



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: Carmen Chu, Ross Mirkarimi, Jane Kim

Clerk: Victor Young (415) 554-7723

Wednesday, October 26, 2011

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Carmen Chu, Ross Mirkarimi, and Jane Kim

MEETING CONVENED

The meeting convened at 10:10 a.m.

REGULAR AGENDA

111010 [General Obligation Refunding Bonds - Series 2011-R1 - Not to Exceed \$1,355,991,219]**Sponsor: Mayor**

Resolution authorizing the issuance from time to time, in one or more series, of not to exceed \$1,355,991,219 aggregate principal amount of the City and County of San Francisco General Obligation Refunding Bonds, including the initial series or series of such Bond to be designated as "City and County of San Francisco General Obligation Refunding Bonds, Series 2011-R1," to refund certain outstanding General Obligation Bonds; approving the form and terms of said bonds; authorizing the execution, authentication, and registration of said bonds; providing for the appointment of depositories, verification agents, and other agents for said bonds; approving the form and authorizing the execution and delivery of escrow agreements relating to the refunded bonds; approving and directing the tax levy for repayment of said bonds; approving procedures for competitive or negotiated sales including approving forms of official notice of sale and notice of intention to sell said bonds and authorizing the selection of underwriters and the execution and delivery of bond purchase agreements; approving the form and authorizing the execution and delivery of continuing disclosure certificates; approving the form and authorizing the distribution of the preliminary official statement and authorizing the execution, delivery, and distribution of the official statement for the Series 2011 R1 Bonds; authorizing payment of costs of issuance of said bonds; approving modifications to documents; ratifying actions previously taken; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of the bonds and the refunding of certain outstanding General Obligation Bonds. (Fiscal Impact)

09/13/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/05/11; AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. Heard in Committee. Speakers: Nadia Sesay (Controller's Office); Harvey Rose (Budget Analyst); provided an overview and responded to questions raised throughout the discussion. Douglas Yep; spoke neither in support nor opposition on the matter.

10/5/11 - Amendment of the whole bearing the same title.

10/05/11; RECOMMENDED AS AMENDED.

10/18/11; AMENDED.

10/18/11; RE-REFERRED AS AMENDED to Budget and Finance Committee.

Heard in Committee. Speaker: Francisco Da Costa; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

111090 [Lease Amendment - St. Francis Yacht Club for the West Harbor Marina Seawall Repair]**Sponsor: Farrell**

Resolution authorizing an amendment to the St. Francis Yacht Club lease allowing the Recreation and Parks Department to offer rent credits for the West Harbor Marina seawall repair.

(Fiscal Impact)

10/04/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

CONTINUED TO CALL OF THE CHAIR by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

110088 [Hearing - Ongoing Budget Updates for FY2011-2012]**Sponsor: Chu**

Ongoing hearings to receive updates on anticipated budget shortfalls for FY2011-2012, and receive updates from various departments.

01/25/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

03/09/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Ben Rosenfield, Controller; Leo Levenson (Controller); Michelle Allison (Controller); provided an overview and responded to question raised throughout the discussion. Walter Paulson; spoke neither in support nor opposition on the matter.

03/30/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Greg Wagner (Mayor); Kate Howard (Mayor); presented information concerning the matter and/or answered questions raised during the hearing. Walter Paulson; spoke neither in support nor opposition on the matter.

04/27/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Greg Wagner (Mayor's Office); provided an overview and responded to questions raised throughout the discussion. Walter Paulson, spoke neither in support nor opposition on the matter.

Heard in Committee. Speakers: Rick Wilson (Mayor's Office); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; spoke neither in support nor opposition on the matter.

CONTINUED TO CALL OF THE CHAIR by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

111084 [Appropriating \$1,843,125 of Children's Fund Contingency in the Department of Children, Youth, and their Families to Fund Subsidized Child Care for Low Income Families - FY2011-2012]**Sponsor: Mayor**

Ordinance appropriating \$1,900,000 of Children's Fund Designated Contingency to the Department of Children, Youth, and their Families to allow California Department of Education Title Five Contractors to provide subsidized child care funding for low income families in order to mitigate State cuts in FY2011-2012.

(Fiscal Impact)

10/04/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/12/11; REFERRED TO DEPARTMENT. Referred to the Youth Commission for review and comment.

Heard in Committee. Speakers: Michelle Rutherford (Human Services); Ms. Addison (DCYF); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mr. Long; Mary McNamare; spoke in support of the matter. Francisco Da Costa; spoke neither in support nor opposition on the matter.

10/26/11 - Amended to reduce the appropriation amount from \$1,900,000 to \$1,843,125.

AMENDED

Ordinance appropriating \$1,843,125 of Children's Fund Designated Contingency to the Department of Children, Youth, and their Families to allow California Department of Education Title Five Contractors to provide subsidized child care funding for low income families in order to mitigate State cuts in FY2011-2012.

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

110986 [Airport Concession Lease - Amendment No. 1 to Terminal 3 Newsstands - Pacific Gateway Concessions, LLC]

Resolution approving Amendment No. 1 to Terminal 3 Newsstands Lease No. 04-0165 between Pacific Gateway Concessions, LLC, and the City and County of San Francisco, acting by and through its Airport Commission. (Airport Commission)

09/22/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (SF Airport); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

10/26/11 - Amended to specify that the proposed lease extension is retroactive to March 14, 2011.

AMENDED

Resolution retroactively approving Amendment No. 1 to Terminal 3 Newsstands Lease No. 04-0165 between Pacific Gateway Concessions, LLC, and the City and County of San Francisco, acting by and through its Airport Commission. (Airport Commission)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

110987 [Airport Concession Lease - Amendment No. 4 to Boarding Areas B and C Principal Retail - Pacific Gateway Concessions, LLC]

Resolution approving Amendment No. 4 to Boarding Areas "B" and "C" Principal Retail Concession Lease No. 98-0228 between Pacific Gateway Concessions, LLC, and the City and County of San Francisco, acting by and through its Airport Commission. (Airport Commission)

09/22/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (SF Airport); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

110988 [Airport Concession Lease - Amendment No. 3 to North Terminal Bookstore - Books, Inc.]

Resolution approving Amendment No. 3 to North Terminal Bookstore Lease No. 00-0176 between Books, Inc., and the City and County of San Francisco, acting by and through its Airport Commission. (Airport Commission)

09/22/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (SF Airport); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

111085 [Memorandum of Understanding, Amendment No. 4 - Service Employees International Union, Local 1021 (H-1 Fire Rescue Paramedics)]**Sponsor: Mayor**

Ordinance adopting and implementing Amendment No. 4 to the 2007-2013 Memorandum of Understanding between the City and County of San Francisco and the Service Employees International Union, Local 1021, H-1 Fire Rescue Paramedics, by extending its term to June 30, 2015, and implementing specified terms and conditions of employment for FYs 2011-2012, 2012-2013, 2013-2014, and 2014-2015.

10/04/11; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee. 15-Day Hold on MOUs; ends 10/18/11

10/12/11; REFERRED TO DEPARTMENT. October 12, 2011 - Office of the Controller, for cost analysis report

10/20/11; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Martin Bran (Human Resources); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

111000 [Administrative Code - Certificates of Participation and Commercial Paper Debt Policies]**Sponsors: Mayor; Farrell, Chiu and Chu**

Ordinance amending the San Francisco Administrative Code by adding Section 10.62 to adopt a binding financial policy under Charter Section 9.120. (Controller)

09/13/11; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/13/2011.

Heard in Committee. Speakers: Judson True (President David Chiu's Office, Board of Supervisors); Ben Rosenfield, Controller; Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. George Wooding; Debbie Lerman; spoke in opposition of the matter. Francisco Da Costa; spoke neither in support nor opposition on the matter.

10/26/11 - Amendment of the whole bearing a new title.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

Ordinance amending the San Francisco Administrative Code by adding Section 10.62 to adopt a binding financial policy under Charter Section 9.120 regarding certificates of participation and commercial paper. (Controller)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

110999 [Administrative Code - Financial Policy Regarding Selected Nonrecurring Revenues]**Sponsors: Mayor; Chiu, Farrell and Chu**

Ordinance amending the San Francisco Administrative Code Section 10.60, and adding Section 10.61, to adopt a binding financial policy under Charter Section 9.120 providing that Selected Nonrecurring Revenues may only be spent on Nonrecurring Expenditures. (Controller) (Fiscal Impact.)

09/13/11; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/13/2011.

Heard in Committee. Speakers: Judson True (President David Chiu's Office, Board of Supervisors); Ben Rosenfield, Controller; Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. George Wooding; Debbie Lerman; spoke in opposition of the matter. Francisco Da Costa; spoke neither in support nor opposition on the matter.

10/26/11 - Amendment of the whole bearing the same title.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

(Fiscal Impact.)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

111001 [Administrative Code - Budget Procedures and Reporting Requirements]**Sponsors: Mayor; Chiu, Farrell and Chu**

Ordinance amending the San Francisco Administrative Code Sections 3.3, 3.4, 3.5, 3.6, 3.20, 22A.6, 88.4, and by repealing Sections 88.8, and 88.10 to: 1) update budget procedures to accommodate two-year budget cycles and five-year financial planning requirements; and 2) eliminate outdated and duplicative reporting requirements. (Controller)

09/13/11; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/13/2011.

Heard in Committee. Speakers: Judson True (President David Chiu's Office, Board of Supervisors); Ben Rosenfield, Controller; Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. George Wooding; Debbie Lerman; spoke in opposition of the matter. Francisco Da Costa; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

111009 [Adopting a Fixed Two-Year Budget for Airport, the Port, and the Public Utilities Commission]**Sponsors: Mayor, Chiu, Farrell and Chu**

Resolution adopting a fixed two-year budgetary cycle for the Airport, the Port, and the Public Utilities Commission, defining terms, and setting deadlines. (Controller)

09/13/11; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Judson True (President David Chiu's Office, Board of Supervisors); Ben Rosenfield, Controller; Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. George Wooding; Debbie Lerman; spoke in opposition of the matter. Francisco Da Costa; spoke neither in support nor opposition on the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Chu, Mirkarimi, Kim

ADJOURNMENT

The meeting adjourned at 11:57 a.m.