



City and County of San Francisco
Meeting Minutes - Final
Budget and Finance Committee

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

Members: Hillary Ronen, Ahsha Safai, Gordon Mar

Clerk: Brent Jalipa (415) 554-7712

Wednesday, May 4, 2022

10:30 AM

Regular Meeting

IN-PERSON MEETING
City Hall, Legislative Chamber, Room 250

(remote access provided)
(remote public comment provided via teleconference)

Present: 3 - Hillary Ronen, Ahsha Safai, and Gordon Mar

The Budget and Finance Committee met in a regular session, in-person with remote access and public comment via telephone, on Wednesday, May 4, 2022, with Chair Hillary Ronen presiding. Chair Ronen called the meeting to order at 10:35 a.m.

Remote Access to Information and Participation

On March 17, 2020, the Board of Supervisors authorized their Board and Committee meetings to convene remotely (via Microsoft Teams) and will allow remote public comment via teleconference. Visit the SFGovTV website at (www.sfgovtv.org) to stream the live meetings, or to watch meetings on demand. Members of the public are encouraged to participate remotely via detailed instructions on participating via teleconference available at: <https://sfbos.org/remote-meeting-call>.

Members of the public may participate by phone or may submit their comments by email to: brent.jalipa@sfgov.org; all comments received will be made a part of the official record. Regularly-scheduled Budget and Finance Committee Meetings begin at 10:30 a.m. every Wednesday of each month. Committee agendas and their associated documents are available at <https://sfbos.org/committees>.

Please visit the Board's website (www.sfbos.org) regularly to be updated on the current situation as it affects the legislative process. For more information contact the Budget and Finance Committee Clerk at (415) 554-7712 or brent.jalipa@sfgov.org.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Ronen, Vice Chair Safai, and Member Mar were noted present. A quorum of the Committee was present.

COMMUNICATIONS

*Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public, when general public comment is called, to contribute live comments for up to two minutes in-person or by dialing the provided telephone number. In-person public comment will be taken before remote public comment is called. Those who are providing public comment remotely must dial * 3 to be added to the remote queue to speak. Written comments may be submitted through email (brent.jalipa@sfgov.org) or the U.S. Postal Service at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.*

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

220199 [Administrative, Police Codes - Ban on Gas-Powered Landscaping Equipment]

Sponsors: Melgar; Mar, Stefani, Ronen and Safai

Ordinance amending the Administrative Code and Police Code to 1) prohibit the City from using gas-powered landscaping equipment to perform a City function starting January 1, 2024, with temporary waivers for City departments that document to the satisfaction of the Director of the Department of the Environment ("Department") the unavailability of needed technology to replace such equipment; 2) prohibit the City from contracting for the use of gas-powered landscaping equipment to perform a City function starting January 1, 2024, with waivers for City departments that document to the satisfaction of the Purchaser the necessity of such waiver; 3) prohibit the use of gas-powered landscaping equipment in the City starting January 1, 2026, except such equipment for which the Department determines replacement technology is unavailable, and penalize property owners and business owners and managers that violate that prohibition; 4) establish a buy-back and/or incentive program ("Buy-Back Program") to assist owners of such equipment in transitioning away from its use; 5) require that the Department conduct a public education campaign regarding the gas-powered landscaping equipment ban and the Buy-Back Program; 6) establish a fund to receive penalties collected for violation of the ban and other monies, to use for purchases of equipment for City departments to replace gas-powered landscaping equipment, for the Buy-Back Program, for safe disposal of gas-powered landscaping equipment, and/or to fund the Department's public education campaign; 7) designate the Department to administer and enforce the ordinance; and 8) require the Department to report to the Board of Supervisors by March 31 of each year on progress over the prior calendar year in enforcing the restrictions on gas-powered landscaping equipment, conducting the public education campaign, administering the Buy-Back Program, and using the monies in the fund. (Fiscal Impact)

03/01/22; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 3/31/2022.

03/07/22; REFERRED TO DEPARTMENT. Referred to all City Departments for informational purposes.

03/17/22; TRANSFERRED to Budget and Finance Committee. President Walton transferred this matter from the Rules Committee to the Budget and Finance Committee.

04/27/22; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Tyrone Jue, Acting Director, and Jen Jackson (Department of the Environment); Nicolas Menard (Office of the Budget and Legislative Analyst); Ashley Groffenberger, Budget Director (Mayor's Office of Public Policy and Finance); Eric Andersen (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion. Eva, Maia Piccagli, and Friday (Mothers Out Front); Jessica; Paul Wermer; spoke in support of the hearing matter. Richard Harris (San Francisco Public Golf Alliance); Marc Connerly (Golf Course Superintendents Association); spoke in opposition of the hearing matter. David Pilpel shared various concerns regarding the hearing matter.

Supervisors Ronen and Safai requested to be added as co-sponsors.

04/27/22; CONTINUED AS AMENDED.

Heard in Committee. Speaker: David Pilpel; spoke in support of the continuance of the hearing matter.

Chair Ronen moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of May 11, 2022. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

220174 [Contract Amendment - W.W. Grainger, Inc. - Industrial Supplies - Not to Exceed \$12,100,000]

Resolution authorizing the Office of Contract Administration to execute Amendment No. 3 to Contract 1000018631 between the City and County of San Francisco and W.W. Grainger, Inc., for the purchase of industrial supplies for City departments; and increasing the contract amount by \$2,200,000 for a total contract amount not to exceed \$12,100,000 with no change to the total term of July 15, 2020, through December 31, 2022. (Office of Contract Administration)
(Fiscal Impact)

02/14/22; RECEIVED FROM DEPARTMENT.

03/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sailajah Kurella, Director and Purchaser (Office of Contract Administration); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Ronen, Safai, Mar

220209 [Management and Operation Agreement Amendment - Retroactive - Friends of the Cable Car Museum - Cable Car Museum - Term Extension]

Sponsors: Mayor; Mar

Resolution retroactively approving the First Amendment to the Management and Operation Agreement between the Municipal Transportation Agency and Friends of the Cable Car Museum to exercise the first option to extend the term for five years from July 1, 2019, through June 30, 2024. (Municipal Transportation Agency)

03/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: William Zhao and Jason Gallegos (Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. David Pilpel spoke in support of the hearing matter.

Supervisor Mar requested to be added as a co-sponsor.

Member Mar moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

220270 [Accept and Expend Grant - Metropolitan Transportation Commission - Federal Highway Administration - Southern Skyline Boulevard Ridge Trail Extension Project - \$1,000,000]

Sponsors: Mayor; Safai and Mar

Resolution authorizing the San Francisco Public Utilities Commission (SFPUC) to accept and expend a grant in the amount of \$1,000,000 from the Metropolitan Transportation Commission, with funds from the Federal Highway Administration and reviewed by the California Department of Transportation for design and construction of the Southern Skyline Boulevard Ridge Trail Extension Project which would extend the Bay Area Ridge Trail south from State Route 92 to the Golden Gate National Recreation Area's Phleger Estate and improve educational and recreational access, parking, and restroom facilities on peninsula watershed land owned and maintained by the SFPUC in San Mateo County, for a term period of May 2022, through January 2024. (Public Utilities Commission) (Fiscal Impact)

03/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Tim Ramirez (San Francisco Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Alex Seyville; David Pilpel; Matthew Blain, Chair (SF Urban Riders); spoke in support of the hearing matter.

Supervisors Safai and Mar requested to be added as co-sponsors.

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 11, to update the term period from 'May 2022, through January 2024' to 'January 2023, through August 2025.' The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

Resolution authorizing the San Francisco Public Utilities Commission (SFPUC) to accept and expend a grant in the amount of \$1,000,000 from the Metropolitan Transportation Commission, with funds from the Federal Highway Administration and reviewed by the California Department of Transportation for design and construction of the Southern Skyline Boulevard Ridge Trail Extension Project which would extend the Bay Area Ridge Trail south from State Route 92 to the Golden Gate National Recreation Area's Phleger Estate and improve educational and recreational access, parking, and restroom facilities on peninsula watershed land owned and maintained by the SFPUC in San Mateo County, for a term period of January 2023, through August 2025. (Public Utilities Commission) (Fiscal Impact)

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

Ayes: 3 - Ronen, Safai, Mar

220285 [Design Professional Services Agreement - Mark Cavagnero Associates - Water Enterprise City Distribution Division Facilities - 2000 Marin Street - \$27,800,000 - Grant of Exemption to Behested Payment Prohibition in Campaign and Governmental Conduct Code]

Sponsor: Peskin

Ordinance approving a Design Professional Services Agreement with Mark Cavagnero Associates for the new San Francisco Public Utilities Commission (SFPUC) Water Enterprise City Distribution Division facilities at 2000 Marin Street for a total cost not to exceed \$27,800,000 with a term of five years; exempting San Francisco officers and employees from the prohibition on behested payments in the Campaign and Governmental Conduct Code, for any involvement regarding the Social Impact Partnership (SIP) program obligations included in the Agreement; and authorizing the SFPUC to include its SIP program in the Agreement notwithstanding that prohibition.

(Fiscal Impact)

03/22/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 4/21/2022.

Heard in Committee. Speakers: Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. David Pilpel spoke in opposition to the hearing matter.

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

Ayes: 3 - Ronen, Safai, Mar

220331 [Agreements - Long Duration Storage - Goal Line Battery Energy Storage System 1, LLC - CleanPowerSF - Not to Exceed \$60,000,000]

Resolution authorizing the Public Utilities Commission to purchase long duration energy storage from Goal Line Battery Energy Storage System 1, LLC by 1) entering into the Buyer Liability Pass Through Agreement; 2) entering into the Goal Line Storage Project Participation Share Agreement; and 3) entering into the Goal Line Storage Coordinated Operations Agreement, all of which are agreements between California Community Power, CleanPowerSF, and five community choice aggregators to enable the City and County of San Francisco to purchase long duration energy storage to serve customers of CleanPowerSF with a not to exceed amount of \$60,000,000 for a fifteen-year term to commence upon commercial operation of the project; and making environmental findings under the California Environmental Quality Act. (Public Utilities Commission)

(Fiscal Impact)

04/01/22; RECEIVED FROM DEPARTMENT.

04/12/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michael Hyams, Director of CleanPowerSF (San Francisco Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Alex Lansberg; David Pilpel; spoke in support of the hearing matter.

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

Ayes: 3 - Ronen, Safai, Mar

220431 [Ground Lease and Loan Agreement - 180 Jones Associates, L.P. - 180 Jones Street - 100% Affordable Housing - Ground Lease with Base Rent of \$15,000 - Loan Not to Exceed \$13,950,000]

Sponsors: Mayor; Preston, Ronen, Safai and Mar

Resolution 1) approving and authorizing the Director of Property and the Mayor's Office of Housing and Community Development ("MOHCD") to enter into a Ground Lease for real property owned by the City located at 180 Jones Street ("Property") with 180 Jones Associates, L.P. for a lease term of 75 years and one 24-year option to extend, with an annual base rent of \$15,000 ("Ground Lease") in order to construct a 100% affordable, 70-unit multifamily rental housing development affordable to low-income households, including 35 supportive housing units available for households experiencing homelessness, and one resident manager unit (the "Project"); 2) approving and authorizing a Loan Agreement in an amount not to exceed \$13,950,000 for a minimum loan term of 57 years ("Loan Agreement") to finance the development and construction of the Project; 3) adopting findings declaring that the Property is "exempt surplus land" pursuant to the California Surplus Lands Act; 4) determining that the less than market rent payable under the Ground Lease will serve a public purpose by providing affordable housing for low-income households in need, in accordance with Administrative Code, Section 23.3; 5) adopting findings that the Project and proposed transactions are consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; 6) authorizing the Director of Property and/or the Director of MOHCD to execute the Ground Lease and the Loan Agreement, and make certain modifications to such agreements, as defined herein, and take certain actions in furtherance of this Resolution, as defined herein; and 7) to authorize the Director of Property and/or Director of MOHCD to enter into any additions, amendments, or other modifications to the Ground Lease and the Loan Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the Ground Lease and the Loan Agreement or this Resolution.

(Fiscal Impact)

04/19/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Anne Romero (Mayor's Office of Housing and Community Development); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Anastasia Yovanopoulos (SF Tenants Union); spoke in support of the hearing matter.

Supervisors Ronen, Safai, and Mar requested to be added as co-sponsors.

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

Ayes: 3 - Ronen, Safai, Mar

220265 [Accept and Expend Grant - Retroactive - Stupski Foundation - San Francisco General Hospital Foundation - Zuckerberg San Francisco General Serious Illness Care Program - \$248,924]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$248,924 from the Stupski Foundation through the San Francisco General Hospital Foundation for participation in a program, entitled "Zuckerberg San Francisco General Serious Illness Care Program," for the period of September 1, 2021, through August 31, 2022. (Public Health Department)

03/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sumant Ranji (Zuckerberg San Francisco General Hospital); Greg Wong (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Lines 12-13, to read 'FURTHER RESOLVED, That the Director of Health is retroactively authorized to enter into the memorandum of understanding on behalf of the City.'; and on Page 2, Lines 14-16, by striking 'FURTHER RESOLVED, That within thirty (30) days of the Grant Agreement being fully executed by all parties, the Director of Health shall provide a copy to the Clerk of the Board of Supervisors for inclusion in the official file.' The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

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

Ayes: 3 - Ronen, Safai, Mar

220266 [Accept and Expend Grant - Retroactive - Centers for Disease Control and Prevention - DP21-2111 Closing the Gap with Social Determinants of Health Accelerator Plans - \$125,000]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$125,000 from the Centers for Disease Control and Prevention for participation in a program, entitled "DP21-2111 Closing the Gap with Social Determinants of Health Accelerator Plans," for the period of September 30, 2021, through September 29, 2022. (Public Health Department)

03/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Paula Jones and Greg Wong (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Lines 18-22, to strike 'FURTHER RESOLVED, That the Director of Health is authorized to enter into the Agreement on behalf of the City; and, be it FURTHER RESOLVED, That within thirty (30) days of the Grant Agreement being fully executed by all parties, the Director of Health shall provide a copy to the Clerk of the Board of Supervisors for inclusion in the official file.' The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

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

Ayes: 3 - Ronen, Safai, Mar

220271 [Accept and Expend Grant - Retroactive - Alliance and Safety Justice - San Francisco General Hospital Foundation - Trauma Recovery Center - National Learning Collaborative for Trauma Recovery Centers (TRC's) - \$135,000]

Sponsors: Mayor; Mandelman and Ronen

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant from the Alliance and Safety Justice through the San Francisco General Hospital Foundation for participation in a program, entitled "Trauma Recovery Center - National Learning Collaborative for Trauma Recovery Centers (TRC's)," in the amount of \$135,000 for the period of October 1, 2021, through September 30, 2022. (Public Health Department)

03/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Stacy Wiggall (University of California San Francisco); Greg Wong (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

Supervisor Ronen requested to be added as a co-sponsor.

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Lines 7-8, to read 'FURTHER RESOLVED, That the Director of Health is retroactively authorized to enter into the memorandum of understanding on behalf of the City.'; and on Page 2, Lines 9-11, by striking 'FURTHER RESOLVED, That within thirty (30) days of the Grant Agreement being fully executed by all parties, the Director of Health shall provide a copy to the Clerk of the Board of Supervisors for inclusion in the official file.' The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

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

Ayes: 3 - Ronen, Safai, Mar

220392 [Administrative Code - Short-Term Contract Extensions and Amendments to Modify Scope and Compensation]

Sponsors: Mayor; Mandelman, Melgar, Ronen, Safai and Mar

Ordinance amending the Administrative Code to authorize short-term extensions for construction contracts, goods and services contracts, and grants to mitigate staffing shortages, and to authorize amendments to modify scope and compensation for goods and services contracts to mitigate supply shortages.

04/12/22; ASSIGNED to Budget and Finance Committee. 4/21/22 - President Walton waived the 30-day rule pursuant to Board Rule No. 3.22.

04/18/22; REFERRED TO DEPARTMENT. Referred to the Offices of the City Administrator, Controller, and Contract Administration for informational purposes.

Heard in Committee. Speakers: Rachel Cukierman (Office of the City Administrator); provided an overview and responded to questions raised throughout the discussion. David Pilpel spoke on various concerns regarding the hearing matter.

Supervisor Mar requested to be added as a co-sponsor.

Chair Ronen moved that this Ordinance be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:39 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.