committee meeting of June 19, 2019. The motion carried by the following vote:

Ayes: 4 - Fewer, Stefani, Mandelman, Ronen

Absent: 1 - Yee

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 5:47 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.