



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, October 18, 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, October 18, 2018, with Chair Malia Cohen presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Cohen called the meeting to order at 10:16 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

180906 [Contract - ARAMARK Correctional Services, Inc. - Jail Food Services - \$20,000,000]

Resolution authorizing the Sheriff's Department to contract with ARAMARK Correctional Services, Inc. for jail food services, acting by and through the Sheriff's Department for a five year period from November 1, 2018, through October 31, 2023, for a contract total not to exceed amount of \$20,000,000 with two one-year options to extend. (Sheriff)

(Fiscal Impact)

09/14/18; RECEIVED FROM DEPARTMENT.

09/25/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Crispin Hollings (Sheriff's Department); 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 AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 180942 and 180943 be called together.

180942 [Accept and Expend Grant - California Department of Housing and Community Development Affordable Housing and Sustainable Communities Program - 1950 Mission Street Project - \$15,000,000]

Sponsors: Mayor; Ronen

Resolution authorizing the Mayor's Office of Housing and Community Development to accept and expend an award of \$15,000,000 from the California Department of Housing and Community Development Affordable Housing and Sustainable Communities Program, including a loan of \$10,000,000 and a grant of \$5,000,000 for a project at 1950 Mission Street. (Mayor's Office of Housing and Community Development)

09/25/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Amy Chan (Mayor's Office of Housing and Community Development); 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

180943 [Accept and Expend Grant - California Department of Housing and Community Development Affordable Housing and Sustainable Communities Program - 2060 Folsom Street Project - \$14,000,000]

Sponsors: Mayor; Ronen

Resolution authorizing the Mayor's Office of Housing and Community Development to accept and expend an award of \$14,000,000 from the California Department of Housing and Community Development Affordable Housing and Sustainable Communities Program, including a loan of \$9,300,000 and a grant of \$4,700,000 for a project at 2060 Folsom Street.

09/25/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Amy Chan (Mayor's Office of Housing and Community Development); 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

180945 [Accept and Expend Grant - National HIV Behavioral Surveillance - San Francisco - Bio-Behavioral Surveillance Activities - \$1,025,539]

Sponsors: Mandelman; Cohen

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant increase of \$466,606 for a total amount of \$1,025,539 from Centers for Disease Control and Prevention to participate in a program, entitled "National HIV Behavioral Surveillance - San Francisco," to continue ongoing bio-behavioral surveillance activities among populations at high risk for HIV infection for the period of January 1, 2018, through December 31, 2018.

09/25/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

(Chair Cohen requested to be added as a co-sponsor.)

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

Ayes: 3 - Cohen, Fewer, Stefani

180833 [Real Property Lease - GTE Mobilnet of California Limited Partnership - Zuckerberg San Francisco General Hospital and Trauma Center, Building 25 - 1001 Potrero Avenue - \$5,000 Per Month Base Rent Exempt]

Resolution authorizing and approving the lease of a portion of the equipment room at Zuckerberg San Francisco General Hospital and Trauma Center, Building 25, at 1001 Potrero Avenue with GTE Mobilnet of California Limited Partnership, a California Limited partnership D/B/A/Verizon Wireless, at the monthly base rent of \$5,000 which shall be waived while participating in the Distributed Antenna System and providing enhanced cellular services to the City staff, UCSF staff, patients and visitors within Building 25, for a five-year term to commence upon approval by the Board of Supervisors and Mayor, with two five-year options to extend. (Real Estate Department)

08/16/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Eric Shaffer (Department of Public Health); Josh Keene (Real Estate Division); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that this Resolution be REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen moved to rescind the previous vote. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of October 25, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

180961 [Peninsula Corridor Joint Powers Board - Issuance and Sale of Farebox Revenue Bonds, Not to Exceed \$62,000,000 - Increase in Existing Credit Facility, Not to Exceed \$170,000,000 - Additional Credit Facility, Not to Exceed \$30,000,000]

Sponsor: Mayor

Resolution authorizing the issuance and sale by the Peninsula Corridor Joint Powers Board of Farebox Revenue Bonds and Refunding Revenue Bonds in one or more series in an aggregate principal amount not to exceed \$62,000,000; approving an increase in amount of existing credit facility by the Peninsula Corridor Joint Powers Board, from an aggregate principal amount not to exceed \$150,000,000 outstanding at any one time to an aggregate principal amount not to exceed \$170,000,000 outstanding at any one time; and approving an additional credit facility by the Peninsula Corridor Joint Powers Board in an aggregate principal amount not to exceed \$30,000,000 outstanding at any one time.

10/02/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/12/18; NOTICED. Public hearing notice was published in the San Francisco Examiner pursuant to California Governmental Code Section 6586.5.

Heard in Committee. Speakers: Derek Hansel (San Mateo County Transit District); 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 AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 180932 and 180940 be called together.

180932 [Appropriation - Proceeds from Special Tax Bonds - Transbay Transit Center Project - FY2018-2019 - \$200,000,000]

Sponsor: Mayor

Ordinance appropriating \$200,000,000 of Special Tax Bonds, Series 2018A and Series 2018B, for financing related to the Transbay Transit Center Project and Transbay Plan Infrastructure Project in FY2018-2019.

(Fiscal Impact)

09/25/18; ASSIGNED to Budget and Finance Committee. President Cohen waived the 30-day rule, per Board Rule 3.22.

Heard in Committee. Speakers: Anna Van Degna (Office of the Controller); Severin Campbell (Office of the Budget and Legislative Analyst); Mark Zabaneh, Executive Director (Transbay Joint Powers Authority); 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 CONTINUED to the Budget and Finance Committee meeting of October 25, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

180940 [Authorizing Issuance of Special Tax Bonds - Community Facilities District No. 2014-1 (Transbay Transit Center) - Not to Exceed Aggregate Principal Amount of \$200,000,000; Confirming Annexation of Properties into Community Facilities District No. 2014-1]

Sponsor: Mayor

Resolution authorizing the issuance and sale of one or more series of Special Tax Bonds for City and County of San Francisco Community Facilities District No. 2014-1 (Transbay Transit Center) in the aggregate principal amount not to exceed \$200,000,000; approving related documents, including an Official Statement, First Supplement to Fiscal Agent Agreement, Bond Purchase Agreement and Continuing Disclosure Undertaking; confirming annexation of properties into City and County of San Francisco Community Facilities District No. 2014-1 (Transbay Transit Center); and determining other matters in connection therewith, as defined herein.

09/25/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Anna Van Degna (Office of the Controller); Severin Campbell (Office of the Budget and Legislative Analyst); Mark Zabaneh, Executive Director (Transbay Joint Powers Authority); 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 CONTINUED to the Budget and Finance Committee meeting of October 25, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

180927 [Accept and Expend Grant - Association of Bay Area Governments - Bay Area Regional Network - Energy Efficiency Program Implementation - \$334,500]

Sponsor: Yee

Resolution retroactively authorizing the Department of the Environment to accept and expend grant funds in the amount of \$334,500 from the Association of Bay Area Governments to perform additional multifamily and commercial energy efficiency program implementation, as part of a Bay Area Regional Energy Network program, an energy efficiency program for the term from July 1, 2018, through December 31, 2018. (Environment)

09/24/18; RECEIVED FROM DEPARTMENT.

10/02/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Peter Gallotta (Department of the Environment); 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 requested File Nos. 180599, 180602, and 180852 be called together.

180599 [Lease Agreement - Canonica New York, LLC - Terminal 2 Specialty Retail Concession - \$225,000 Initial Minimum Annual Guarantee]

Resolution approving the Terminal 2 Specialty Retail Concession Lease No. 3 - Lease No. 18-0073 between Canonica New York, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, for a term of seven years to commence following Board approval, and a minimum annual guarantee of \$225,000 for the first year of the Lease. (Airport Commission)

05/25/18; RECEIVED FROM DEPARTMENT.

06/12/18; 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.

09/18/18; 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

180602 [Lease Agreement - SSP America, Inc. - \$250,000 Minimum Annual Guarantee]

Resolution approving the Terminal 2 Casual Dining Food & Beverage Concession Lease No. 6 - Lease No. 18-0074, between SSP America, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, for a term of ten years to commence upon approval by the Board of Supervisors, and a minimum annual guarantee of \$250,000 for the first year of the Lease. (Airport Commission)

05/25/18; RECEIVED FROM DEPARTMENT.

06/12/18; 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.

09/18/18; 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

180852 [Contribution Agreement - United Airlines, Inc. - Airport Infrastructure Project - \$6,250,000]

Resolution approving a Contribution Agreement between United Airlines, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, providing for a financial contribution by United Airlines, Inc., in the amount of \$6,250,000 toward design, acquisition, construction and installation of 400 Hz generators and pre-conditioned air units for ten remain overnight aircraft parking positions on Plots 40 and 41 at the San Francisco International Airport, to commence upon approval by the Board of Supervisors, and ending no later than the end date of the 20-year useful life of the equipment purchased under the Contribution Agreement; and making environmental findings under the California Environmental Quality Act. (Airport Commission)

08/29/18; RECEIVED FROM DEPARTMENT.

09/11/18; RECEIVED AND ASSIGNED 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

180826 [Mental Health Services Act Annual Update - FY2018-2019]

Resolution authorizing adoption of the San Francisco Mental Health Services Act Annual Update FY2018-2019. (Public Health Department)

08/27/18; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speaker: Imo Momoh (Department of Public Health); 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

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:28 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.