



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 20, 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 20, 2018, with Chair Malia Cohen presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Cohen called the meeting to order at 10:07 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

180770 [Contract Agreement - Western States Oil and SC Fuels - Gasoline - Not to Exceed \$32,000,000]

Resolution retroactively approving the Agreement between the City and County of San Francisco and the Primary Contractor, Western States Oil, and the Secondary Contractor, SC Fuels, for gasoline, for an initial term of three years from September 1, 2018, through August 21, 2021, with two one-year options to extend, for a not to exceed amount of \$40,000,000, pursuant to Charter, Section 9.118(b). (Office of Contract Administration)
(Fiscal Impact)

07/23/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Alaric Degrafinried (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. Mr. Wright; spoke neither in support nor opposition to the hearing matter.

Chair Cohen moved that this Resolution be AMENDED to reduce the not-to-exceed contract amount from \$40,000,000 to \$32,000,000. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Resolution retroactively approving the Agreement between the City and County of San Francisco and the Primary Contractor, Western States Oil, and the Secondary Contractor, SC Fuels, for gasoline, for an initial term of three years from September 1, 2018, through August 21, 2021, with two one-year options to extend, for a not to exceed amount of \$32,000,000, pursuant to Charter, Section 9.118(b). (Office of Contract Administration)
(Fiscal Impact)

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

Ayes: 3 - Cohen, Fewer, Stefani

180740 [Accept and Expend Grant - Alternative and Renewable Fuel and Vehicle Technology Program - Electric Vehicle Ready Blueprint - \$199,398]

Sponsor: Tang

Resolution retroactively authorizing the Department of the Environment to accept and expend a grant in the amount of \$199,398 from the California Energy Commission's Alternative and Renewable Fuel and Vehicle Technology Program to develop an Electric Vehicle Ready Blueprint to accelerate regional vehicle electrification for the period of July 1, 2018, through June 30, 2019.

07/10/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

09/10/18; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Peter Galatta (Department of the Environment); 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

Chair Cohen requested File Nos. 180866, 180867, and 180868 be called together.

180866 [Accept and Expend Grant - California Governor's Office of Emergency Services - County Victim Services Program - \$1,331,556]

Sponsor: Brown

Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant increase of \$560,258 for a total amount of \$1,331,556 from the California Governor's Office of Emergency Services, for the County Victim Services Program, for the grant period of July 1, 2016, through December 31, 2019.

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

Heard in Committee. Speakers: Tara Anderson (Office of the District Attorney); 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

180867 [Accept and Expend In-Kind Gift - Urban Institute - Technical Assistance, Data Analytics and Research Support - \$50,000]**Sponsor: Brown**

Resolution retroactively authorizing the Office of the District Attorney to accept and expend an in-kind gift estimated at \$50,000 from the Urban Institute for data analytics and research support, from January 1, 2017, through June 15, 2018.

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

Heard in Committee. Speakers: Tara Anderson (Office of the District Attorney); 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

180868 [Accept and Expend In-Kind Gift - Technical Assistance - Office of the District Attorney - \$150,000]**Sponsor: Brown**

Resolution retroactively authorizing the Office of the District Attorney to accept and expend an in-kind gift estimated at \$150,000 from Code for America (CFA) to pilot a new approach to automate criminal record expungement for eligible convictions under Proposition 64, from May 7, 2018, through July 31, 2018.

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

Heard in Committee. Speakers: Tara Anderson (Office of the District Attorney); 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

180518 [Administrative Code - Film Commission Programs]**Sponsor: Stefani**

Ordinance amending the Administrative Code to modify the daily use fees to engage in film production, to extend the Film Rebate Program through 2028, to correspondingly increase the authorized funding cap for the Film Rebate Project Account from \$4,000,000 to \$14,000,000; and to add administrative penalties for violations of requirements of Film Commission programs. (Fiscal Impact)

05/15/18; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 6/14/2018.

05/22/18; REFERRED TO DEPARTMENT. Referred to Film Commission, Public Works, and Municipal Transportation Agency for informational purposes.

09/06/18; REFERRED to Budget and Finance Committee. Heard in Committee. Speakers: Susannah Greason Robbins, Executive Director (Film Commission); Jon Givner (Office of the City Attorney); presented information and answered questions raised throughout the discussion. Ace Washington; Jim Beaumonte; Claudine Cheng; Joanne Desmond (Local 13); Frank Siam; Francisco Da Costa; spoke in support of the proposed legislation.

The Rules Committee recommended that the Ordinance be approved.

Heard in Committee. Speakers: Susannah Robbins, Director (Film Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Claudine Chang (Film Commission); Catherine Howl; Andy Cohen; Frank Samuel; spoke in support of the hearing matter.

Chair Cohen moved that this Ordinance be AMENDED to reduce the funding cap from \$14,000,000 to \$13,000,000. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Ordinance amending the Administrative Code to modify the daily use fees to engage in film production, to extend the Film Rebate Program through 2028, to correspondingly increase the authorized funding cap for the Film Rebate Project Account from \$4,000,000 to \$13,000,000; and to add administrative penalties for violations of requirements of Film Commission programs. (Fiscal Impact)

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

Ayes: 3 - Cohen, Fewer, Stefani

180769 [Real Property Lease Amendment - 25 Van Ness Avenue, Lower Level - New Conservatory Theatre Center - Monthly Base Rent \$7,983]

Resolution authorizing the lease amendment to extend approximately 12,792 rentable square feet of space at 25 Van Ness, Lower Level, to New Conservatory Theatre Center, a California non-profit corporation, for a monthly base rent of \$7,983 for a total annual base rent of \$95,796 for the period of October 1, 2018, through September 30, 2023. (Real Estate Department)

07/20/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Claudia Gorham (Real Estate Division); 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. Ed Decker, Barbara Hodgan, Executive Director, and Nicole Menez (New Conservatory Theatre Center); spoke in support of the hearing matter.

Vice Chair Fewer moved that this Resolution be AMENDED to correctly state that the lease consists of 14,229 square feet. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Resolution authorizing the lease amendment to extend approximately 14,229 rentable square feet of space at 25 Van Ness, Lower Level, to New Conservatory Theatre Center, a California non-profit corporation, for a monthly base rent of \$7,983 for a total annual base rent of \$95,796 for the period of October 1, 2018, through September 30, 2023. (Real Estate Department)

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

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 180827, 180828, and 180829 be called together.

180827 [Contract Agreement - Baker Places, Inc. - Behavioral Health Services - Not to Exceed \$55,475,141]

Resolution retroactively approving a contract agreement with Baker Places, Inc., for behavioral health services, in an amount not to exceed \$55,475,141 for a total contract term of July 1, 2018, through June 30, 2022, with one six-year option to extend. (Public Health Department)
(Fiscal Impact)

08/08/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Michelle Ruggels and Jim Stillwell (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in support on the hearing matter.

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

Ayes: 3 - Cohen, Fewer, Stefani

180828 [Contract Agreement - Seneca Family of Agencies - dba Seneca Center - Behavioral Health Services - Not to Exceed \$40,529,444]

Resolution retroactively approving a contract agreement with Seneca Family of Agencies dba Seneca Center, for behavioral health services, in an amount not to exceed \$40,538,404 for a total contract term of July 1, 2018, through June 30, 2022, with one six-year option to extend. (Public Health Department)

08/08/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Michelle Ruggels and Jim Stillwell (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in support on the hearing matter.

Chair Cohen moved that this Resolution be AMENDED to state the actual contract budget is not-to-exceed \$40,529,444. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Resolution retroactively approving a contract agreement with Seneca Family of Agencies dba Seneca Center, for behavioral health services, in an amount not to exceed \$40,529,444 for a total contract term of July 1, 2018, through June 30, 2022, with one six-year option to extend. (Public Health Department)

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

Ayes: 3 - Cohen, Fewer, Stefani

180829 [Contract Agreement - Health RIGHT 360 - Behavioral Health Services for Adults and Older Adults - Not to Exceed \$84,064,915]

Resolution retroactively approving an original agreement for behavioral health services for adults and older adults between Health RIGHT 360 and the Department of Public Health, in the amount of \$84,064,915 for a total contract term of July 1, 2018, through June 30, 2022. (Public Health Department)

08/06/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Michelle Ruggels and Jim Stillwell (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Mr. Wright; spoke in support on the hearing matter.

Chair Cohen moved that this Resolution be AMENDED to state that the contract may be amended to provide for one five-year option to extend the contract through June 30, 2027. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Resolution retroactively approving an original agreement for behavioral health services for adults and older adults between Health RIGHT 360 and the Department of Public Health, in the amount of \$84,064,915 for a total contract term of July 1, 2018, through June 30, 2022, with one five-year option to extend. (Public Health Department)

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

Ayes: 3 - Cohen, Fewer, Stefani

180442 [2011 Lease and Use Agreement - Thomas Cook Airlines Limited]

Resolution approving a 2011 Lease and Use Agreement No. 18-0086 between Thomas Cook Airlines Limited, and the City and County of San Francisco, acting by and through its Airport Commission, to conduct flight operations at the San Francisco International Airport, with no change to the term length to expire on June 30, 2021, to commence on the first day of the month following upon approval by the Board of Supervisors. (Airport Commission)

04/27/18; RECEIVED FROM DEPARTMENT.

05/08/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

09/13/18; 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

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 \$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)

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 Crammer; 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.

09/13/18; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. 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 (SCIU Local 1021); spoke in support of the hearing matter. Mr. Wright; spoke in opposition to the hearing matter.

09/13/18; CONTINUED AS AMENDED.

Heard in Committee. Speakers: Severin Campbell (Office of the Budget and Legislative Analyst); 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 Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, to remove existing code language regarding non-profit and public entities workers' annual increases to their hourly gross compensation that no longer applies in the legislation. 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

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.