



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: Sandra Lee Fewer, Catherine Stefani

Clerk: Linda Wong (415) 554-7719

Thursday, January 10, 2019

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

President Norman Yee appointed Supervisor Gordon Mar, replacing Supervisor Shamann Walton, to the Budget and Finance Committee meeting of January 10, 2019.

Present: 3 - Sandra Lee Fewer, Catherine Stefani, and Gordon Mar

Excused: 1 - Shamann Walton

The Budget and Finance Committee met in a regular session on Thursday, January 10, 2019, with Interim Chair Sandra Lee Fewer presiding.

ROLL CALL AND ANNOUNCEMENTS

Interim Chair Fewer called the meeting to order at 10:00 a.m. On the call of the roll, Interim Chair Fewer, Interim Vice Chair Stefani, and Member Mar were noted present. Member Walton was noted not present. There was a quorum

Supervisor Walton Excused from Attendance

Interim Vice Chair Stefani moved that Member Walton be Excused from the Budget and Finance Committee Meeting of January 10, 2019. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

181063 [Airport Professional Services Agreement Modification - Bombardier Transportation (Holdings) USA, Inc. - Operation and Maintenance Services for the AirTrain System - Not to Exceed \$135,442,464]

Resolution approving Modification No. 5 to Airport Contract No. 8838, AirTrain Operation and Maintenance, with Bombardier Transportation (Holdings) USA, Inc., extending the contract by four months to commence March 1, 2019, through June 30, 2019, and increasing the contract amount by \$5,143,268 for a new total contract amount not to exceed \$135,442,464 pursuant to Charter, Section 9.118(b). (Airport Commission)

(Fiscal Impact)

10/23/18; RECEIVED FROM DEPARTMENT.

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

12/13/18; CONTINUED. Heard in Committee. Speakers: None.

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.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181135 [Airport Professional Services Agreement Modification - Hill International, Inc. - Capital Program Support Services for the Airport Capital Improvement Program - Not to Exceed \$40,000,000]

Resolution approving Modification No. 4 to Contract No. 10401.45, Capital Program Support Services for the Airport Capital Improvement Program, with Hill International, Inc., to extend the term by four years, from June 30, 2019, through November 15, 2023, and to increase the contract by a not to exceed amount of \$40,000,000 pursuant to Charter, Section 9.118(b). (Airport Commission)

(Fiscal Impact)

11/08/18; RECEIVED FROM DEPARTMENT.

11/27/18; 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.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181081 [Accept and Expend Grant - United States Department of Justice's Office of Violence Against Women - Domestic Violence High Lethality Risk Team - Amendment to the Annual Salary Ordinance - FYs 2018-2019 and 2019-2020 - \$750,000]

Ordinance retroactively authorizing the Department on the Status of Women to accept and expend a grant in the amount of \$750,000 through the United States Department of Justice's Office of Violence Against Women for the Domestic Violence High Risk Program; and amending Ordinance No. 182-18 (Annual Salary Ordinance File No. 180575 for FYs 2018-2019 and 2019-2020) to provide for the addition of one grant-funded part-time Class 1820 Junior Administrative Analyst position (FTE 0.50) for the period of October 1, 2018, through September 30, 2020. (Department on the Status of Women)

11/13/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee.

Heard in Committee. Speaker: Emily Murase, Executive Director (Department on the Status of Women); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181113 [Authorizing Grant Agreements - Public Utilities Commission Green Infrastructure Grant Program - Terms of 20 Years]

Ordinance delegating authority under Charter, Section 9.118, to the General Manager of the San Francisco Public Utilities Commission (SFPUC) to enter into grant agreements with terms of 20 years under the SFPUC's Green Infrastructure Grant Program, subject to certain specified conditions, as defined herein. (Public Utilities Commission)
(Fiscal Impact)

11/19/18; RECEIVED.

11/27/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 12/27/2018.

Heard in Committee. Speakers: Sarah Bloom (San Francisco Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke in support of the hearing matter.

Interim Chair Fewer moved that this Ordinance be AMENDED to include a sunset date of July 1, 2020 and to require the SFPUC, starting on July 1, 2019, to submit quarterly written report to the Board of Supervisors summarizing all grant agreements entered. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

Ordinance delegating authority under Charter, Section 9.118, to the General Manager of the San Francisco Public Utilities Commission (SFPUC) to enter into grant agreements with terms of 20 years under the SFPUC's Green Infrastructure Grant Program, subject to certain specified conditions including a July 1, 2020 sunset date. (Public Utilities Commission)
(Fiscal Impact)

RECOMMENDED AS AMENDED by the following vote:

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181227 [Debt Management Policy and Procedures - Controller's Office of Public Finance]**Sponsor: Mayor**

Resolution approving the Controller's Office of Public Finance debt management policy and procedures to manage the debt issuance process, in accordance with California Government Code, Section 8855, and determining other matters in connection therewith, as defined herein. (Controller) (Fiscal Impact)

12/11/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ann Van Degna (Office of the Controller); 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.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

Chair Fewer requested File Nos. 181209, 181219, and 181218 be called together.

181209 [Appropriation - Proceeds from Seismic Safety Retrofit and Affordable Housing Loan Program, Series 2019A - Mayor's Office of Housing and Community Development - \$75,000,000 - FY2018-2019]**Sponsors: Mayor; Peskin**

Ordinance appropriating \$75,000,000 of proceeds from the Seismic Safety Retrofit and Affordable Housing Loan Program General Obligation Bond, Series 2019A, to the Mayor's Office of Housing and Community Development to implement loan programs to acquire, improve and rehabilitate at-risk multi-unit residential buildings in need of seismic, fire, health or safety upgrades or other major rehabilitation, and convert those buildings to permanent affordable housing to prevent the loss of rental housing stock and the displacement of long-time residents of the City in FY2018-2019 and placing these funds on Controller's Reserve pending sale of the bonds. (Fiscal Impact)

12/11/18; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee.

Heard in Committee. Speakers: Jonah Lee (Mayor's Office of Housing and Community Development); Vishal Trivedi (Office of the Controller); 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.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181219 [Sale of Taxable General Obligation Bonds - (Social Bonds - Affordable Housing, 2016), Series 2019A - Not to Exceed \$75,000,000]**Sponsors: Mayor; Peskin**

Resolution authorizing the issuance and sale of not to exceed \$75,000,000 aggregate principal amount of City and County of San Francisco Taxable General Obligation Bonds (Social Bonds - Affordable Housing, 2016), Series 2019A; prescribing the form and terms of said bonds; providing for the appointment of depositories and other agents for said bonds; providing for the establishment of accounts related to said bonds; authorizing the sale of said bonds by competitive or negotiated sale; approving the forms of 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 Bond Purchase Contract; approving the form of the Preliminary Official Statement and the form and execution of the Official Statement relating to the sale of said bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to documents; ratifying certain actions previously taken; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of said bonds, as defined herein.

(Fiscal Impact)

12/11/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jonah Lee (Mayor's Office of Housing and Community Development); Vishal Trivedi (Office of the Controller); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Interim Chair Fewer moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, to make clarifying amendments. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

(Fiscal Impact)

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181218 [Issuance of General Obligation Bonds - Proposition A, 1992/Proposition C, 2016 - Not to Exceed \$260,684,550]**Sponsors: Mayor; Peskin**

Resolution providing for the issuance of not to exceed \$260,684,550 aggregate principal amount of City and County of San Francisco General Obligation Bonds (Proposition A, 1992/Proposition C, 2016); authorizing the issuance and sale of said bonds; providing for the levy of a tax to pay the principal and interest thereof; providing for the appointment of depositories and other agents for said bonds; providing for the establishment of accounts related thereto; adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31; finding that the proposed project is in conformity with the priority policies of Planning Code, Section 101.1(8), and with the General Plan consistency requirement of Charter, Section 4.105, and Administrative Code, Section 2A.53; ratifying certain actions previously taken; and granting general authority to City officials to take necessary actions in connection with the issuance and sale of said bonds, as defined herein.

(Fiscal Impact)

12/11/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

12/21/18; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

01/08/19; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c) (2) because it would not result in a direct or indirect physical change in the environment.

Heard in Committee. Speakers: Jonah Lee (Mayor's Office of Housing and Community Development); Vishal Trivedi (Office of the Controller); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

Chair Fewer requested File Nos. 181220, 181221, and 181223 be called together.

181220 [Apply for Grant - Balboa Park Housing Partners, L.P. - Assumption of Liability - Department of Housing and Community Development Affordable Housing and Sustainable Communities Program - 2340 San Jose Avenue]

Sponsors: Mayor; Safai

Resolution authorizing the Mayor's Office of Housing and Community Development on behalf of the City and County of San Francisco to execute a grant application, as defined herein, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program as a joint applicant with Balboa Park Housing Partners, L.P., a California limited partnership, for the project at 2340 San Jose Avenue; authorizing the City to assume any joint and several liability for completion of the projects required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31.

12/11/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sara Amaral (Mayor's Office of Housing and Community Development); Jon Givner (Office of the City Attorney); Amy Chan (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

Interim Chair Fewer moved that this Resolution be AMENDED, on Page 3, Line 17, by striking '\$20,000,000' and replacing it with '\$13,500,000'; and on Page 3, Line 19, by striking 'a portion' and replacing it with '\$6,500,000'. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181221 [Apply for Grant - Turk 500 Associates, L.P. - Assumption of Liability - Department of Housing and Community Development Affordable Housing and Sustainable Communities Program - 500 Turk Street Project]

Sponsor: Mayor

Resolution authorizing the Mayor's Office of Housing and Community Development on behalf of the City and County of San Francisco to execute a grant application, as defined herein, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program as a joint applicant with Turk 500 Associates, L.P., a California limited partnership, for the project at 500 Turk Street; authorizing the City to assume any joint and several liability for completion of the projects required by the terms of any grant awarded under the AHSC Program; and adopting findings under the California Environmental Quality Act ("CEQA"), the CEQA Guidelines, and Administrative Code, Chapter 31.

12/11/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sara Amaral (Mayor's Office of Housing and Community Development); Jon Givner (Office of the City Attorney); Amy Chan (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

Interim Chair Fewer moved that this Resolution be AMENDED on Page 2, Line 9, by adding reference to Tenderloin Neighborhood Development Corporation; on Page 3, Line 10, by striking '\$13,900,000' and replacing it with '\$13,700,000'; and on Page 3, Line 12, by striking '\$6,100,000' and replacing it with '\$6,300,000'. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

181223 [Apply for Grant - Mercy Housing California - Assumption of Liability - Department of Housing and Community Development Affordable Housing and Sustainable Communities Program - Treasure Island Parcel C3.1]

Sponsors: Mayor; Kim

Resolution authorizing the Treasure Island Development Authority ("Authority"), on behalf of the City and County of San Francisco, to execute a grant application, under the Department of Housing and Community Development Affordable Housing and Sustainable Communities ("AHSC") Program, as a joint applicant with Mercy Housing California, a California non-profit public benefit corporation, AC Transit, and/or the San Francisco County Transportation Authority for the affordable housing project at Treasure Island Parcel C3.1; if successful, authorizing the Authority to assume any joint and several liability for completion of the project required under the terms of any grant awarded under the AHSC program; and adopting findings under the California Environmental Quality Act ("CEQA"), CEQA Guidelines, and Administrative Code, Chapter 31.

12/11/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sara Amaral (Mayor's Office of Housing and Community Development); Jon Givner (Office of the City Attorney); Amy Chan (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mar

Excused: 1 - Walton

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:18 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