



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, Katy Tang, Norman Yee

Clerk: Linda Wong (415) 554-7719

Wednesday, October 26, 2016

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Mark Farrell, Katy Tang, and Norman Yee

The Budget and Finance Committee met in regular session on Wednesday, October 26, 2016, with Chair Mark Farrell presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Farrell called the meeting to order at 10:07 a.m. On the call of the roll, Chair Farrell, Vice Chair Tang, and Member Yee were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

161011 [Public Utilities Commission - 2016 Issuance Water Revenue Bonds - Aggregate Principal Amount Not to Exceed \$295,000,000]

Resolution approving the issuance of water revenue bonds in an aggregate principal amount not to exceed \$295,000,000 to be issued by the Public Utilities Commission of the City and County of San Francisco pursuant to prior ordinances and the Charter of the City and County of San Francisco; affirming covenants contained in the indenture pursuant to which water revenue bonds are issued; authorizing the taking of appropriate actions in connection therewith; and related matters, as defined herein. (Public Utilities Commission)
(Fiscal Impact)

09/19/16; RECEIVED FROM DEPARTMENT.

09/27/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/19/16; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Charles Perl (Public Utilities Commission); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

161031 [Customer Generation Agreement - Pacific Gas and Electric Company - Solar Power Project - 2055 Silver Avenue]

Resolution authorizing the General Manager of the Public Utilities Commission to enter into a Customer Generation Agreement with Pacific Gas and Electric Company for a Solar Power Project at Willie Brown Middle School at 2055 Silver Avenue, to continue indefinitely, unless terminated. (Public Utilities Commission)

09/23/16; RECEIVED FROM DEPARTMENT.

10/04/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

Ayes: 3 - Farrell, Tang, Yee

161115 [Accept and Expend Grant - Friends of San Francisco Public Library - Annual Grant Award, FY2016-2017 - Up to \$763,355 of In-Kind Gifts, Services, and Cash Monies]

Sponsor: Mayor

Resolution retroactively authorizing the San Francisco Public Library to accept and expend a grant in the amount of up to \$763,355 of in-kind gifts, services, and cash monies from the Friends of the San Francisco Public Library for direct support for a variety of public programs and services in FY2016-2017.

10/18/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Luis Herrera, City Librarian (Public Library); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

160956 [Agreement Amendment - JobAps, Inc. - Software Support Services - Not to Exceed \$2,237,020]

Resolution authorizing the Controller to enter into the tenth amendment of a software license and support agreement with JobAps, Inc., increasing the contract term of November 27, 2006, through November 26, 2016, by two years through November 26, 2018, and increasing the maximum expenditure by \$612,350 to an amount not to exceed \$2,237,020. (Controller)
(Fiscal Impact)

09/02/16; RECEIVED FROM DEPARTMENT.

09/13/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Todd Rydstrom (Office of the Controller); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

161071 [Agreement - Department of Public Health - Whole Person Care Pilots Program] Sponsor: Mayor

Resolution authorizing the Director of Health to sign an agreement, on behalf of the City and County of San Francisco, with the California Department of Health Care Services for participation in the Whole Person Care Pilots Program to fund coordination of health, behavioral health, and social services in a patient-centered manner with the goal of improved beneficiary health and wellbeing through more efficient and effective use of resources.

10/04/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

Ayes: 3 - Farrell, Tang, Yee

161034 [Administrative Code - Infant and Toddler Early Learning Scholarship Fund] Sponsors: Yee; Kim, Avalos, Mar, Tang and Campos

Ordinance amending the Administrative Code to establish the Infant and Toddler Early Learning Scholarship Fund.

09/27/16; RECEIVED AND ASSIGNED to Budget and Finance Committee. 10/14/16 - 30 day rule waived by the President.

10/07/16; REFERRED TO DEPARTMENT. Referred to the Office of Early Care and Education, Department of Children, Youth and Their Families, Department of Child Support Services, Children and Families Commission, and Human Services Agency for informational purposes.

Heard in Committee. Speakers: Elizabeth Uman (Department of the Status of Women); provided an overview and responded to questions raised throughout the discussion. Monica Walters; Cindy Lin; Rosie Kennedy; Heather Morada; Angelica Bohall-Ortega; Amelia Wiederaendous; Candace Wong; Tony Tyson; Sara Keilday; Graham Dobson; spoke in support of the matter.

Member Yee moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, to make clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

Member Yee moved that this Ordinance be RECOMMENDED AS AMENDED. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

**160222 [Administrative Code - Prohibition on Leasing for the Extraction of Fossil Fuels]
Sponsors: Avalos; Breed, Campos, Cohen, Kim, Mar, Peskin, Wiener, Yee, Tang and Farrell**

Ordinance amending the Administrative Code to prohibit the City from entering into or extending leases for the extraction of fossil fuel from City-owned land, and requiring inspections of any such land and evaluation of constructive future uses for such land.

(Fiscal Impact)

03/08/16; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 3/7/2016.

03/15/16; REFERRED TO DEPARTMENT. Referred to the Real Estate Division and Department of the Environment for informational purposes.

05/05/16; TRANSFERRED to Budget and Finance Sub-Committee.

08/17/16; TRANSFERRED to Budget and Finance Committee.

10/18/16; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee. Supervisor Avalos submitted a substitute Ordinance bearing new title.

(Vice Chair Tang and Chair Farrell requested to be added as co-sponsors.)

Heard in Committee. Speakers: Supervisor John Avalos (Board of Supervisors); John Updike, Director (Real Estate Division); Lori Mitchell (Public Utilities Commission); Jason Fried, Executive Officer (San Francisco Local Agency Formation Commission); Harvey Rose (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. Eric Brooks; Jed Holtzman; Brett Fleishman; Jean Su; Sally Northcutt; Steve Jones; Rose Braz; Ash Lauth; Laura McCaney; Quannah Parker Brightman; Janet Stromberg; Elena Engel; Kathleen Ramos; Chris Kost; Daisy Pistey-Lyhne; Adele Framer; Ben Becker; spoke in support of the matter.

Vice Chair Tang moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, to make clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Farrell, Tang, Yee

161128 [Issuance of Bonds - California Statewide Communities Development Authority - Hebrew Home for Aged Disabled, dba Jewish Home of San Francisco - Not to Exceed \$150,000,000]

Sponsor: Avalos

Resolution approving in accordance with Internal Revenue Code, Section 147(f), the issuance of revenue bonds by the California Statewide Communities Development Authority in an aggregate principal amount not to exceed \$150,000,000 to finance the cost of the acquisition, construction, renovation, equipping, and furnishing of facilities owned and managed by the Hebrew Home for Aged Disabled, dba Jewish Home of San Francisco, a California nonprofit public benefit corporation, in connection with the provision of senior residential and care services.

10/18/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Vishal Trivedi (Office of Public Finance); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

161131 [Issuance and Sale of Revenue Obligations - Association of Bay Area Governments - Presidio Knolls School Project - Not to Exceed \$30,000,000]

Sponsor: Kim

Resolution approving for purposes of Section 147(f) of the Internal Revenue Code of 1986, as amended, the issuance and sale of revenue obligations by the Association of Bay Area Governments Finance Authority for Nonprofit Corporations in an aggregate principal amount not to exceed \$30,000,000 to finance or refinance the costs of the acquisition, demolition, construction, renovation, equipping and/or furnishing of preK-8 educational facilities to be owned and operated by Presidio Knolls School.

10/18/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Vishal Trivedi (Office of Public Finance); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

161041 [Air Rights Lease - 250 Fremont Street - T8 Housing Partners, L.P. - Transbay Block 8 Affordable Housing - \$15,000 per Year]**Sponsor: Kim**

Resolution approving and authorizing the Successor Agency to the Redevelopment Agency of the City and County of San Francisco to execute a lease of an air rights parcel at 250 Fremont Street, with T8 Housing Partners, L.P., a California limited partnership, for a less than fair market value rent of approximately \$15,000 per year for 75 years, for the purpose of developing housing for very low-income households.

(Fiscal Impact)

09/27/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/12/16; NOTICED. Public hearing notice published in the San Francisco Examiner.

10/19/16; NOTICED. Public hearing notice published in the San Francisco Examiner.

Heard in Committee. Speakers: Ben Brandin (Office of Community Investment and Infrastructure); Harvey Rose (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Member Yee moved that this Resoluton be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Farrell, Tang, Yee

161050 [Multifamily Housing Revenue Notes and Variable Rate Multifamily Housing Revenue Bonds - Transbay Block 8 - Not to Exceed \$302,390,833]**Sponsor: Kim**

Resolution authorizing the issuance and delivery of a multifamily housing revenue note in an aggregate principal amount not to exceed \$19,290,833 for the purpose of providing financing for the acquisition and construction of an 80-unit multifamily rental housing project located in the City at 250 Fremont Street (also known as Transbay Block 8 Affordable Apartments); authorizing the issuance and delivery of variable rate multifamily housing revenue bonds in an aggregate principal amount not to exceed \$263,100,000 and a multifamily housing revenue note in an aggregate principal amount not to exceed \$20,000,000 for the purpose of providing financing for the acquisition and construction of a 350-unit multifamily rental housing project located in the City at 450 Folsom Street (also known as Transbay Block 8 Tower Apartments); approving, for purposes of Section 147(f) of the Internal Revenue Code of 1986, as amended, the issuance of the tax-exempt portion of said bonds and said notes in an aggregate principal amount not to exceed \$282,359,227; approving the form of and authorizing the execution of funding loan agreements providing the terms and conditions of the multifamily housing revenue notes and authorizing the execution and delivery thereof; approving the form of and authorizing the execution of one or more regulatory agreements and declarations of restrictive covenants; approving the forms of and authorizing the execution of certain loan documents; approving the forms of and authorizing the execution of an indenture of trust providing the terms and conditions of the variable rate multifamily housing revenue bonds and authorizing the execution and delivery thereof; approving the form of and authorizing the execution of a bond purchase agreement for such bonds; approving the form of and authorizing an official statement for such bonds and authorizing the distribution thereof; authorizing the collection of certain fees; ratifying and approving any action heretofore taken in connection with the bonds, the notes and the projects; granting general authority to City officials to take actions necessary to implement this Resolution, subject to the terms of this Resolution; and related matters, as defined herein.

09/27/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Ben Brandin (Office of Community Investment & Infrastructure); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

161072 [Multifamily Housing Revenue Bonds - 2800 Arelious Walker Drive - Not to Exceed \$16,000,000]**Sponsor: Cohen**

Resolution declaring the intent of the City and County of San Francisco (the "City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development (the "Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$16,000,000 for 2800 Arelious Walker Drive; authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the residential mortgage revenue bonds; approving, for purposes of the Internal Revenue Code of 1986, as amended, the issuance and sale of residential mortgage revenue bonds by the City in an aggregate principal amount not to exceed \$16,000,000; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein.

10/04/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Elizabeth Colomello (Office of Community Investment and Infrastructure); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

161129 [Authorizing Interim Financing - Peninsula Corridor Joint Powers Board - Peninsula Corridor Electrification Project - up to \$150,000,000]**Sponsor: Cohen**

Resolution authorizing interim financing by the Peninsula Corridor Joint Powers Board for the Peninsula Corridor Electrification Project, in an aggregate principal amount not to exceed \$150,000,000 outstanding at any one time.

10/18/16; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/21/16; NOTICED. Public hearing notice published in the San Francisco Examiner.

Heard in Committee. Speaker: Michael Burns (Caltrain); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Farrell, Tang, Yee

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:24 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.