



City and County of San Francisco
Meeting Minutes
Budget and Finance Sub-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, April 12, 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 Sub-Committee met in regular session on Thursday, April 12, 2018, with Chair Malia Cohen presiding.

ROLL CALL AND ANNOUNCEMENTS

Vice Chair Fewer called the meeting to order at 10:32 a.m. On the call of the roll, Vice Chair Fewer and Member Stefani were noted present. Chair Cohen was noted not present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

Chair Cohen was noted present at 10:34 a.m.

180239 [Accept and Expend Grant - State Water Resources Control Board - Public Beach Safety Grant Program - \$30,000]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$30,000 from the State Water Resources Control Board, Division of Water Quality Beach Safety Program, to participate in a program entitled "Public Beach Safety Grant Program" for the period of July 1, 2017, through June 30, 2018. (Public Health Department)

03/13/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: June Weintraub (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

180302 [Hearing - Release of Reserved Funds - Adult Probation - Replace Current Case Management System - \$876,948]

Hearing to consider the release of reserved funds to the Adult Probation Department, placed on Budget and Finance Committee reserve by the Ordinance No. 145-16 in the amount of \$876,948 to fund replace the current 15 year old Case Management System to meet operational and supervisory needs, improve efficiencies, and provide criminal justice data. (Adult Probation)

03/30/18; RECEIVED FROM DEPARTMENT.

03/30/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Diane Lim (Department of Adult Probation); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that \$840,100 of the requested \$876,948 reserved funds be RELEASED, and that the Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

180285 [Contract Amendment - Leaders in Community Alternatives - Home Detention and Electronic Monitoring Program Rules and Regulations and Program Administrator's Evidence of Financial Responsibility - 2018 Calendar Year - Not to Exceed \$2,000,000]

Resolution authorizing the Sheriff's Department to enter into a second amendment to the existing agreement with Leaders in Community Alternatives ("LCA") to extend the contract term by one year for a total term of May 1, 2014, through April 30, 2019, with no change in the not to exceed contract amount of \$2,000,000; approving the Sheriff Department's home detention and electronic monitoring program rules and regulations; and approving evidence of financial responsibility demonstrated by program administrator LCA for the 2018 calendar year. (Sheriff)

03/16/18; RECEIVED FROM DEPARTMENT.

04/03/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speaker: Crispin Hollings (Sheriff's Department); provided an overview and responded to questions raised throughout the discussion.

Chair Cohen moved that this Resolution be AMENDED on Page 3, Line 2, by replacing 'First Amendment' with 'Second Amendment'; Line 4, by replacing '2017' to '2018'; and Line 5, by replacing '170265' with '180285'. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

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

Ayes: 3 - Cohen, Fewer, Stefani

Chair Cohen requested File Nos. 180324, 180325, and 180326 be called together.

180324 [Sale of Tax-Exempt General Obligation Bonds (Earthquake Safety and Emergency Response Bonds, 2014), Series 2018C - Not to Exceed \$189,735,000]

Sponsor: Mayor

Resolution authorizing the issuance and sale of not to exceed \$189,735,000 aggregate principal amount of City and County of San Francisco Tax-Exempt General Obligation Bonds (Earthquake Safety and Emergency Response Bonds, 2014), Series 2018C; prescribing the form and terms of such bonds; providing for the appointment of depositories and other agents for such bonds; providing for the establishment of accounts and/or subaccounts related to such bonds; authorizing the sale of such bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Bond Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of such bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to such documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City Officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of such bonds, as defined herein.

(Fiscal Impact; No Budget and Legislative Analyst Report)

04/03/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Vishal Trivedi (Office of the Controller); Mara Blitzer (Mayor's Office of Housing and Community Development); Charles Higuera and Joe Chin (Public Works); 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

180325 [Sale of Taxable General Obligation Bonds (Affordable Housing, 2015), Series 2018D - Not to Exceed \$146,000,000]**Sponsor: Mayor**

Resolution authorizing the issuance and sale of not to exceed \$146,000,000 aggregate principal amount of City and County of San Francisco Taxable General Obligation Bonds (Affordable Housing, 2015), Series 2018D; prescribing the form and terms of such bonds; providing for the appointment of depositories and other agents for such bonds; providing for the establishment of accounts and/or subaccounts related to such bonds; authorizing the sale of such bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Bond Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of such bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to such documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City Officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of such bonds, as defined herein.

(Fiscal Impact; No Budget and Legislative Analyst Report)

04/03/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Vishal Trivedi (Office of the Controller); Mara Blitzer (Mayor's Office of Housing and Community Development); Charles Higuera and Joe Chin (Public Works); 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

180326 [Sale of Tax-Exempt General Obligation Bonds (Public Health and Safety, 2016), Series 2018E - Not to Exceed \$52,500,000]**Sponsor: Mayor**

Resolution authorizing the issuance and sale of not to exceed \$52,500,000 aggregate principal amount of City and County of San Francisco Tax-Exempt General Obligation Bonds (Public Health and Safety, 2016), Series 2018E; prescribing the form and terms of such bonds; providing for the appointment of depositories and other agents for such bonds; providing for the establishment of accounts and/or subaccounts related to such bonds; authorizing the sale of such bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Bond Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of such bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to such documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City Officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of such bonds, as defined herein.

(Fiscal Impact; No Budget and Legislative Analyst Report)

04/03/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Vishal Trivedi (Office of the Controller); Mara Blitzer (Mayor's Office of Housing and Community Development); Charles Higuera and Joe Chin (Public Works); 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

180329 [Issuance of Bonds - California Municipal Finance Authority - Presidio Knolls School, Inc. - Not to Exceed \$40,000,000]**Sponsor: Kim**

Resolution approving in accordance with Section 147(f) of the Internal Revenue Code of 1986, as amended, and in accordance with the Joint Exercise of Powers Agreement, dated as of January 1, 2004, among the California Municipal Finance Authority ("Authority") and certain local agencies, including the City and County of San Francisco ("City"), as amended from time to time, the issuance of revenue bonds or a tax-exempt loan by the Authority in an aggregate principal amount not to exceed \$40,000,000 ("Loans") and the loan of the proceeds thereof to Presidio Knolls School, Inc., a California nonprofit public benefit corporation ("Borrower") to refinance certain loans issued for the benefit of the Borrower, finance or refinance the acquisition, construction, equipping and furnishing of facilities located and to be located at 1415 Howard Street and 220, 230, 240, 250, and 260-10th Street, within the City, and pay certain expenses incurred in connection with the issuance of the Loans. (Controller)

04/03/18; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

Heard in Committee. Speakers: Vishal Trivedi (Office of the Controller); Moses Corrette (Office of Supervisor Jane Kim); 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. 170297 and 170538 be called together.

170297 [Administrative Code - Increasing the Minimum Compensation Hourly Rate]

Sponsors: Sheehy; Kim and 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.

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.

Vice Chair Fewer moved that this Ordinance be CONTINUED to the Budget and Finance Sub-Committee meeting of April 26, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

170538 [Administrative Code - Increasing the Minimum Compensation Hourly Rate]**Sponsors: Sheehy; Kim**

Ordinance amending the Administrative Code to increase the minimum hourly compensation rate for employees of City contractors 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)

04/28/17; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/04/17; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE.

05/04/17; CONTINUED AS AMENDED.

05/11/17; CONTINUED TO CALL OF THE CHAIR. Supervisor Kim requested to be added as a co-sponsor.

Heard in Committee. Speakers: Tim Paulson; Julie Lind; Greg Brown; Jane Martin; Kevin Prasad; Mahmoud Mohamed; Juliana Liu; MJ; Ian Lewis; Karl Kramer; Xavier Aubuchon-Mendoza; John Medina; Roger Scott; Anah Sul Rama; Alysabeth Alexander Tut; Claudia Aresolo; Daisy McArthur; Jennifer Root; Peter M.; Erlinda Serrano; Debbie Lerman; Kris Morales; spoke in support of the hearing matter.

04/03/18; TRANSFERRED to Budget and Finance Sub-Committee.

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 Choloprav; 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.

Vice Chair Fewer moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 5, by striking '\$15.86 per hour on July 1, 2017'; Page 4, Line 16, by striking 'Beginning on July 1, 2017, an hourly gross compensation of \$15.86'; Page 8, Lines 3-4, by striking '(i) Beginning on July 1, 2017, an hourly gross compensation of \$14.39'; and Lines 5-6, by striking '(ii) Beginning on January 1, 2018, an hourly gross compensation of \$15.86'. 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 to \$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)

Vice Chair Fewer moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Sub-Committee meeting of April 26, 2018. The motion carried by the following vote:

Ayes: 3 - Cohen, Fewer, Stefani

ADJOURNMENT

There being no further business, the Budget and Finance Sub-Committee adjourned at the hour of 1:12 p.m.

N.B. The Minutes of this meeting set forth all actions taken by the Budget and Finance Sub-Committee on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.