



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: Malia Cohen, Sandra Lee Fewer, Catherine Stefani

Clerk: Linda Wong (415) 554-7719

Thursday, September 13, 2018

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Malia Cohen, Sandra Lee Fewer, and Catherine Stefani

The Budget and Finance Committee met in a regular session on Thursday, September 13, 2018, with Chair Malia Cohen presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Cohen called the meeting to order at 10:08 a.m. On the call of the roll, Chair Cohen, Vice Chair Fewer, and Member Stefani were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

180809 [Port Agreement with the National Park Service and Lease with the Golden Gate National Parks Conservancy - Alcatraz Island Embarkation at Piers 31-33]**Sponsor: Peskin**

Resolution approving a General Agreement between the Port and the National Park Service for a 30-year term with two ten-year options allowing ferry concessioners to use Port Piers 31-33 on The Embarcadero at Bay Street (Site) under lease from the Port as the embarkation to Alcatraz Island and other Golden Gate National Recreation Area sites, and a Lease Agreement with the Golden Gate National Parks Conservancy to develop and operate visitor amenities at the Site for a 30-year term with two ten-year options, to commence upon approval by the Board of Supervisors; affirming the Port Commission's Public Trust findings; and making findings under the California Environmental Quality Act, and adopting the Mitigation Monitoring and Reporting Program for the Alcatraz Ferry Embarkation Project located at Piers 31-33 on The Embarcadero at Bay Street.

(Fiscal Impact)

07/31/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Elaine Forbes, Executive Director (Port of San Francisco); Laura Joss, General Superintendent (Golden Gate National Recreation Area); Greg Moore (Golden Gate National Park Conservancy); Rebecca Bernassini (Port of San Francisco); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mark Buell; Adam Politeer (City of Sausalito); spoke in support of the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180708 [Authorizing Agreements - Binding Arbitration for Purchase of Electricity and Related Products - Public Utilities Commission - Total Costs of \$13,762,490]

Ordinance delegating authority to the General Manager of the Public Utilities Commission to enter into agreements requiring binding arbitration for purchase of electricity and related products within certain parameters and where necessary to meet legal requirements; and retroactively authorizing three agreements for CleanPowerSF with Pacific Gas & Electric Company requiring binding arbitration, with a combined term of two years and five months from August 2018, through December 2020, and total costs of \$13,762,490 for purchase of electricity-related products. (Public Utilities Commission)

(Fiscal Impact)

06/25/18; RECEIVED FROM DEPARTMENT.

07/10/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 8/9/2018.

08/23/18; TRANSFERRED to Budget and Finance Committee.

09/06/18; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Michael Hyams (San Francisco Public Utilities Commission); Severin Campbell (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. Mr. Wright; spoke neither in support nor opposition to the hearing matter.

Vice Chair Fewer moved that this Ordinance be AMENDED, on Page 4, Lines 1-2, by adding '(e) This section III expires by operation of law five years from the effective date of this ordinance.' The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

(Fiscal Impact)

Chair Cohen moved that this Ordinance be RECOMMENDED AS AMENDED AS A COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

180753 [Business and Tax Regulations Code - Administration of Early Care and Education Commercial Rents Tax]

Sponsors: Kim; Yee

Ordinance amending the Business and Tax Regulations Code to add provisions to administer the Early Care and Education Commercial Rents Tax, to increase the payment required to obtain an extension of time to file business tax returns, and to make other, non-substantive changes.

07/17/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 8/16/2018.

08/23/18; TRANSFERRED to Budget and Finance Committee.

09/06/18; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Supervisor Jane Kim (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in opposition to the hearing matter.

09/06/18; CONTINUED AS AMENDED.

Heard in Committee. Speakers: Noelle Duong (Office of Supervisor Jane Kim); Risa Sandler (Office of the Controller); Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in opposition to the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 180733 and 180734 be called together.

180733 [Waiver of Temporary Street Space Occupancy Fee - Street Tree Maintenance Activities - Greater Rincon Hill Association]

Sponsor: Kim

Ordinance waiving the fee required by Public Works Code, Section 724.1, for temporary street space occupancy permits in connection with tree maintenance by the Greater Rincon Hill Association within the Greater Rincon Hill Community Benefit District, also known as the East Cut Community Benefit District, between September 1, 2018, and June 30, 2019.

07/10/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 8/9/2018.

08/29/18; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Noelle Duong (Office of Supervisor Jane Kim); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in support of the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180734 [Waiver of Banner Fee - Filipino American Arts Exposition]**Sponsor: Kim**

Ordinance waiving the banner fee under Public Works Code, Section 184.78, for up to 100 banners to be placed on City-owned utility poles by the Filipino American Arts Exposition to publicize the August 2018 Pistahan Festival and Parade.

07/10/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 8/9/2018.

08/29/18; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Noelle Duong (Office of Supervisor Jane Kim); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in support of the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180830 [Sale of Easement - Portion of San Francisco Public Utilities Commission Parcel 75 (Calaveras Road in Sunol, California) - Alameda County - \$2,457]

Resolution approving and authorizing the sale to Alameda County for \$2,457 of an easement on City and County of San Francisco property under the jurisdiction of the San Francisco Public Utilities Commission (SFPUC) consisting of one approximately 5,484-square-foot road area and one approximately 22,548-square-foot slope area on and above Calaveras Road in Sunol, California; adopting findings that the grant of the easement is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; adopting findings under Administrative Code, Section 23.3, that offering the easement for sale through competitive bidding would be impractical; and authorizing the General Manager of the SFPUC or the Director of Property to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution, as defined herein. (Public Utilities Commission)

08/27/18; RECEIVED FROM DEPARTMENT.

09/04/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

Chair Cohen moved that this Resolution be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

180494 [Airport Emergency Contract - Covenant Aviation Security, LLC - General Airport Security Services - Not to Exceed \$1,700,000]

Resolution retroactively approving Emergency Contract No. 50177 for General Airport Security Services between Covenant Aviation Security, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, in an amount not to exceed \$1,700,000 over a six month term from April 9, 2018, through October 8, 2018. (Airport Commission)
(Fiscal Impact)

05/11/18; RECEIVED FROM DEPARTMENT.

05/22/18; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

06/21/18; TRANSFERRED to Budget and Finance Sub-Committee. President Breed transferred this matter from the Government Audit and Oversight Committee to the Budget and Finance Sub-Committee.

09/06/18; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen request File Nos. 180640 and 180641 be called together.

180640 [Airport Professional Services Agreement Modification No. 8 - ACJV, a Joint Venture - Project Management Support Services for the Airport's Terminal 1 Center Renovation Project - Not to Exceed \$28,250,000]

Resolution approving Modification No. 8 to Airport Contract No. 10011.41, Project Management Support Services for the San Francisco International Airport, Terminal 1 Center Renovation Project, between ACJV and the City and County of San Francisco, acting by and through its Airport Commission, for a total amount not to exceed \$28,250,000 extending the term by seven months to commence October 1, 2018, for a total term of January 20, 2015, through April 30, 2019, pursuant to Charter, Section 9.118(b); and approving an amount for further modifications to increase the total not to exceed amount of \$61,325,000 for services through December 31, 2023. (Airport Commission)
(Fiscal Impact)

06/06/18; RECEIVED FROM DEPARTMENT.

06/19/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

09/06/18; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that this Resolution be AMENDED to remove language regarding approval of future contract modifications without further Board of Supervisors approval. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Resolution approving Modification No. 8 to Airport Contract No. 10011.41, Project Management Support Services for the San Francisco International Airport, Terminal 1 Center Renovation Project, between ACJV and the City and County of San Francisco, acting by and through its Airport Commission, for a total amount not to exceed \$28,250,000 extending the term by seven months to commence October 1, 2018, for a total term of January 20, 2015, through April 30, 2019, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

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

Ayes: 3 - Cohen, Fewer, Stefani

180641 [Airport Professional Services Agreement - T1 Cubed - a Joint Venture - Project Management Support Services for the Airport's Terminal 1 New Boarding Area B Project - Further Modifications Not to Exceed \$38,500,000]

Resolution authorizing further modifications to Airport Contract No. 10010.41, Project Management Support Services for the San Francisco International Airport New Boarding Area B Project, between T1 Cubed - a Joint Venture, and the City and County of San Francisco, acting by and through its Airport Commission, up to a total amount not to exceed \$38,500,000 for services, extending the term by one year, for a total term of January 20, 2015, through May 4, 2022, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

06/06/18; RECEIVED FROM DEPARTMENT.

06/19/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

09/06/18; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Cathy Widener (San Francisco International Airport); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that this Resolution be TABLED. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

**180865 [Funding Participation - California Department of Health Care Services - Homeless Mentally Ill Outreach and Treatment Funding - \$3,179,000]
Sponsors: Mayor; Mandelman**

Resolution authorizing the Department of Public Health to participate in the one-time Homeless Mentally Ill Outreach and Treatment funding opportunity through the California Department of Health Care Services, to enhance behavioral health outreach, outpatient services, intensive care management, residential treatment services, and residential care facility beds, in the amount of \$3,179,000 from January 1, 2019, through June 30, 2020. (Public Health Department)

09/04/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Imo Momoh (Department of Public Health); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke neither in support nor opposition to the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180864 [Declaration of Shelter Crisis and Authorizing the Application for the Homeless Emergency Aid Program]**Sponsor: Mayor**

Resolution declaring a shelter crisis pursuant to Senate Bill 850 (Chapter 48, Statutes of 2018 and Government Code, Section 8698.2) and authorizing the Department of Homelessness and Supportive Housing to apply for funding under the California Homeless Emergency Aid Program.

09/04/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Emily Cohen (Department of Homelessness and Supportive Housing); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in opposition to the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180863 [Accept and Expend Grant - San Francisco Parks Alliance - Scholarship Programs - \$150,000]**Sponsor: Mayor**

Resolution authorizing the Recreation and Park Department to accept and expend a grant of \$150,000 from the San Francisco Parks Alliance to benefit the Department's scholarship program for the project term of November 1, 2018, through June 30, 2019. (Recreation and Park Department)

09/04/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Lisa Bransten (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke neither in support nor opposition to the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

170297 [Administrative Code - Increasing the Minimum Compensation Hourly Rate]**Sponsors: Kim; Fewer**

Ordinance amending the Administrative Code to increase the minimum hourly compensation rate for employees of City contractors other than nonprofit corporations or public entities to \$15.86 per hour on July 1, 2017, \$16.86 per hour on July 1, 2018, and followed thereafter by annual cost-of-living increases; and to require that City contractors pay the minimum hourly compensation rate to employees who perform any work funded under an applicable contract with the City.
(Fiscal Impact)

03/21/17; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 4/20/2017.

04/03/17; REFERRED TO DEPARTMENT. Referred to the Office of Contract Administration, Office of the Mayor, Office of the Controller, and San Francisco International Airport for informational purposes.

04/25/17; TRANSFERRED to Budget and Finance Committee.

04/25/17; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee. Supervisor Sheehy introduced a substitute Ordinance bearing a new title.

05/01/17; REFERRED TO DEPARTMENT. Referred to the Office of Contract Administration, Office of the Mayor, Office of the Controller, and San Francisco International Airport for informational purposes.

05/04/17; DUPLICATED AND AMENDED. Heard in Committee. Speakers: Pat Mullagan (Office of the City Administrator); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mike Casey; Ken Jacobs; Carl Cramer; Conny Ford; spoke in support of the hearing matter.

05/04/17; RECOMMENDED. Duplicated File No. 170538

05/16/17; RE-REFERRED to Budget and Finance Committee. Supervisor Fewer requested to be added as a co-sponsor.

04/05/18; TRANSFERRED to Budget and Finance Sub-Committee.

04/12/18; CONTINUED. Heard in Committee. Speakers: Severin Campbell (Office of the Budget and Legislative Analyst); Supervisor Jeff Sheehy (Board of Supervisors); Kelly Kirkpatrick, Acting Budget Director (Office of the Mayor); Supervisor Jane Kim (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Mike Casey and Tim Paulson (Labor Council); Joseph Bryant and David Carham (SEIU 1021); Anne Jayne (Church Women United); Emma Gerald and Ramses Teon-Nichols (SEIU 1021); Jane Martin (SEIU USWW); Chuck Andrew (Teamster Union Local No. 665); James Spencer (SEIU USWW); Adolphus Cholopray; Kevin Prasad (SEIU USWW); Bradley Wiedmaier (SEIU 2015 IHSS Worker); Arulfo Dela Cruz (SEIU 2015); Kevin Vazar; Charles M. Minster; Robert Rogers (Tenderloin Housing Clinic); Tony Vargas (UFCW 5); Jim Juarez Castillo; Romeo Balagat (Skychefs Local 2); Yan Na Lei (Gate Gourmet Local 2); Female Speaker; Anita Lau and Anastasia Mulakno (SEIU 2015); Nathanael Baquedero (Local 2); Mr. Javier; Male Speaker; Liliana Cortez (Teamsters 856); Eve Meyer (SF Suicide Prevention); Stephanie Lernman; Helen Akar (SEIU 2015); Mike; Carl Cramer; Mr. Gonzalez; spoke in support of the hearing matter. Kathy Lowry; spoke neither in support nor opposition to the hearing matter.

04/26/18; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Severin Campbell (Office of the Budget and Legislative Analyst); Ben Rosenfield, City Controller (Office of the Controller); Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Rudy Gonzalez (San Francisco Labor Council); Julie Lin (San Mateo Labor Council); Ben Simmer (SEIU Local 1021); spoke in support of the hearing matter. Mr. Wright; spoke in opposition to the hearing matter.

Vice Chair Fewer moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, to increase the minimum hourly compensation rate for employees of City contractors other than nonprofit corporations or public entities to \$17.00 per hour, and to make other clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Ordinance amending the Administrative Code to increase the minimum hourly compensation rate for employees of City contractors other than nonprofit corporations or public entities to \$17.00 per hour and followed thereafter by annual cost-of-living increases; to increase the minimum hourly compensation rate for employees under contracts with nonprofit corporations and public entities to minimum wage; and to require that City contractors pay the minimum hourly compensation rate to employees who perform any work funded under an applicable contract with the City.
(Fiscal Impact)

Chair Cohen moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee Meeting of September 20, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:38 a.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.