



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, Rafael Mandelman

Clerk: Linda Wong (415) 554-7719

Wednesday, September 4, 2019

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Sandra Lee Fewer, Catherine Stefani, and Rafael Mandelman

The Budget and Finance Committee met in regular session on Wednesday, September 4, 2019, with Chair Sandra Lee Fewer presiding.

ROLL CALL AND ANNOUNCEMENTS

Chair Fewer called the meeting to order at 10:02 a.m. On the call of the roll, Chair Fewer and Vice Chair Stefani were noted present. Member Mandelman was noted absent. A quorum was present.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

190760 [Accept and Expend In-Kind Gift - Retroactive - Naloxone Distribution Project - \$57,600]

Sponsors: Mayor; Mandelman and Ronen

Resolution retroactively authorizing the Police Department to accept and expend an in-kind gift of 768 units of Naloxone estimated at \$57,600 through the Naloxone Distribution Project, which is funded by the Substance Abuse and Mental Health Services Administration and administered by the California Department of Health Care Services to combat opioid overdose-related deaths, for the term of February 1, 2019, through May 30, 2019.

07/09/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/20/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Patrick Leung (Police Department); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

190460 [Waiver of Banner Fee - Retroactive - SOMA Pilipinas Filipino Cultural Heritage District]**Sponsor: Haney**

Ordinance retroactively waiving the banner fees under the Public Works Code for up to 300 banners placed on City-owned poles by SOMA Pilipinas, beginning September 24, 2018, to celebrate the culture and visibility of the Filipino Cultural Heritage District.

04/30/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Sub-Committee, expires on 5/30/2019.

05/13/19; REFERRED TO DEPARTMENT. Referred to the Public Works for informational purposes.

08/20/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Abigail Rivamonte Mesa (Office of Supervisor Matt Haney); provided an overview and responded to questions raised throughout the discussion.

Chair Fewer moved that this Ordinance be AMENDED, on Page 1, Line 4, after 'SOMA Pilipinas' by adding 'for an indefinite period'; and on Page 2, Lines 9-10, by adding, 'Additionally, SOMA Pilipinas may modify the content or design of the banners described in the ordinance without incurring a fee for posting new banners". The motion carried by the following vote:

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

Ordinance retroactively waiving the banner fees under the Public Works Code for up to 300 banners placed on City-owned poles by SOMA Pilipinas, for an indefinite period beginning September 24, 2018, to celebrate the culture and visibility of the Filipino Cultural Heritage District.

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

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

190795 [Multifamily Housing Revenue Note - Bernal Gateway 2 LP - Not to Exceed \$23,500,000]**Sponsors: Mayor; Ronen**

Resolution authorizing the execution and delivery of a multifamily housing revenue note in one or more series in an aggregate principal amount not to exceed \$23,500,000 for the purpose of providing financing for the construction of a 55-unit multifamily rental housing project known as "Bernal Gateway Apartments;" approving the form of and authorizing the execution of a funding loan agreement, providing the terms and conditions of the loan from the funding lender to the City, and the execution and delivery of the note; approving the form of and authorizing the execution of a project loan agreement providing the terms and conditions of the loan from the City to the borrower; approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; authorizing the collection of certain fees; approving modifications, changes, and additions to the documents; ratifying and approving any action heretofore taken in connection with the back-to-back loans, the note and the project, as defined herein; and granting general authority to City officials to take actions necessary to implement this Resolution; and related matters, as defined herein.

07/16/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/20/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Christina Mun (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Fewer, Stefani

Absent: 1 - Mandelman

Member Mandelman was noted present at 10:13 a.m.

190852 [Multifamily Housing Revenue Bonds - 480 Eddy Street - Not to Exceed \$19,350,000]

Sponsor: Mayor

Resolution declaring the intent of the City and County of San Francisco ("City") to reimburse certain expenditures from proceeds of future bonded indebtedness; authorizing the Director of the Mayor's Office of Housing and Community Development ("Director") to submit an application and related documents to the California Debt Limit Allocation Committee ("CDLAC") to permit the issuance of residential mortgage revenue bonds in an aggregate principal amount not to exceed \$19,350,000 for 480 Eddy Street; authorizing and directing the Director to direct the Controller's Office to hold in trust an amount not to exceed \$100,000 in accordance with CDLAC procedures; authorizing the Director to certify to CDLAC that the City has on deposit the required amount; authorizing the Director to pay an amount equal to such deposit to the State of California if the City fails to issue the residential mortgage revenue bonds; approving, for purposes of the Internal Revenue Code of 1986, as amended, the issuance and sale of residential mortgage revenue bonds by the City in an aggregate principal amount not to exceed \$19,350,000; authorizing and directing the execution of any documents necessary to implement this Resolution; and ratifying and approving any action heretofore taken in connection with the Project, as defined herein, and the Application, as defined herein. (Mayor's Office of Housing and Community Development)

07/30/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Caroline McCormack (Mayor's Office of Housing and Community Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190853 [Apply for Grant Application - California Department of Housing and Community Development - Housing for a Healthy California Article II Grant Funds - Not to Exceed \$14,300,000]

Sponsors: Mayor; Mandelman

Resolution authorizing the Mayor's Office of Housing and Community Development, on behalf of the City and County of San Francisco, to apply for and execute a grant application, as defined herein, under the California Department of Housing and Community Development Housing for a Healthy California Article II Grant, for an amount not to exceed \$14,300,000. (Mayor's Office of Housing and Community Development)

07/30/19; 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.

Member Mandelman moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190796 [Accept and Expend Gift - Retroactive - Julie Lepinard and JSLH Foundation - Artwork Entitled “La Rose des Vents” - Total Gift Value of \$576,743]**Sponsors: Fewer; Brown**

Resolution retroactively authorizing the Arts Commission to accept a gift of art, entitled “La Rose des Vents,” from the Julie Lepinard and JSLH Foundation valued at \$386,421; authorizing the installation of the artwork in front of the Conservatory of Flowers in Golden Gate Park; and authorizing the Arts Commission to accept and expend a donation from the Julie Lepinard & JSLH Foundation of \$190,322 for a total gift value of \$576,743 for the purpose of maintaining the artwork for a period of September 1, 2019, through September 23, 2039. (Arts Commission)

07/16/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/20/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Rachele Axel (Arts Commission); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

Chair Fewer requested File Nos. 190848, 190849, and 190835 be called together.

190848 [Sale of General Obligation Bonds - Clean and Safe Neighborhood Parks Bonds - Not to Exceed \$3,100,000]**Sponsors: Mayor; Fewer**

Resolution authorizing and directing the sale of not to exceed \$3,100,000 aggregate principal amount of City and County of San Francisco General Obligation Bonds (Clean and Safe Neighborhood Parks Bonds, 2012), Series 2019C; prescribing the form and terms of said bonds; authorizing the execution, authentication, and registration 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; providing for the manner of sale of said bonds by competitive or negotiated sale; approving the forms of Official Notice of Sale and Notice of Intention to Sell Bonds; directing the publication of the Notice of Intention to Sell Bonds; 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; declaring the City's official intent to reimburse certain expenditures; waiving the deadline for submission of Bond Accountability Reports; adopting findings under the California Environmental Quality Act (CEQA), CEQA Guidelines, and Chapter 31 of the Administrative Code; 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 said bonds, as defined herein. (Fiscal Impact)

07/30/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

Ayes: 3 - Fewer, Stefani, Mandelman

190849 [Sale of Taxable General Obligation Bonds (Affordable Housing, 2015), Series 2019D - Not to Exceed \$92,725,000]**Sponsors: Mayor; Fewer**

Resolution authorizing and directing the sale of not to exceed \$92,725,000 aggregate principal amount of City and County of San Francisco Taxable General Obligation Bonds (Affordable Housing, 2015), Series 2019D; 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)

07/30/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

Chair Fewer moved that this Resolution be RECOMMENDED by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190835 [Appropriation - 2012 General Obligation Parks Bond Proceeds - \$3,100,000 - 2015 General Obligation Housing Bond Proceeds - \$92,725,000 - FY2019-2020]**Sponsors: Mayor; Fewer**

Ordinance appropriating \$3,100,000 of proceeds from the 2012 General Obligation Parks Bond, Series 2019C, to the Port of San Francisco and appropriating \$92,725,000 of proceeds from the 2015 General Obligation Housing Bond, Series 2019D, to the Mayor's Office of Housing and Community Development in FY2019-2020 and placing \$95,825,000 on Controller's Reserve pending the sale of the bonds.

(Fiscal Impact)

07/30/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/29/2019.

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

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

Ayes: 3 - Fewer, Stefani, Mandelman

190836 [Appropriation - Fund Balance - San Francisco Seawall Earthquake Safety and Disaster Prevention Program - \$11,500,000 - FY2019-2020]**Sponsors: Mayor; Peskin**

Ordinance appropriating \$11,500,000 of fund balance to the Port for the San Francisco Seawall Earthquake Safety and Disaster Prevention Program in FY2019-2020.
(Fiscal Impact)

07/30/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/29/2019.

Heard in Committee. Speakers: Katharine Petrucione (Port of San Francisco); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Fewer, Stefani, Mandelman

190837 [Setting Property Tax Rate and Establishing Pass-Through Rate for Residential Tenants - FY2019-2020]**Sponsor: Mayor**

Ordinance levying property taxes at a combined rate of \$1.1771 on each \$100 valuation of taxable property for the City and County of San Francisco, San Francisco Unified School District, San Francisco County Office of Education, San Francisco Community College District, Bay Area Rapid Transit District, and Bay Area Air Quality Management District; and establishing a pass-through rate of \$0.0660 per \$100 of assessed value for residential tenants pursuant to Administrative Code, Chapter 37, for the fiscal year ending June 30, 2020.
(Fiscal Impact)

07/30/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/29/2019.

Heard in Committee. Speakers: James Whitaker (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 Fewer moved that this Ordinance be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

190649 [Finding of Fiscal Feasibility - Airport Shoreline Protection Program - San Francisco International Airport]

Resolution finding the proposed updated Airport Shoreline Protection Program at the San Francisco International Airport fiscally feasible and responsible pursuant to San Francisco Administrative Code, Chapter 29. (Airport Commission)
(Fiscal Impact)

05/28/19; RECEIVED FROM DEPARTMENT.

06/11/19; RECEIVED AND ASSIGNED to Budget and Finance Sub-Committee.

08/28/19; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speakers: None.

Chair Fewer moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of September 11, 2019. The motion carried by the following vote:

Ayes: 3 - Fewer, Stefani, Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 10:51 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.