



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

Clerk: Linda Wong (415) 554-7719

Wednesday, October 30, 2019

10:00 AM

City Hall, Committee Room 263

Regular Meeting

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

The Budget and Finance Committee met in regular session on Wednesday, October 30, 2019, with Chair Sandra Lee Fewer presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Fewer called the meeting to order at 10:03 a.m. 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

191022 [Contract Agreement - ConvergeOne, Inc. - Cisco Products and Services - Not to Exceed \$65,000,000]

Sponsor: Fewer

Resolution authorizing the Department of Technology to enter into an Agreement between the City and County of San Francisco and ConvergeOne, Inc., for the purchase of Cisco products and services, with a not to exceed amount of \$70,000,000 for the term ending November 1, 2022, to commence following Board approval, with two two-year options to extend at the sole and absolute discretion of the City. (Department of Technology)

(Fiscal Impact)

10/08/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/23/19; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Linda Gerull, City Chief Information Officer (Department of Technology); Severin Campbell (Office of the Budget and Legislative Analyst); Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Resolution be AMENDED to reduce the contact not to exceed amount from \$70,000,000 to \$65,000,000; on Page 1, Lines 19-21, to remove 'WHEREAS, The Local Business Entity ("LBE") subcontracting participation requirement has been waived because there are no LBE firms certified by the manufacturer to perform work; and'; and on Page 2, Lines 10-11, to add 'and the two options to extend the contract for two years each'. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Resolution authorizing the Department of Technology to enter into an Agreement between the City and County of San Francisco and ConvergeOne, Inc., for the purchase of Cisco products and services, with a not to exceed amount of \$65,000,000 for the term ending November 1, 2022, to commence following Board approval, with two two-year options to extend at the sole and absolute discretion of the City. (Department of Technology)

(Fiscal Impact)

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

Ayes: 3 - Fewer, Stefani, Mandelman

190842 [Various Codes - Renewing and Extending Waiver and Refund of Investigation Fee - Two-Year Extension of Medical Cannabis Dispensary Permits and Temporary Cannabis Business Permits - Three-Year Extension of Temporary Cannabis Retail Use Authorization]

Sponsor: Mandelman

Ordinance renewing and extending a prior waiver and refund of investigation fees imposed by Building Code, Section 107A.5, for persons registered with the Office of Cannabis through December 31, 2020; amending the Health Code to extend the date beyond which temporary Medical Cannabis Dispensary Permits issued under Article 33 of the Health Code are rendered invalid, from December 31, 2019, to December 31, 2020; amending the Police Code to extend the date beyond which Temporary Cannabis Business Permits issued under Article 16 of the Police Code cannot be extended from December 31, 2019, to December 31, 2020; and amending the Planning Code to extend the date by which a Grandfathered Medical Cannabis Dispensary, as defined in the Planning Code, must have received a permit to operate from the Department of Public Health to be deemed a Temporary Cannabis Sales use, as defined in the Planning Code, from December 31, 2019, to December 31, 2020.

07/30/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/29/2019.

08/09/19; REFERRED TO DEPARTMENT. Referred to the Department of Building Inspection pursuant to Charter, Section D3.750-5; to the Planning Commission pursuant to Planning Code, Section 302(b); and to the Small Business Commission.

08/12/19; REFERRED TO DEPARTMENT. Referred to the Office of Cannabis, Police Department, and the Department of Public Health for informational purposes.

09/30/19; RESPONSE RECEIVED.

10/22/19; RESPONSE RECEIVED. On October 16, 2019, the Building Inspection Commission met and held a public hearing and voted to recommend approval to the proposed legislation.

10/22/19; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee. Supervisor Mandelman introduced a substitute Ordinance bearing a new title.

10/23/19; REFERRED TO DEPARTMENT. Referred to the Planning Department, Department of Building Inspection, Small Business Commission, Office of Cannabis, Police Department, and the Department of Public Health for informational purposes.

10/25/19; RESPONSE RECEIVED. On October 24, 2019, the Planning Commission met and held a public hearing and voted to recommend approval to the proposed legislation with modification.

Heard in Committee. Speakers: Jon Givner (Office of the City Attorney); Ray Law (Office of Cannabis); Aaron Starr (Planning Commission); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, to amend the title to reflect the substituted version introduced on October 22, 2019; to extend the maximum duration of a Temporary Cannabis Retail Sales Use from one year to four years, from January 1, 2019, to January 1, 2022; and to make other clarifying and conforming amendments.

Ayes: 3 - Fewer, Stefani, Mandelman

Ordinance renewing and extending a prior waiver and refund of investigation fees imposed by Building Code, Section 107A.5, for persons registered with the Office of Cannabis through December 31, 2020; amending the Health Code to extend the date beyond which temporary Medical Cannabis Dispensary Permits issued under Article 33 of the Health Code are rendered invalid, from December 31, 2019, to December 31, 2021; amending the Police Code to extend the date beyond which Temporary Cannabis Business Permits issued under Article 16 of the Police Code cannot be extended from December 31, 2019, to December 31, 2021; amending the Planning Code to extend the date by which a Grandfathered Medical Cannabis Dispensary, as defined in the Planning Code, must have received a permit to operate from the Department of Public Health to be deemed a Temporary Cannabis Sales use, as defined in the Planning Code, from December 31, 2019, to December 31, 2021; amending the Planning Code to extend the duration of a Temporary Cannabis Retail Sales Use to up to four years, to expire on January 1, 2022; affirming the Planning Department's determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1, and findings of public necessity, convenience, and welfare under Planning Code, Section 302.

Chair Fewer moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of November 6, 2019. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190997 [Purchase Agreement - Retroactive - Pacific Gas & Electric Company - Electricity-Related Products - Not to Exceed \$11,070,118]

Resolution retroactively authorizing two agreements for CleanPowerSF to purchase electricity-related products from Pacific Gas & Electric Company for a term of January 1, 2020, through December 31, 2022, for a total cost of \$26,070,118; and retroactively authorizing the sale of electricity-related products to Pacific Gas & Electric Company and Southern California Edison Company for a term of January 1, 2020, through December 31, 2022, in an amount not to exceed \$3,500,000. (Public Utilities Commission)
(Fiscal Impact)

09/26/19; RECEIVED FROM DEPARTMENT.

10/08/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Barbara Hale (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.

Chair Fewer moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, to reduce the number of agreements from two to one; on Page 1, Line 5, to reduce the total cost from \$26,070,118 to \$11,070,118 and to remove 'and retroactively authorizing the sale of electricity-related products to Pacific Gas & Electric Company and Southern California Edison Company for a term of January 1, 2020, through December 31, 2022, in an amount not to exceed \$3,500,000; on Page 2, Line 13, to remove 'and the second in the amount of \$15,000,000'; on Page 2, Lines 14-18, to remove 'WHEREAS, The CPUC's September 20, 2019 notice to CleanPowerSF materially changed the quantities of RA that CleanPowerSF is required to procure in the different geographical areas and CleanPowerSF must engage in several purchases and sales of RA in a short timeframe in order to balance its RA supplies with its RA obligations and meet the compliance deadline of October 31, 2019; and'; on Page 2, Lines 19-21, to remove 'WHEREAS, CleanPowerSF entered into an agreement to sell RA to PG&E in an amount not to exceed \$2,000,000 and a second agreement to sell RA to Southern California Edison Company (SCE) in an amount not to exceed \$1,500,000; on Page 3, Line 18, to remove 'and \$15,000,000'; on Page 3, Lines 20-24, to remove 'FURTHER RESOLVED, That the Board of Supervisors hereby retroactively authorizes the General Manager of the Public Utilities Commission to enter into an agreement to sell RA to PG&E in the amount of \$2,000,000 with the term of January 1, 2020, through December 31, 2022, and an agreement to sell RA to SCE in the amount of \$1,500,000 with the term of January 1, 2020 through December 31, 2022; and, be it'; to remove the reference to the Southern California Edison (SCE) Company agreement throughout the legislation; and to make other conforming and clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Resolution retroactively authorizing an agreement for CleanPowerSF to purchase electricity-related products from Pacific Gas & Electric Company for a term of January 1, 2020, through December 31, 2022, for a total cost of \$11,070,118. (Public Utilities Commission)
(Fiscal Impact)

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

Ayes: 3 - Fewer, Stefani, Mandelman

190966 [Sale of City-Owned Real Property - Property on West Lucille Avenue in Fresno County, CA - Richard S. Storti, Jr. - \$170,000]

Resolution approving and authorizing the Real Estate Division to sell City-owned real property located on West Lucille Avenue, west of Coalinga in Fresno County, California (Assessor's Parcel No. 083-020-012), to Richard S. Storti, Jr. for \$170,000; affirming the Planning Department's determination under the California Environmental Quality Act; adopting the Planning Department's findings that the sale is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing the Director of Property to execute documents, make certain modifications and take certain actions in furtherance of the Purchase and Sale Agreement and this Resolution, as defined herein. (Real Estate Department)

09/23/19; RECEIVED FROM DEPARTMENT.

10/01/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Claudia J. Gorham and John Updike (Real Estate Department); 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

191023 [Grant Agreement Amendment - The Regents of the University of California - Community Assessment and Services Center - Not to Exceed \$18,007,010]

Sponsor: Fewer

Resolution approving a first amendment to the grant agreement between the Adult Probation Department and The Regents of the University of California, on behalf of its San Francisco Campus, for the operation of the Community Assessment and Services Center, to increase the grant funding by \$12,207,010 for a total amount of \$18,007,010 and extend the performance period for three years for a total term of November 17, 2017, through October 31, 2022. (Adult Probation)
(Fiscal Impact)

10/08/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Veronica Martinez, Lauren Bell, Director of Reentry Division, and Steve Adami (Adult Probation Department); 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 to correctly state that the agreement term began on November 1, 2017. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

Resolution approving a first amendment to the grant agreement between the Adult Probation Department and The Regents of the University of California, on behalf of its San Francisco Campus, for the operation of the Community Assessment and Services Center, to increase the grant funding by \$12,207,010 for a total amount of \$18,007,010 and extend the performance period for three years for a total term of November 1, 2017, through October 31, 2022. (Adult Probation)
(Fiscal Impact)

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

Ayes: 3 - Fewer, Stefani, Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:03 a.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.