



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, Shamann Walton

Clerk: Linda Wong (415) 554-7719

Thursday, January 24, 2019

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Sandra Lee Fewer, Catherine Stefani, and Shamann Walton

The Budget and Finance Committee met in a regular session on Thursday, January 24, 2019, with Interim Chair Sandra Lee Fewer presiding.

ROLL CALL AND ANNOUNCEMENTS

Interim Chair Fewer called the meeting to order at 10:04 a.m. On the call of the roll, Interim Chair Fewer, Interim Vice Chair Stefani, and Member Walton were noted present. There was a quorum.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

181179 [Service Agreement - Pacific Gas and Electric Company - CleanPowerSF - Not to Exceed \$20,000,000]

Resolution retroactively approving a service agreement between Pacific Gas and Electric Company and the City and County of San Francisco, for services to CleanPowerSF for a term of ten years, from January 1, 2019, through December 31, 2028, in a total amount not to exceed \$20,000,000. (Public Utilities Commission)

(Fiscal Impact)

11/30/18; RECEIVED FROM DEPARTMENT.

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

01/17/19; AMENDED. Heard in Committee. Speakers: Mike Hyams, Director of CleanPowerSF and Barbara Hale (Public Utilities Commission); Dan Goncher (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

01/17/19; CONTINUED AS AMENDED.

Heard in Committee. Speaker: Michael Hyams, Director of CleanPowerSF (Public Utilities Commission); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Walton

190012 [Emergency Declaration - Monterey Mechanical, Inc. - Repair Oceanside Treatment Plant Ventilation Ducts - Oceanside Treatment Plant - Total Estimated Cost Not to Exceed \$3,000,000]

Resolution approving an emergency declaration of the San Francisco Public Utilities Commission pursuant to Administrative Code, Section 6.60, to repair the Oceanside Treatment Plant Ventilation Ducts for a total estimated cost not to exceed \$3,000,000. (Public Utilities Commission)

(Fiscal Impact; No Budget and Legislative Analyst Report)

12/17/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Brian Carlomagno (Public Utilities Commission); 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, Walton

190013 [Contract Agreement - Southern California Edison Company - Purchase of Renewable Energy - CleanPowerSF - Not to Exceed \$24,000,000]

Resolution retroactively approving a contract agreement with Southern California Edison Company for supplies of renewable energy for CleanPowerSF for a contract term of one year, from January 1, 2019, through December 1, 2019, in an amount not to exceed \$24,000,000. (Public Utilities Commission)

(Fiscal Impact)

12/17/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Michael Hyams, Director of CleanPowerSF (Public Utilities Commission); provided an overview and responded to questions raised throughout the discussion.

Interim Chair Fewer moved that this Resolution be AMENDED to request that the Public Utilities Commission staff return to the Budget and Finance Committee to present the FY2017-2018 annual report on the CleanPowerSF program once it is completed. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Walton

(Fiscal Impact)

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

Ayes: 3 - Fewer, Stefani, Walton

190017 [Airport Professional Services Agreement Modification - WCME JV - Project Management Support Services - Terminal 3 West Modernization Project - Not to Exceed \$50,000,000]

Resolution approving Modification No. 6 to Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project, with WCME JV to extend the term by four and a half years, from April 5, 2019, through October 4, 2023; and to increase the Contract amount by \$36,000,000 for a new total contract amount not to exceed \$50,000,000, pursuant to Charter, Section 9.118(b). (Airport Commission)

(Fiscal Impact; No Budget and Legislative Analyst Report)

12/24/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Interim Vice Chair Stefani moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Walton

190014 [Lease Modification - United States Government - United States Federal Bureau of Investigation - Increase Annual Rent to \$615,384.57]

Resolution retroactively approving Modification No. 1 to Lease No. GS-09P-LCA03395, between the United States Government and the City and County of San Francisco, acting by and through its Airport Commission, for space occupied by the United States Federal Bureau of Investigation at the International Terminal of San Francisco International Airport, to extend the term up to three years, two years firm, to commence January 4, 2019, and an increase in annual rent to \$615,384.57. (Airport Commission)

12/21/18; RECEIVED FROM DEPARTMENT.

01/15/19; 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, Walton

190018 [2011 Airport Lease and Use Agreement - Icelandair ehf]

Resolution approving the terms of 2011 Lease and Use Agreement No. 18-0322 between Icelandair ehf, and the City and County of San Francisco, acting by and through its Airport Commission, with joint use space rent and landing fees, for the lease term to commence following Board approval and expiring on June 30, 2021. (Airport Commission)

12/21/18; RECEIVED FROM DEPARTMENT.

01/15/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Interim Vice-Chair Stefani moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Walton

Interim Chair Fewer requested File Nos. 190019, 190022, and 190023 be called together.

190019 [Lease Agreement - L'Occitane Airport Venture, LLC - Airport Concession - \$135,000 Minimum Annual Guarantee]

Resolution approving the Terminal 1 Retail Concession Lease 4 - Lease No. 18-0205, between L'Occitane Airport Venture, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, for a term of seven years with two one-year options to extend, and a minimum annual guarantee of \$135,000 for the first year of the Lease, to commence following Board approval. (Airport Commission)

12/21/18; RECEIVED FROM DEPARTMENT.

01/15/19; 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, Walton

190022 [Lease Agreement - Skyline Concessions, Inc. - Airport Concession - \$220,000 Minimum Annual Guarantee]

Resolution approving the Terminal 1 Retail Concession Lease 7 - Lease No. 18-0208, between Skyline Concessions, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, for a term of seven years with two one-year options to extend, and a minimum annual guarantee of \$220,000 for the first year of the Lease, to commence following Board approval. (Airport Commission)

12/21/18; RECEIVED FROM DEPARTMENT.

01/15/19; 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, Walton

190023 [Lease Agreement - RAKH, Inc. - Airport Concession - \$126,000 Minimum Annual Guarantee]

Resolution approving the Terminal 1 Retail Concession Lease 6 - Lease No. 18-0207, between RAKH, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, for a term of ten years with two one-year options to extend, and a minimum annual guarantee of \$126,000 for the first year of the Lease, to commence following Board approval. (Airport Commission)

12/21/18; RECEIVED FROM DEPARTMENT.

01/15/19; 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, Walton

190057 [Census 2020 - Participation in the United States Census - State of California Outreach Agreement]

Sponsors: Fewer; Ronen

Resolution supporting the City and County of San Francisco's participation in the United States Census; authorizing the City Administrator to enter into the State of California Outreach Agreement as set forth by the California Complete Count Census 2020 Office; and authorizing the City Administrator to designate the Office of Civic Engagement and Immigrant Affairs to conduct the activities required by the agreement.

01/15/19; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

01/17/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: Bill Barnes (Office of the City Administrator); Adrienne Pon, Director (Office of Civic Engagement and Immigrant Affairs); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Walton

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 10:40 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.