



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, Hillary Ronen, Norman Yee

Clerk: Linda Wong (415) 554-7719

Thursday, June 6, 2019

1:00 PM

City Hall, Legislative Chamber, Room 250

Special Meeting

Present: 5 - Sandra Lee Fewer, Catherine Stefani, Rafael Mandelman, Hillary Ronen, and Norman Yee

The Special Meeting of the Budget and Finance Committee met in regular session on Thursday, June 6, 2019, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 1:09 p.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Fewer, Vice Chair Stefani, Member Mandelman, Member Ronen, and Member Yee were noted present. A quorum was present.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

190498 [Appropriation and De-Appropriation - Expenditures of \$400,000 Supporting District 7 Participatory Budgeting and Disaster Planning Projects - Expenditure of \$250,000 Supporting District 7 Vision Zero Projects - FY2018-2019]

Sponsor: Yee

Ordinance de-appropriating \$400,000 from District 7 General City Responsibility and appropriating \$300,000 to various departments to support District 7 Participatory Budgeting projects and \$100,000 to the Office of the City Administrator to support District 7 Disaster Planning projects; and de-appropriating \$250,000 from the San Francisco Municipal Transportation Agency (SFMTA) and appropriating \$250,000 to support various District 7 Vision Zero projects at SFMTA in FY2018-2019. (Fiscal Impact)

05/07/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 6/6/2019.

05/14/19; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee. President Yee introduced a substitute Ordinance bearing the same title, and waived the 30-Day Rule pursuant to Board Rule 3.22.

Heard in Committee. Speaker: Dan Archer (Budget and Legislative Analyst Office); presented information and answered questions raised throughout the discussion.

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

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

Chair Fewer requested that File Nos. 190500 and 190494 be called together.

190500 [General Obligation Bonds - Earthquake Safety and Emergency Response - Not to Exceed \$628,500,000]

Sponsors: Mayor; Fewer, Stefani and Mar

Resolution determining and declaring that the public interest and necessity demand the construction, acquisition, improvement, renovation, and seismic retrofitting of the Emergency Firefighting Water System, firefighting facilities and infrastructure, police facilities and infrastructure, facilities for the Department of Emergency Management's 911 Call Center, and other disaster response facilities and infrastructure for earthquake and public safety and related costs necessary or convenient for the foregoing purposes; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants in accordance with Administrative Code, Chapter 37; finding that the estimated cost of \$628,500,000 for such proposed project is and will be too great to be paid out of the ordinary annual income and revenue of the City and County and will require expenditures greater than the amount allowed therefor by the annual tax levy; reciting the estimated cost of such proposed project; fixing the maximum rate of interest on such bonds and providing for the levy and collection of taxes to pay both principal and interest; finding that a portion of the proposed bond is not a project under the California Environmental Quality Act (CEQA) and adopting findings under CEQA for the remaining portion of the proposed bond; finding that the proposed bond is in conformity with the eight priority policies of Planning Code, Section 101.1(b), and is consistent with the General Plan; complying with the restrictions on the use of bond proceeds specified in California Government Code, Section 53410; and waiving the time requirements specified in Administrative Code, Section 2.34.
(Fiscal Impact)

05/07/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/21/19; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review and determination regarding consistency with the City's General Plan and eight priority policies of Planning Code, Section 101.1; Office of the Controller for financial analysis report; and Mayor's Office, Office of the City Attorney, Department of Elections, Ethics Commission, Office of the City Administrator, Department of Emergency Management, Fire Department, Police Department, Office of the Treasurer and Tax Collector, Real Estate Division, Office of Contract Administration, Office of Civic Engagement and Immigrant Affairs, Office of Small Business, Public Works, and Citizens General Obligation Bond Oversight Committee for reports and/or comments, pursuant to Rules of Order 2.22.4.

05/30/19; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c)(2) and to be in-conformity with the General Plan.

Heard in Committee. Speakers: Dan Archer (Budget and Legislative Analyst Office); Naomi Kelly, City Administrator (Office of the City Administrator); Charles Higuera (Public Works); presented information and answered questions raised throughout the discussion. Brad Edwards; Mr. Wright; Speaker; spoke on various concerns relating to the hearing matter.

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

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190494 [General Obligation Bond Election - Earthquake Safety and Emergency Response - Not to Exceed \$628,500,000]**Sponsors: Mayor; Fewer, Stefani and Mar**

Ordinance calling and providing for a special election to be held in the City and County of San Francisco on Tuesday, March 3, 2020, for the purpose of submitting to San Francisco voters a proposition to incur the following bonded debt of the City and County: \$628,500,000 to finance the construction, acquisition, improvement, renovation, and seismic retrofitting of the Emergency Firefighting Water System, firefighting facilities and infrastructure, police facilities and infrastructure, facilities for the Department of Emergency Management's 911 Call Center, and other disaster response facilities and infrastructure for earthquake and public safety and related costs necessary or convenient for the foregoing purposes; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants in accordance with Administrative Code, Chapter 37; finding that the estimated cost of such proposed project is and will be too great to be paid out of the ordinary annual income and revenue of the City and County and will require expenditures greater than the amount allowed therefor by the annual tax levy; reciting the estimated cost of such proposed project; fixing the date of election and the manner of holding such election and the procedure for voting for or against the proposition; fixing the maximum rate of interest on such bonds and providing for the levy and collection of taxes to pay both principal and interest; prescribing notice to be given of such election; finding that a portion of the proposed bond is not a project under the California Environmental Quality Act (CEQA) and adopting findings under CEQA for the remaining portion of the proposed bond; finding that the proposed bond is in conformity with the eight priority policies of Planning Code, Section 101.1(b), and is consistent with the General Plan; consolidating the special election with the general election; establishing the election precincts, voting places, and officers for the election; waiving the word limitation on ballot propositions imposed by Municipal Elections Code, Section 510; complying with the restrictions on the use of bond proceeds specified in California Government Code, Section 53410; incorporating the provisions of Administrative Code, Sections 5.30-5.36; and waiving the time requirements specified in Administrative Code, Section 2.34.

05/07/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 6/6/2019.

05/21/19; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review and determination regarding consistency with the City's General Plan and eight priority policies of Planning Code, Section 101.1; Office of the Controller for financial analysis report; and Mayor's Office, Office of the City Attorney, Department of Elections, Ethics Commission, Office of the City Administrator, Department of Emergency Management, Fire Department, Police Department, Office of the Treasurer and Tax Collector, Real Estate Division, Office of Contract Administration, Office of Civic Engagement and Immigrant Affairs, Office of Small Business, Public Works, and Citizens General Obligation Bond Oversight Committee for reports and/or comments, pursuant to Rules of Order 2.22.4.

05/30/19; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c)(2) and to be in-conformity with the General Plan.

Heard in Committee. Speakers: Dan Archer (Budget and Legislative Analyst Office); Naomi Kelly, City Administrator (Office of the City Administrator); Charles Higuera (Public Works); presented information and answered questions raised throughout the discussion. Brad Edwards; Mr. Wright; Speaker; spoke on various concerns relating to the hearing matter.

Chair Fewer moved that this Ordinance be AMENDED, AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 3, Line 8, by adding 'average' before 'tax rate'; on Page 3, Line 9, by striking 'estimated' and replacing it with 'projected average'; and on Page 3, Line 10, by striking 'up to' after 'of'. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

Chair Fewer moved that this Ordinance be CONTINUED AS AMENDED to the Special Meeting of the Budget and Finance Committee on June 13, 2019. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190501 [General Obligation Bonds - Affordable Housing - Not to Exceed \$500,000,000]**Sponsors: Mayor; Yee, Brown, Safai, Walton and Stefani**

Resolution determining and declaring that the public interest and necessity demand the construction, development, acquisition, improvement, rehabilitation, preservation and repair of affordable housing improvements and related costs necessary or convenient for the foregoing purposes; to be financed through bonded indebtedness in an amount not to exceed \$500,000,000; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; adopting findings under the California Environmental Quality Act; and finding that the proposed bond is in conformity with the General Plan, and the eight priority policies of Planning Code, Section 101.1(b).

(Fiscal Impact)

05/07/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

05/14/19; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review and determination regarding consistency with the City's General Plan and the eight priority policies of Planning Code, Section 101.1; Mayor's Office, Office of the City Attorney, Department of Elections, Ethics Commission, Office of the City Administrator, Mayor's Office of Housing and Community Development, Housing Authority, and the San Francisco Unified School District for informational purposes.

05/16/19; REFERRED TO DEPARTMENT. Referred to the Office of the Controller for financial analysis report.

05/30/19; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c)(2) and to be in-conformity with the General Plan.

Heard in Committee. Speakers: Dan Archer (Budget and Legislative Analyst Office); Kate Hartley, Director (Mayor's Office of Housing and Community Development); presented information and answered questions raised throughout the discussion. Curtis Bradford (Tenderloin People's Congress); Anni Chung (Self-Help for the Elderly); Uzuri Pease-Greene; Fernando Marti (Council of Community Housing Organizations); Myrna Melgar, President (Planning Commission); Gail; Doug Shoemaker (Mercy Housing); Sam Moss (Mission Housing Development Corporation); Tony Robles and Theresa Flandric (Senior and Disability Action); Lorraine Pietty; Maya Chupkov (Council of Community Housing Organizations); Tomiql Moss (Hamilton Families); Theresa Imperial, Director (Bill Sorro Housing Program); Tutafu; Malcolm Yeung; C.W. Johnson; Jessica Bowman (Senior and Disability Action); Alexandra Goldman (Tenderloin Neighborhood Development Corporation); Laura Foote and Julia Teitelbaum (YIMBY Action); Lafu Seimanu; Roberto Y. Hernandez (Our Mission No Eviction); Drew Jenkins; Ken Tray; Advella Romez; Peter Popunipolus; Sara Shortt (Community Housing Partnership); Reverend Townsend; Carlos N.; Matthias Mormino (Chinatown CDC); Sarah Wan (Asian and Pacific Islander Council); Gen Fujioka (Chinatown CDC); Speaker; Lorenzo; spoke in support of the hearing matter. Mr. Wright; Calvin Welch; Speaker; spoke on various concerns relating to the hearing matter.

Member Yee, seconded by Chair Fewer, moved that this Resolution be CONTINUED to the Special Meeting of the Budget and Finance Committee on June 13, 2019. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

190495 [General Obligation Bond Election - Affordable Housing - Not to Exceed \$500,000,000]**Sponsors: Mayor; Yee, Brown, Safai, Walton and Stefani**

Ordinance calling and providing for a special election to be held in the City and County of San Francisco on Tuesday, November 5, 2019, for the purpose of submitting to San Francisco voters a proposition to incur bonded indebtedness not to exceed \$500,000,000 to finance the construction, development, acquisition, improvement, rehabilitation, preservation, and repair of affordable housing improvements, and related costs necessary or convenient for the foregoing purposes; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such Bonds; incorporating the provisions regarding the Citizens' General Obligation Bond Oversight Committee's review of Affordable Housing Bond expenditures in Administrative Code, Sections 5.30-5.36; setting certain procedures and requirements for the election; adopting findings under the California Environmental Quality Act; and finding that the proposed Bonds are in conformity with the General Plan, and the eight priority policies of Planning Code, Section 101.1(b).

05/07/19; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 6/6/2019.

05/14/19; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review and determination regarding consistency with the City's General Plan and the eight priority policies of Planning Code, Section 101.1; Mayor's Office, Office of the City Attorney, Department of Elections, Ethics Commission, Office of the City Administrator, Housing Authority, San Francisco Unified School District, Rent Board, Office of Contract Administration, Mayor's Office of Housing and Community Development, Office of the Controller, Capital Planning Program, Office of the Treasurer and Tax Collector, and Citizens General Obligation Bond Oversight Committee for informational purposes.

05/16/19; REFERRED TO DEPARTMENT. Referred to the Office of the Controller for financial analysis report.

05/30/19; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060 (c)(2) and to be in-conformity with the General Plan.

Heard in Committee. Speakers: Dan Archer (Budget and Legislative Analyst Office); Kate Hartley, Director (Mayor's Office of Housing and Community Development); presented information and answered questions raised throughout the discussion. Curtis Bradford (Tenderloin People's Congress); Anni Chung (Self-Help for the Elderly); Uzuri Pease-Greene; Fernando Marti (Council of Community Housing Organizations); Myrna Melgar, President (Planning Commission); Gail; Doug Shoemaker (Mercy Housing); Sam Moss (Mission Housing Development Corporation); Tony Robles and Theresa Flandric (Senior and Disability Action); Lorraine Pietty; Maya Chupkov (Council of Community Housing Organizations); Tomiql Moss (Hamilton Families); Theresa Imperial, Director (Bill Sorro Housing Program); Tutafu; Malcolm Yeung; C.W. Johnson; Jessica Bowman (Senior and Disability Action); Alexandra Goldman (Tenderloin Neighborhood Development Corporation); Laura Foote and Julia Teitelbaum (YIMBY Action); Lafu Seiemanu; Roberto Y. Hernandez (Our Mission No Eviction); Drew Jenkins; Ken Tray; Advelle Romez; Peter Popunipolus; Sara Shortt (Community Housing Partnership); Reverend Townsend; Carlos N.; Matthias Mormino (Chinatown CDC); Sarah Wan (Asian and Pacific Islander Council); Gen Fujioka (Chinatown CDC); Speaker; Lorenzo; spoke in support of the hearing matter. Mr. Wright; Calvin Welch; Speaker; spoke on various concerns relating to the hearing matter.

Member Yee, seconded by Chair Fewer, moved that this Ordinance be CONTINUED to the Special Meeting of the Budget and Finance Committee on June 13, 2019. The motion carried by the following vote:

Ayes: 5 - Fewer, Stefani, Mandelman, Ronen, Yee

Member Yee was noted absent at 3:03 p.m. and for the remainder of the meeting.

190122 [Hearing - Budget Priorities - Youth Commission - FYs 2019-2020 and 2020-2021]**Sponsor: Fewer**

Hearing to identify the Youth Commission's budget priorities for FYs 2019-2020 and 2020-2021; and requesting the Youth Commission to report.

01/29/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/13/19; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Commissioners Calvin Quick, Maggie Dong, Charley Obermeyer; Nora Hylton, and JoJo Ty (Youth Commission); provided an overview and responded to questions raised throughout the discussion.

Heard in Committee. Speakers: Calvin Quick, Commissioners Drew Min, Maggie Dong, Jose Ty, Nora Hylton, and Alexander Hirji (Youth Commission); presented information and answered questions raised throughout the discussion.

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

Ayes: 4 - Fewer, Stefani, Mandelman, Ronen

Absent: 1 - Yee

ADJOURNMENT

There being no further business, the Special Meeting of the Budget and Finance Committee adjourned at the hour of 3:37 p.m.

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