



**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: Mark Farrell, Eric Mar, John Avalos*

*Clerk: Victor Young (415) 554-7723*

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Wednesday, February 13, 2013

11:00 AM

City Hall, Legislative Chamber, Room 250

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**Regular Meeting**

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**Present:** 3 - Mark Farrell, Eric Mar, and John Avalos

**MEETING CONVENED**

*The meeting convened at 11:07 a.m.*

**REGULAR AGENDA**

**130091 [Accept and Expend Grant - Anti-Human Trafficking Task Force Program - \$200,000]**

**Sponsor: Chu**

Resolution authorizing the Police Department to retroactively accept and expend a grant in the amount of \$200,000 from the California Emergency Management Agency for the Anti-Human Trafficking Task Force Program for the period of October 1, 2012, through September 30, 2013.

01/29/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker: Female Speaker; provided an overview and responded to questions raised throughout the discussion.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**121191 [Airport Concession Lease - Avila Retail Development and Management, LLC - \$162,000 Minimum Annual Guarantee]**

Resolution approving the Boarding Area "F" Specialty Store Lease between Avila Retail Development and Management, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, for a seven year term with a minimum annual guarantee of \$162,000. (Airport Commission)

12/06/12; RECEIVED FROM DEPARTMENT.

01/08/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/06/13; CONTINUED. Public Comment. Speakers: None.

Continued to February 13, 2013.

*Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.*

*2/13/13- Amendment of the whole bearing a new title to declare that the approval is retroactive from January 1, 2013, through December 31, 2019'.*

**AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to declare that the approval is retroactive from January 1, 2013, through December 31, 2019' by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

Resolution retroactively approving the Boarding Area "F" Specialty Store Lease between Avila Retail Development and Management, LLC, and the City and County of San Francisco, acting by and through its Airport Commission with a minimum annual guarantee of \$162,000 for a term from January 1, 2013, through December 31, 2019. (Airport Commission)

**RECOMMENDED AS AMENDED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**121225 [Contract Amendment - Xtech - \$90,580,000]**

Resolution authorizing the Office of Contract Administration to enter into the Seventh Amendment between the City and Xtech (part of the Technology Store procurement vehicle) in which the amendment shall increase the contract amount from \$60,490,000 to \$90,580,000 for the period of January 1, 2009, through December 31, 2013. (Office of Contract Administration)  
(Fiscal Impact)

12/21/12; RECEIVED FROM DEPARTMENT.

01/08/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

01/28/13; RECEIVED FROM DEPARTMENT.

02/05/13; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Mr. Druman (Office of Contract Administration); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**121184 [Lease Agreement - Japan Center Garage Corporation - Japan Center Public Parking Garage - \$1]**

Resolution approving a lease agreement between the City and County of San Francisco and the City of San Francisco Japan Center Garage Corporation for the Japan Center Public Parking Garage, for an annual base rent of \$1 plus surplus, with an initial term of 10 years with two 5-year options.

(Municipal Transportation Agency)

(Fiscal Impact)

12/03/12; RECEIVED FROM DEPARTMENT.

12/11/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

01/16/13; CONTINUED. Heard in Committee. Speakers: Steve Lee and Sonali Bose (SF Municipal Transportation Agency); Harvey Rose (Budget and Legislative Analyst's Office); Ben Rosenfield, Controller; provided an overview and responded to questions raised throughout the discussion. Anson Lee, Sidney Goodwill and Paul Newman (Uptown Parking Corporation); Hagen Choi (Japan Town Garage); Bob Hamaguchi; spoke in support of the matter. Walter Paulson; spoke neither in support nor opposition on the matter.

*Heard in Committee. Speakers: Ed Reiskin, General Manager and Steve Lee (San Francisco Municipal Transportation Agency); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Claudine Chang; Hagan Tran; Emily Withthra; Banana White; Rev. Arnold Townsend; Nancy Gribbler; Ronny Kimira; Bob Hamaguchi; Anson Lee; Male Speaker; Conner Johnson (Legislative Aide to Supervisor Breed); spoke in support of the matter.*

*2/13/13 - Amendment of the whole bearing a new title.*

**AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

Resolution approving a lease agreement between the Municipal Transportation Agency and the City of San Francisco Japan Center Garage Corporation for the Japan Center Public Parking Garage with an initial term of 10 years for a base rent of \$1 and two 5-year options for a base rent of \$1 for each option. (Municipal Transportation Agency)

(Fiscal Impact)

**REFERRED WITHOUT RECOMMENDATION AS AMENDED to the Board of Supervisors, by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**121185 [Lease Agreement - Uptown Parking Corporation - Sutter Stockton Public Parking Garage - \$1]**

Resolution approving a lease agreement between the City and County of San Francisco and the City of San Francisco Uptown Parking Corporation for the Sutter Stockton Public Parking Garage, for an annual base rent of \$1 plus surplus, with an initial term of 10 years with two 5-year options. (Municipal Transportation Agency)  
(Fiscal Impact)

12/03/12; RECEIVED FROM DEPARTMENT.

12/11/12; RECEIVED AND ASSIGNED to Budget and Finance Committee.

01/16/13; CONTINUED. Heard in Committee. Speakers: Steve Lee and Sonali Bose (SF Municipal Transportation Agency); Harvey Rose (Budget and Legislative Analyst's Office); Ben Rosenfield, Controller; provided an overview and responded to questions raised throughout the discussion. Anson Lee, Sidney Goodwill and Paul Newman (Uptown Parking Corporation); Hagen Choi (Japan Town Garage); Bob Hamaguchi; spoke in support of the matter. Walter Paulson; spoke neither in support nor opposition on the matter.

*Heard in Committee. Speakers: Ed Reiskin, General Manager and Steve Lee (San Francisco Municipal Transportation Agency); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Claudine Chang; Hagan Tran; Emily Withthra; Banana White; Rev. Arnold Townsend; Nancy Gribbler; Ronny Kimira; Bob Hamaguchi; Anson Lee; Male Speaker; Conner Johnson (Legislative Aide to Supervisor Breed); spoke in support of the matter.*

*2/13/13 - Amendment of the whole bearing a new title.*

**AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

Resolution approving a lease agreement between the Municipal Transportation Agency and the City of San Francisco Uptown Parking Corporation for the Sutter Stockton Public Parking Garage with an initial term of 10 years for a base rent of \$1 and two 5-year options for a base rent of \$1 for each option. (Municipal Transportation Agency)  
(Fiscal Impact)

**REFERRED WITHOUT RECOMMENDATION AS AMENDED to the Board of Supervisors, by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**130017 [Appropriating \$6,589,395 for the Department of Juvenile Probation, the Department of Public Health, the Human Services Agency, and the Art Commission - FY2012-2013]**

**Sponsor: Mayor**

Ordinance appropriating \$7,169,695 of State revenue loss reserve and \$1,800,000 of prior year designated reserves of the Children and Families Commission to fund the de-appropriation of State revenue of \$534,406 at the Department of Public Health, and \$580,300 at the Human Services Agency, and appropriating uses of \$50,000 to the Department of Juvenile Probation, \$2,424,528 to the Department of Public Health, \$3,180,461 to the Human Services Agency, \$400,000 to the Art Commission, and \$1,800,000 to the Children and Families Commission in FY2012-2013.  
(Fiscal Impact)

01/08/13; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 2/7/2013.  
1/16/13 - The President waived the 30 day rule.

*Heard in Committee. Speakers: Kate Howard (Mayor's Office); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Lawlin; Martha Walters; Maria; Molly Steiner; Cathy Davis; Cheryl Magnet; Sara Chan; spoke in support of the matter.*

2/13/13 - Amendment of the whole bearing a new title.

**AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

Ordinance appropriating \$6,589,395 of State Revenue Loss Reserve to fund the de-appropriation of State revenue of \$534,406 at the Department of Public Health and appropriating uses of \$50,000 to the Department of Juvenile Probation, \$2,424,528 to the Department of Public Health, \$3,180,461 to the Human Services Agency, and \$400,000 to the Art Commission in FY2012-2013.  
(Fiscal Impact)

**RECOMMENDED AS AMENDED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**130121 [Lease - Los Altos Hotel Associates, LLC - Hotel Parking and Recreation Purposes - \$52,324 Annually Plus Adjustments]**

**Sponsor: Mayor**

Resolution authorizing the General Manager of the Public Utilities Commission to execute a 20 year lease, for \$52,324 annually with an annual increase of four percent, with Los Altos Hotel Associates, LLC, for approximately 47,916 square feet of land known as Bay Division Pipelines 3 and 4, Parcel No. 232A, located in the City of Los Altos, Santa Clara County, California, for hotel parking and recreation purposes.

02/05/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: John Updike, Director (Department of Real Estate); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**090417 [Hearing - Water System Improvement Program Update]****Sponsors: Chu; Avalos**

Hearing to receive a regular quarterly update from the Public Utilities Commission on the Water System Improvement Program to include information on projects completed to date, the corresponding costs for completed projects, and schedule and corresponding costs for upcoming projects.

04/07/09; RECEIVED AND ASSIGNED to Budget and Finance Committee.

06/03/09; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte, Public Utilities Commission; Todd Rydstrom, Assistant General Manager, Business Services, and Chief Financial Officer, Public Utilities Commission; Walter Paulson.

12/09/09; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte, Public Utilities Commission; Harlan Kelly, Assistant General Manager, Public Utilities Commission.

04/01/10; TRANSFERRED to Budget and Finance Sub-Committee.

04/07/10; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte, Director, Water System Improvement Program, Public Utilities Commission; Harlan Kelly, Assistant General Manager, Infrastructure Division, Public Utilities Commission; Todd Rydstrom, Assistant General Manager, Business Services, and Chief Financial Officer, Public Utilities Commission; Harvey Rose, Budget and Legislative Analyst; Walter Paulson.

08/02/10; TRANSFERRED to Budget and Finance Committee.

02/28/11; TRANSFERRED to Budget and Finance Sub-Committee.

03/09/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Ed Harrington, General Manager (SFPUC); Julie Labonte (SFPUC); Dan Wade (SFPUC); Harvey Rose (BLA); presented information concerning the matter and/or answered questions raised during the hearing. Ms. Flynn; spoke in support of the matter. Eddy Young; spoke neither in support nor opposition on the matter.

07/27/11; TRANSFERRED to Budget and Finance Committee.

09/28/11; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte (SFPUC); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Walter Paulson; spoke neither in support nor opposition on the matter.

03/08/12; TRANSFERRED to Budget and Finance Sub-Committee.

03/14/12; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Julie Labonte (SF Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; Walter Paulson; spoke neither in support nor opposition on the matter.

07/24/12; TRANSFERRED to Budget and Finance Committee.

10/24/12; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speaker: Julie Labonte (SF Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

*Heard in Committee. Speakers: Julie Labonte and Todd Rystrom (San Francisco Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.*

**CONTINUED TO CALL OF THE CHAIR by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**130056 [California Environmental Quality Act Findings - Calaveras Dam Replacement Project]**

Resolution adopting findings under the California Environmental Quality Act related to modifications to the San Francisco Public Utilities Commission Water System Improvement Program Calaveras Dam Replacement Project, located in Alameda and Santa Clara Counties, including the adoption of a mitigation monitoring and reporting program and a statement of overriding considerations; and directing the Clerk of the Board of Supervisors to notify the Controller of this action. (Public Utilities Commission)

01/28/13; RECEIVED FROM DEPARTMENT.

02/05/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Julie Labonte and Todd Rystrom (San Francisco Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.*

**RECOMMENDED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**130032 [Hearing - Reserved Funds, Public Utilities Commission - \$117,000,000]**

Hearing to consider release of reserved funds, Public Utilities Commission (File No. 100337, Ordinance No. 92-10) in the amount of \$117,000,000 to continue the construction work on the Calaveras Dam Replacement Project and make project construction changes to address the unexpected geological conditions for the Water System Improvement Program CUW395. (Public Utilities Commission)

01/24/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Julie Labonte and Todd Rystrom (San Francisco Public Utilities Commission); Harvey Rose (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.*

*\$117,000,000 released and filed.*

**APPROVED AND FILED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**130126 [Hearing - Budget Updates]****Sponsor: Farrell**

Hearing on the budget updates from the Mayor, Controller, Budget and Legislative Analyst, and City Departments, including balance, shortfalls, strengths, and additional revenues.

02/05/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Kate Howard (Mayor's Office); Monique Zmuda, Deputy Controller (Controller's Office); provided an overview and responded to questions raised throughout the discussion.*

**CONTINUED TO CALL OF THE CHAIR by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

**130130 [Hearing - Annual Approval of the Board of Supervisors Budget - FY2013-2014 and FY2014-2015]**

Hearing to consider and approve the proposed Board of Supervisors Budget for FY2013-2014 and FY2014-2015. (Clerk of the Board)

02/05/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker: Angela Calvillo, Clerk of the Board (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion.*

**FILED by the following vote:**

Ayes: 3 - Farrell, Mar, Avalos

## **ADJOURNMENT**

*The meeting adjourned at 1:43 p.m.*