



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

Wednesday, October 9, 2013

10:30 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

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

MEETING CONVENED

The meeting convened at 10:33 a.m.

REGULAR AGENDA

130888 [Authorizing the Office of Economic and Workforce Development to Identify and Recommend Small Businesses - Kiva Zip's Microlending Platform]

Sponsors: Farrell; Campos, Yee, Cohen and Chiu

Resolution authorizing the Office of Economic and Workforce Development to identify and recommend small businesses on behalf of the City and County of San Francisco for participation in a Microlending Program operated by Kiva Microfunds, a California non-profit public benefit corporation.

09/17/13; RECEIVED AND ASSIGNED to Land Use and Economic Development Committee.

09/25/13; REFERRED TO DEPARTMENT. Referred to the Office of Economic and Workforce Development for informational purposes. Referred to the Small Business Commission for review and comment.

10/01/13; TRANSFERRED to Budget and Finance Committee.

10/08/13; RESPONSE RECEIVED.

Heard in Committee. Speakers: Premal Shah, President (Kiva.org); Myrna Melgar (Mission Economic Development Association); Anna Tvelova; Regina Dick-Endrizzi, Executive Director (Office of Small Business); provided an overview and responded to questions raised throughout the discussion. Leslie Milloy; spoke in support of the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130777 [Lease - American Airlines, Inc. - \$4,355,869 Annually]

Resolution approving and authorizing the execution of Lease No. L13-0071 for a portion of the SuperBay Hangar and appurtenant land to be occupied by American Airlines, Inc., at Plot 40 at the San Francisco International Airport for \$4,355,869 annually for a term of three-years, to commence following Board approval, with two one-year options. (Airport Commission)

08/01/13; RECEIVED FROM DEPARTMENT.

09/03/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130779 [Lease - American Express Travel Related Services Company, Inc. - \$1,515,475.37 Annually]

Resolution approving the Terminal 3 Common Use Club Lease between American Express Travel Related Services Company, Inc., and the City and County of San Francisco, acting by and through its Airport Commission for a ten-year term, to commence following Board approval, with an annual rent of \$1,515,475.37 for FY2013-2014. (Airport Commission)

08/02/13; RECEIVED FROM DEPARTMENT.

09/03/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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.

10/9/13 - Amendment of the whole bearing a new title to reflect that the \$600,000 cost of building an elevator and stairwell between the lobby and mezzanine levels of the commons use club is excluded from the required minimum investment in tenant improvements.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to reflect that the \$600,000 cost of building an elevator and stairwell between the lobby and mezzanine levels of the commons use club is excluded from the required minimum investment in tenant improvements by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

Resolution approving the Terminal 3 Common Use Club Lease between American Express Travel Related Services Company, Inc., and the City and County of San Francisco, acting by and through its Airport Commission for a ten-year term, to commence following Board approval, with an estimated annual rent of \$1,515,475.37. (Airport Commission)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130856 [Interconnection Agreement - Pacific Gas and Electric Company - Solar Power Project - 700 Pennsylvania Avenue]

Resolution authorizing the Public Utilities Commission's General Manager to enter into a long term interconnection agreement with Pacific Gas and Electric Company, to commence following Board approval, for a Solar Power Project at the Municipal Transportation Agency building located 700 Pennsylvania Avenue, pursuant to Charter, Section 9.118(b). (Public Utilities Commission)

09/09/13; RECEIVED FROM DEPARTMENT.

09/17/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Lori Mitchell (San Francisco Public Utilities Commission); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130890 [Accept and Expend Grant - Safe Routes to School Program - \$1,439,000]**Sponsors: Yee; Mar**

Resolution authorizing the Department of Public Health to accept and expend a grant in the amount of \$1,439,000 in Federal Surface Transportation Program and/or Congestion Mitigation and Air Quality Improvements Funds through the Metropolitan Transportation Commission's Safe Routes to School Grant Program for the period of September 1, 2014, through August 31, 2017; and waiving indirect costs; committing the necessary matching funds; stating assurance to complete the project, and delegating authorization to execute these agreements, and any amendments thereto, to the Director of Public Health.

09/17/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Ana Validzic (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130942 [Approval of the Ryan White Act HIV/AIDS Emergency Relief Grant Program Application - \$36,118,233]**Sponsor: Wiener**

Resolution authorizing the Department of Public Health to submit an application to continue to receive funding for the Ryan White Act HIV/AIDS Emergency Relief Grant Program (Ryan White Programs, Part A) Grant from the Health Resources Services Administration, requesting \$36,118,233 in HIV emergency relief program funding for the San Francisco Eligible Metropolitan Area for the period of March 1, 2014, through February 28, 2015.

09/24/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Dean Goodwin (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130973 [Application - Sheriff's Department - Construction of Adult Local Criminal Justice Facilities]**Sponsors: Mayor; Chiu**

Resolution authorizing the Sheriff's Department to submit a grant application to the Board of State and Community Corrections, pursuant to California State Senate Bill 1022 (2012), for a proposed project to replace County Jail No. 3 and County Jail No. 4 and to seek funding preference for such application; declaring the availability and adequacy of \$8,900,000 in cash contribution funds for the proposed project; and conditionally approving the form and execution of associated grant financing and construction documents.

10/01/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Brian Strong, Director of Capital Planning; Kevin Hines, Deputy Brene and Sheriff Ross Mirkarimi (Sheriff's Office); Severin Campbell (Budget and Legislative Analyst's Office); Female Speaker; Monique Zmuda (Controller's Office); provided an overview and responded to questions raised throughout the discussion. Male Speaker; Emily Harris; Mr. Collins; Tash; Keith Wayma; Ethan Buckner; Sarah Jarman; Michael Lyons; spoke in opposition of the matter.

10/9/13 - Amendment of the whole bearing a new title to replace 'City' with 'County' and remove the word 'grant' and replace it with 'financing' if needed throughout the document.

Supervisor Mar dissented in committee.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to replace 'City' with 'County' and remove the word 'grant' and replace it with 'financing' if needed throughout the document by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

Resolution authorizing the Sheriff's Department to submit an application to the Board of State and Community Corrections, pursuant to California State Senate Bill 1022 (2012), for a proposed project to replace County Jail No. 3 and County Jail No. 4 and to seek funding preference for such application; declaring the availability and adequacy of \$8,900,000 in cash contribution funds for the proposed project; and conditionally approving the form and execution of associated financing and construction documents.

(Supervisor Mar dissented in committee.)

RECOMMENDED AS AMENDED

Ayes: 2 - Farrell, Avalos

Noes: 1 - Mar

130972 [Accept and Expend Grant - FY2013 Lead Hazard Reduction Demonstration Grant Program - \$3,000,000]**Sponsor: Mayor**

Resolution retroactively authorizing the Mayor's Office of Housing and Community Development to accept and expend a grant from the U.S. Department of Housing and Urban Development for FY2013 Lead Hazard Reduction Demonstration Program in the amount of \$3,000,000 and to expend associated program income not to exceed \$200,000 for the period of August 1, 2013, through July 31, 2016.

10/01/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Brian Cheu (Mayor's Office of Housing); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130975 [Accept and Expend Grant - FY2012 CalHome Program - \$1,500,000]**Sponsor: Farrell**

Resolution authorizing the Mayor's Office of Housing and Community Development to accept and expend a grant from the California Department of Housing and Community Development for the FY2012 CalHome Program in a total amount of \$1,500,000 and to expend program income from associated loan repayments to assist low-income first-time homebuyers and low-income homeowners, to commence following Board approval until funds are expended.

10/01/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Brian Cheu (Mayor's Office of Housing); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130976 [Accept and Expend Grant - FY2013 Housing Opportunities for Persons with AIDS Performance Renewal - \$1,461,622]**Sponsor: Wiener**

Resolution authorizing the Mayor's Office of Housing and Community Development, on behalf of the City, to accept and expend the FY2013 Housing Opportunities for Persons with AIDS Performance Renewal Grant from the U.S. Department of Housing and Urban Development in the amount of \$1,461,622 for the period of December 1, 2013, through November 30, 2016.

10/01/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Brian Cheu (Mayor's Office of Housing); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130822 [Administrative Code - Mayor's Fund for the Homeless]**Sponsors: Mayor; Farrell, Kim and Campos**

Ordinance amending the Administrative Code to transfer administration of the Mayor's Fund for the Homeless from the Director of the Human Services Agency to the Director of the Mayor's Office of Housing Opportunities, Partnerships and Engagement (HOPE).

09/03/13; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 10/3/2013.

09/11/13; REFERRED TO DEPARTMENT. Referred to the Human Services Agency and the Mayor's Office of Housing Opportunities, Partnerships and Engagement for informational purposes.

10/03/13; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Bevan Dufty, Director (Mayor's Office of Housing Opportunities, Partnership and Engagement); Monique Zmuda (Controller's Office); provided an overview and responded to questions raised throughout the discussion.

Female Speaker; spoke in support of the matter.

RECOMMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130940 [Contract Agreement - Award of Single-Space Parking Meter Procurement and Support Services - Not to Exceed \$54,000,000]**Sponsor: Avalos**

Resolution authorizing the Municipal Transportation Agency to enter into an agreement with IPS Group, Inc., for the procurement of single-space parking meters and support services, for an amount not to exceed \$54,000,000 and for a term of five years, to commence following Board approval, with the option to extend the contract for up to two additional years.

(Fiscal Impact)

(Supervisor Farrell dissented in committee.)

09/24/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sonali Bose (SFMTA); Jon Givner (City Attorney's Office); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion.

RECOMMENDED by the following vote:

Ayes: 2 - Mar, Avalos

Noes: 1 - Farrell

130941 [Authorizing Use of Previously Approved Funds for Non-Optional Services in Parking Citation Processing Agreement - PRWT Services, Inc. - \$6,835,709]**Sponsor: Mar**

Resolution authorizing the Municipal Transportation Agency to use funds, totaling approximately \$6,827,729 previously designated by the Board of Supervisors for optional services under the two-year parking citation processing contract extension with PRWT Services, Inc., to be used instead for non-optional, required services.

(Fiscal Impact)

09/24/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sonali Bose (San Francisco Municipal Transportation Agency); Severin Campbell (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Douglas Yep; spoke in opposition of the matter.

10/9/13 - Amendment of the whole bearing a new title to revise the remaining authorized amount for optional services from \$6,827,729 to \$6,835,709 and the remaining authorized amount for required services from \$10,367,685 to \$9,396,421.

AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE to revise the remaining authorized amount for optional services from \$6,827,729 to \$6,835,709 and the remaining authorized amount for required services from \$10,367,685 to \$9,396,421 by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

Resolution authorizing the Municipal Transportation Agency to use funds, totaling approximately \$6,835,709 previously designated by the Board of Supervisors for optional services under the two-year parking citation processing contract extension with PRWT Services, Inc., to be used instead for non-optional, required services.

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Mar, Avalos

130835 [Hearing - Non-Profit Organizations Displacement]**Sponsor: Kim**

Hearing on the impact of the rapid rise of commercial rents and early termination of leases on non-profit organizations and discussion of potential solutions to stabilize and support non-profit organizations.

09/03/13; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Supervisor Jane Kim (Board of Supervisors); Debbie Lerman (Human Services Network); Fred Brousseau (Budget and Legislative Analyst's Office); provided an overview and responded to questions raised throughout the discussion. Nancy Nielson; Jonathan Segarra; Bill Hirsh; Ed Illomin; Madeline Behrens-Brigham; Mark Sutton; Cindy Gyori; Sarah Short; Heather Phillips; Carla Laurel; Male Speaker; Elizabeth Cooper; Jessica Robinson Love; Darryl Smith; Rick Smith; Judith Delbano; Ms. Lee; Brad Herson; Terry Winston; Dr. Dawn Horbattein; Ms. Herrera; Heather Holt; Teresa Friend; Stephan Tennis; Mark Burns; Sarah Jarmon; Peter Masiac; Allan Manald; Sue Hester; Amando Martia; Tray Allen; Scott Kyper; provided information on the matter.

CONTINUED TO CALL OF THE CHAIR by the following vote:

Ayes: 2 - Mar, Avalos

Absent: 1 - Farrell

Supervisor Avalos noted absent from 2:10 p.m. to 2:40 p.m.

Supervisor Farrell noted absent at 2:41 p.m.

ADJOURNMENT

The meeting adjourned at 2:57 p.m.