



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, November 29, 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, November 29, 2018, with Chair Malia Cohen presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Cohen called the meeting to order at 10:06 a.m. On the call of the roll, Chair Cohen and Member Stefani were noted present. Vice Chair Fewer was noted not present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

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

Vice Chair Fewer was noted present at 10:08 a.m.

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.

10/18/18; CONTINUED. 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

10/25/18; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Anna De Vegna (Office of the Controller); 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 Ordinance be RECOMMENDED AS COMMITTEE REPORT. 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.

10/18/18; CONTINUED. 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

10/25/18; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Anna De Vegna (Office of the Controller); 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

181089 [Real Property Lease Extension - 1700-1740-17th Street and 1415-16th Street - \$256,281 Monthly Base Rent]**Sponsor: Cohen**

Resolution retroactively authorizing the Director of Property to exercise a Lease Extension approving a First Amendment for the real property located at 1700-1740-17th Street and 1415-16th Street with 1415-16th Street Associates, LLC, a California limited liability corporation, extending the Lease by ten years, from November 3, 2018, for a total term of November 3, 2008, through November 2, 2028, with a monthly base rent of \$256,281 for a total annual base rent of \$3,075,375 on behalf of the Police Department, to commence upon approval by the Board of Supervisors and the Mayor.
(Fiscal Impact)

11/13/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Chair Cohen moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of December 6, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

181077 [Business and Tax Regulations Code - Validation Actions and Statute of Repose for November 2018 Proposition C]**Sponsors: Mayor; Cohen**

Ordinance amending the Business and Tax Regulations Code to permit validation actions and impose a statute of repose with respect to Proposition C, adopted by San Francisco voters on November 6, 2018.

11/13/18; ASSIGNED to Budget and Finance Committee. 11/15/18 - President Cohen waived the 30-day rule, per Board Rule 3.22.

11/19/18; REFERRED TO DEPARTMENT. Referred to the Department of Elections for informational purposes.

Heard in Committee. Speaker: Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 181078 and 181079 be called together.

181078 [Appropriation and Re-Appropriation - Federal and State Revenues - \$1,120,193 - SSI Cash Out Program - \$197,681; CalWORKs HVI Program - \$295,176; and Housing Support Program Revenue - \$968,320 - Grant and Aid Assistance - FY2018-2019]

Sponsor: Mayor

Ordinance appropriating \$1,120,193 of Federal and State revenue and re-appropriating \$197,681 for the Supplemental Security Income (SSI) Cash Out program; re-appropriating \$295,176 for the CalWORKs Home Visiting Initiative program; and appropriating \$968,320 of CalWORKs Housing Support program revenue for City grant and aid assistance at the Human Services Agency for FY2018-2019.

(Fiscal Impact)

11/13/18; ASSIGNED to Budget and Finance Committee. 11/15/18 - President Cohen waived the 30-day rule, per Board Rule 3.22.

Heard in Committee. Speakers: Trent Rhorer, Executive Director (Human Services Agency); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Fewer moved that this Ordinance be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

181079 [Public Employment - Amendment to the Salary Ordinance - Human Services Agency and Department of Public Health - Implementation of SSI Cash Out and CalWORKs Home Visiting Program - FY2018-2019]

Sponsor: Mayor

Ordinance amending Ordinance No. 182-18 (Salary Ordinance FYs 2018-2019 and 2019-2020) to reflect the addition of 37 new positions (13.0 FTEs) in FY2018-2019 at the Human Services Agency and the Department of Public Health to implement the Supplemental Security Income (SSI) Cash Out and CalWORKs Home Visiting Initiative programs.

(Fiscal Impact)

11/13/18; ASSIGNED to Budget and Finance Committee. 11/15/18 - President Cohen waived the 30-day rule, per Board Rule 3.22.

Heard in Committee. Speakers: Trent Rhorer, Executive Director (Human Services Agency); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Fewer moved that this Ordinance be RECOMMENDED AS COMMITTEE REPORT. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

181086 [Accept and Expend Grant - United States Department of Justice - National Incident-Based Reporting System - \$5,304,000]**Sponsors: Mayor; Cohen and Stefani**

Resolution retroactively authorizing the Police Department to accept and expend a grant in the amount of \$5,304,000 from the United States Department of Justice, Office of Justice Programs, Bureau of Justice Statistics, to assist with National Incident-Based Reporting System transition efforts for the project period of October 1, 2018, through September 30, 2021. (Police Department)

11/13/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Catherine McGuire (Police Department); 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

180967 [Hearing - Discretionary Budget Spending Plans]**Sponsor: Cohen**

Hearing to review the spending plans for the additional discretionary funds distributed to the Office of Economic and Workforce Development, Department of Children, Youth and Their Families, Department of Homelessness and Supportive Housing, the Mayor's Office of Housing and Community Development, and the Arts Commission in the FYs 2018-2019 and 2019-2020 Budget process; and requesting the Office of Economic and Workforce Development, Department of Children, Youth and Their Families, Department of Homelessness and Supportive Housing, the Mayor's Office of Housing and Community Development, and the Arts Commission to report.

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

10/11/18; REFERRED TO DEPARTMENT. Referred to the Office of Economic and Workforce Development, Department of Children, Youth and Their Families, Department of Homelessness and Supportive Housing, the Mayor's Office of Housing and Community Development, and the Arts Commission for informational purposes.

Heard in Committee. Speakers: Tom DeCaigny, Director of Cultural Affairs (Arts Commission); Gigi Whitley (Department of Homelessness and Supportive Housing); Maria Su, Director (Department of Children, Youth, and Their Families); Jennifer Louie and Michelle Ruggels (Department of Public Health); Joshua Arce, Director (Office of Economic and Workforce Development); Brain Cheu (Mayor's Office of Housing and Community Development); Denise Corvino (Office of Early Child Care Education); Shireen McSpadden (Human Services Agency); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 181094 and 181095 be called together.

181094 [Lease of City Property - ArtSpan - 45 Onondaga Avenue - \$50,928 Per Year Rent]

Sponsor: Safai

Resolution authorizing the Director of Property to execute a commercial lease, between the City and County of San Francisco and ArtSpan, for the City-owned property located at 45 Onondaga Avenue for \$50,928 per year; authorizing the reimbursement of up to \$410,000 for tenant improvements; for a term of ten years with two five-year options to extend, to commence following Board approval; making findings that the proposed transaction is in conformance with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and adopting California Environmental Quality Act findings. (Real Estate Department)

11/13/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Supervisor Ahsha Safai (Board of Supervisors); Claudia Gorham (Real Estate Division); 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

181095 [Lease of City Property - Volunteers in Medicine - dba Clinic By the Bay - 35 Onondaga Avenue - \$47,520 Per Year Rent]

Sponsor: Safai

Resolution authorizing the Director of Property to execute a commercial lease, between the City and County of San Francisco and Volunteers in Medicine dba Clinic By the Bay, for the City-owned property located at 35 Onondaga Avenue for \$47,520 per year; authorizing the reimbursement of up to \$410,000 for tenant improvements; for a term of ten years with two five-year options to extend, finding the proposed transaction is in conformance with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and adopting California Environmental Quality Act findings. (Real Estate Department)

11/13/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Supervisor Ahsha Safai (Board of Supervisors); Claudia Gorham (Real Estate Division); 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

180646 [Environment Code - Refuse Separation Compliance]**Sponsors: Safai; Tang**

Ordinance amending the Environment Code to require audits every three years of large refuse generators for compliance with refuse separation requirements; to establish enforcement measures applicable to large refuse generators found noncompliant; and affirming the Planning Department's determination under the California Environmental Quality Act.

(Fiscal Impact)

06/12/18; ASSIGNED UNDER 30 DAY RULE to Public Safety and Neighborhood Services Committee, expires on 7/12/2018.

06/19/18; REFERRED TO DEPARTMENT. Referred to the Department of the Environment, the Department of Public Health, and Public Works for informational purposes; referred to the Planning Department for environmental review; referred to the Small Business Commission for comment and recommendation.

07/03/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it does not result in a direct or reasonable foreseeable physical change in the environment.

07/19/18; TRANSFERRED to Land Use and Transportation Committee. President Cohen transferred this matter from the Public Safety and Neighborhood Services Committee to the Land Use and Transportation Committee.

09/11/18; SUBSTITUTED AND ASSIGNED to Land Use and Transportation Committee. Supervisor Safai introduced a substitute Ordinance bearing a new title.

09/14/18; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Small Business Commission for comment and recommendation; and to Department of the Environment, Department of Public Health, and Public Works for informational purposes.

09/17/18; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Director Debbie Raphael and Jack Macy (Department of the Environment); Minna Tao (Recology); presented information and answered questions raised throughout the discussion. Ruchi Shan (Tenderloin Neighborhood Development Corporation); John Bouchard (Teamsters Local 350); Beronica Slattengren (Department of Public Health); spoke in support of the hearing matter. DeeDee Workman (San Francisco Chamber of Commerce); John Bouchard (Teamsters Local 350); David Serrano Saul; Olga Miranda (SEIU Local 87); Brook Turner (Coalition for Better Housing); Charly Goss (San Francisco Apartment Association); Minna Tao (Recology); spoke neither in support nor against the hearing matter.

09/17/18; REFERRED AS AMENDED to Budget and Finance Committee.

09/17/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a physical change in the environment.

09/19/18; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Small Business Commission for comment and recommendation; and Department of the Environment, Department of Public Health, and Public Works for informational purposes.

09/27/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a physical change in the environment.

10/31/18; RESPONSE RECEIVED.

11/01/18; AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. Heard in Committee. Speakers: Jack Macy (Department of the Environment); Supervisor Ahsha Safai (Board of Supervisors); Minna Tao, General Manager (Recology); Brad Benson (Port of San Francisco); Severin Campbell (Office of the Budget and Legislative Analyst); Christine McClary (Municipal Transportation Agency); Amy Chan (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion. Peter Cohen; Charley Goss (SF Apartment Association); John Bozeman (BOND San Francisco); Dee Dee Workman (SF Chamber of Commerce); Drew Meyersiece (Biocom); Minna Tao, General Manager (Recology); Speaker; Speaker; John Bushaw; Omar; Olga Mirandan; Speaker; Francisco DaCosta; spoke various concerns on the hearing matter.

11/01/18; CONTINUED AS AMENDED.

11/08/18; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review; Small Business Commission for comment and recommendation; and Department of the Environment, Department of Public Health, Public Works, and San Francisco Unified School District for informational purposes.

11/13/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a physical change in the environment.

11/15/18; AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. Heard in Committee. Speakers: Supervisor Ahsha Safai (Board of Supervisors); Debbie Raphael, Director (Department of the Environment); Jon Givner (Office of the City Attorney); Jack Macy (Department of the Environment); Severin Campbell (Office of the Budget and Legislative Analyst); Stefanie Matthias (Recology); Brad Benson (Port of San Francisco); Representative (Mercy Housing); provided an overview and responded to questions raised throughout the discussion. Speaker; Dee Dee Workman (San Francisco Chamber of Commerce); Eddie Ahn; Drew Meyersiece (Biocom); Olga Miranda (SEIU Local 87); Mark Gleason (Teamsters Joint Council 7); Charlie Goshe; John Bowsman; David Serranos; Speaker; spoke various concerns on the hearing matter.

11/15/18; CONTINUED AS AMENDED.

11/21/18; REFERRED TO DEPARTMENT. Referred (version 5) to Planning Department for environmental review; to Small Business Commission for comment and recommendation; and to Department of Environment, Department of Public Health, San Francisco Unified School District, and Public Works for informational purposes.

11/28/18; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a physical change in the environment.

Heard in Committee. Speakers: Supervisor Ahsha Safai (Board of Supervisors); Jack Macy (Department of the Environment); Jon Givner (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Karen Flood; John Boseman; Frances Lern (Saint Frances Hospital); John Vishad; DeeDee Workman (San Francisco Chamber of Commerce); Jim Lazarus (San Francisco Chamber of Commerce); Kevin Carroll, Executive Director (Hotel Council of San Francisco); Drew Meyersiece (Biocom); Speaker; Petes; Michael Jennick; Charlie Goshes; Speaker; Rudy Gonzalez (San Francisco Labor Council); speak various concerns on the hearing matter.

Chair Cohen moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, to make clarifying and conforming amendments. 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

181043 [Administrative Code - Citywide Project Labor Agreement - Public Work or Improvement Projects]**Sponsors: Mayor; Safai, Peskin and Fewer**

Ordinance amending the Administrative Code to require a citywide project labor agreement applicable to certain types of public work or improvement projects with projected costs over the threshold amounts (ranging from \$1,000,000 to \$5,000,000 depending on the year in which the advertisement for bid is released; or \$10,000,000 if the project is funded by a source other than a general obligation bond) or where delay in completing the project may interrupt or delay services or use of facilities that are important to the City's essential operations or infrastructure.

10/30/18; ASSIGNED to Budget and Finance Committee. 11/1/18 - President Cohen waived the 30-day rule, per Board Rule 3.23.

11/13/18; REFERRED TO DEPARTMENT. Referred to Public Works, Office of the City Administrator, Office of Economic and Workforce Development, and the Office of the Controller for informational purposes.

Heard in Committee. Speakers: Jon Givner (Office of the City Attorney); provided an overview and responded to questions. Nicole Goebing, Juan Carlos Hernandez, and Tyler Conley (NorCal); Arrion Brown (Helix Electric); spoke in opposition to the hearing matter.

Chair Cohen moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of December 6, 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 2:12 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.