



**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, Shamann Walton, Rafael Mandelman*

*Clerk: Linda Wong (415) 554-7719*

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**Wednesday, February 26, 2020**

**10:00 AM**

**City Hall, Legislative Chamber, Room 250**

**Regular Meeting**

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**Present:** 3 - Sandra Lee Fewer, Shamann Walton, and Rafael Mandelman

*The Budget and Finance Committee met in regular session on Wednesday, February 26, 2020, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:06 a.m.*

## **ROLL CALL AND ANNOUNCEMENTS**

*On the call of the roll, Chair Fewer, Vice Chair Walton, and Member Mandelman were noted present. A quorum was present.*

## **AGENDA CHANGES**

*There were no agenda changes.*

## REGULAR AGENDA

*Chair Fewer requested File Nos. 200088, 200089, and 200038 be called together.*

### **200088 [General Obligation Refunding Bonds - Not to Exceed \$1,482,995,000]**

#### **Sponsor: Mayor**

Resolution authorizing the issuance from time to time, in one or more series, of not to exceed \$1,482,995,000 aggregate principal amount of City and County of San Francisco General Obligation Refunding Bonds (Bonds), including an initial Series or Series of such Bonds in an aggregate principal amount not to exceed \$255,000,000 to be designated as "City and County of San Francisco General Obligation Refunding Bonds, Series 2020-R1" (Series 2020-R1 Bonds), to refund certain outstanding General Obligation Bonds of the City (Prior Bonds); approving the form and terms of said Bonds; authorizing the execution, authentication and registration of said Bonds; providing for the appointment of Depositories, Verification Agents, and other Agents for said Bonds; approving the form and authorizing the execution and delivery of Escrow Agreement(s) relating to the Prior Bonds; approving and directing the tax levy for repayment of said Bonds; approving procedures for competitive or negotiated sales including approving forms of Official Notice of Sale and Notice of Intention to Sell said Bonds and authorizing the selection of Underwriter(s) and the execution and delivery of Bond Purchase Contract(s); approving the form and authorizing the execution and delivery of Continuing Disclosure Certificates; approving the form and authorizing the distribution of the Preliminary Official Statement and authorizing the execution, delivery, and distribution of the Official Statement for the Series 2020-R1 Bonds; authorizing payment of Costs of Issuance of said Bonds; approving modifications to documents; ratifying actions previously taken; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of the Bonds, including the Series 2020-R1 Bonds and the Prior Bonds.  
(Fiscal Impact)

01/28/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/12/20; CONTINUED. Heard in Committee. Speaker: Anna Van Degna (Office of the Controller); provided an overview and responded to questions raised throughout the discussion.

*Heard in Committee. Speakers: Vishal Trivedi, Luke Brewer, and Anna Van Degna (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 Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by amending Section 4(c)(i) to state: 'The City's current policy, based on GFOA recommended standards, is that the present value of the savings on debt service of each series of refunding bonds will be 3 percent or greater in total than the present value of the par of the bonds to be refunded. The discount rate to calculate present value should be either (a) true interest cost of the series of the refunding bonds, or (b) the discount rate that equates future debt service costs to the series of refunding bonds to their purchase price'; by amending Section 4(c)(ii) to clarify that it is mandated by Title 5, Article 4.5, Section 53508(d) of the California Government Code that the Series of Bonds shall not have a true interest cost in excess of twelve percent (12%); and by making other conforming and clarifying amendments. The motion carried by the following vote:**

Ayes: 3 - Fewer, Walton, Mandelman

Resolution authorizing the issuance from time to time on a tax-exempt or taxable basis, in one or more series, of not to exceed \$1,482,995,000 aggregate principal amount of the City and County of San Francisco General Obligation Refunding Bonds (Bonds), including an initial Series or Series of such Bonds in an aggregate principal amount not to exceed \$255,000,000 to be designated as "City and County of San Francisco General Obligation Refunding Bonds, Series 2020-R1" (Series 2020-R1 Bonds), to refund certain outstanding General Obligation Bonds of the City (Prior Bonds); approving the form and terms of said Bonds; authorizing the execution, authentication and registration of said Bonds; providing for the appointment of Depositories, Verification Agents and other Agents for said Bonds; approving the form and authorizing the execution and delivery of Escrow Agreement(s) relating to the Prior Bonds; approving and directing the tax levy for repayment of said Bonds; approving procedures for competitive or negotiated sales including approving forms of Official Notice of Sale and Notice of Intention to Sell said Bonds and authorizing the selection of Underwriter(s) and the execution and delivery of Bond Purchase Contract(s); approving the form and authorizing the execution and delivery of Continuing Disclosure Certificates; approving the form and authorizing the distribution of the Preliminary Official Statement and authorizing the execution, delivery and distribution of the Official Statement for the Series 2020-R1 Bonds; authorizing payment of Costs of Issuance of said Bonds; approving modifications to documents; ratifying actions previously taken; and granting general authority to City Officials to take necessary actions in connection with the authorization, issuance, sale and delivery of the Bonds, including the Series 2020-R1 Bonds and the Prior Bonds.

(Fiscal Impact)

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

Ayes: 3 - Fewer, Walton, Mandelman

#### **200089 [Debt Policy - Controller's Office of Public Finance]**

**Sponsor: Mayor**

Resolution approving the Controller's Office of Public Finance Debt Policy in accordance with California Government Code, Section 8855; and determining other matters in connection therewith, as defined herein.

01/28/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/12/20; CONTINUED. Heard in Committee. Speaker: Anna Van Degna (Office of the Controller); provided an overview and responded to questions raised throughout the discussion.

*Heard in Committee. Speakers: Vishal Trivedi, Luke Brewer, and Anna Van Degna (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 Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Lines 19-20, by removing 'changes in best practices, or as otherwise recommended by the City's municipal advisors as are necessary or desirable'. The motion carried by the following vote:**

Ayes: 3 - Fewer, Walton, Mandelman

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

Ayes: 3 - Fewer, Walton, Mandelman

**200038 [Appropriation - Refunding General Obligation Bond Proceeds - \$255,000,000 - FY2019-2020]****Sponsor: Mayor**

Ordinance appropriating not to exceed \$255,000,000 from the issuance of one or more series of Refunding General Obligation Bonds; and placing such amount on Controller's reserve subject to the closing of one or more refunding transactions for FY2019-2020.

(Fiscal Impact)

01/14/20; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 2/13/2020.

*Heard in Committee. Speakers: Vishal Trivedi, Luke Brewer, and Anna Van Degna (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 Resolution be RECOMMENDED. The motion carried by the following vote:**

Ayes: 3 - Fewer, Walton, Mandelman

*President Norman Yee appointed Supervisor Matt Haney, in place of Supervisor Shamann Walton, to the Budget and Finance Committee meeting of February 26, 2020, beginning at 10:30 a.m.*

*Member Haney was noted present at 10:33 a.m.*

*Member Walton was noted absent at 10:35 a.m. and for the remainder of the meeting.*

**Present:** 3 - Sandra Lee Fewer, Rafael Mandelman, and Matt Haney

**Excused:** 1 - Shamann Walton

**Supervisor Walton Excused from Attendance**

**Chair Fewer moved that Supervisor Walton be excused from the Budget and Finance Committee meeting of February 26, 2020, beginning at 10:30 a.m. and for the remainder of the meeting. The motion carried by the following vote:**

Ayes: 3 - Fewer, Mandelman, Haney

Excused: 1 - Walton

**200090 [Contract Agreement - Universal Protection Service, LP, dba Allied Universal Security Services - Armed and Unarmed Security Guard Services - Not to Exceed \$59,028,401]**

**Sponsor: Mayor**

Resolution approving San Francisco Municipal Transportation Agency (SFMTA) Contract No. 2018-48 for armed and unarmed security guard services with Universal Protection Service, LP, dba Allied Universal Security Services, in an amount not to exceed \$59,028,401 for a three-year term to commence on the effective date following Board approval, with three one-year options to extend at the discretion of the Director of Transportation; and affirming the SFMTA determination under the California Environmental Quality Act. (Municipal Transportation Agency)  
(Fiscal Impact)

01/28/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Glenn Mar (San Francisco Municipal Transportation Agency); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Hatchi Bright; Ms. Geen; Roger Malango; spoke in support of the hearing matter.*

**Chair Fewer moved that this Resolution be AMENDED to clarify that the contract not-to-exceed amount is \$28,119,281 for the initial three-year term, with a total not to exceed \$59,028,401 if the three one-year options to extend are exercised. The motion carried by the following vote:**

Ayes: 3 - Fewer, Mandelman, Haney

Excused: 1 - Walton

Resolution approving San Francisco Municipal Transportation Agency (SFMTA) Contract No. 2018-48 for armed and unarmed security guard services with Universal Protection Service, LP, dba Allied Universal Security Services, in an amount not to exceed \$28,119,281 for an initial three-year term to commence on the effective date following Board approval, and for an amount not to exceed \$59,028,401 should the Director of Transportation, in their discretion, elect to exercise all three one-year options to extend the Contract; and affirming the SFMTA determination under the California Environmental Quality Act. (Municipal Transportation Agency)  
(Fiscal Impact)

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

Ayes: 3 - Fewer, Mandelman, Haney

Excused: 1 - Walton

**190910 [Accept and Expend Gift - San Francisco 722 Montgomery, LLC - Citywide Affordable Housing Fund - \$100,000]****Sponsor: Peskin**

Resolution authorizing the Mayor's Office of Housing and Community Development to accept and expend a gift of \$100,000 from San Francisco 722 Montgomery, LLC, to the Citywide Affordable Housing Fund. (Mayor's Office of Housing and Community Development)

09/03/19; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker: Molly Cohen (Office of the Treasurer and Tax Collector); 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, Walton, Mandelman*

*Chair Fewer moved to rescind the previous vote. The motion carried by the following vote:*

*Ayes: 3 - Fewer, Mandelman, Haney*

*Excused: 1 - Walton*

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

Ayes: 3 - Fewer, Mandelman, Haney

Excused: 1 - Walton

**200110 [Public Auction - Tax-Defaulted Real Property]**

Resolution authorizing Tax Collector to sell at public auction certain parcels of tax-defaulted real property, as defined herein. (Treasurer-Tax Collector)

01/31/20; RECEIVED FROM DEPARTMENT.

02/11/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speaker: Molly Cohen (Office of the Treasurer and Tax Collector); 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, Mandelman, Haney

Excused: 1 - Walton

**200005 [Airport Professional Services Agreement Modification - FSP PPM Management, LLC - Curbside Management Services - Not to Exceed \$29,950,859]**

Resolution approving Modification No. 1 to Airport Contract No. 50085, Curbside Management Services, with FSP PPM Management, LLC, to increase the contract amount by \$10,428,565 for a new not to exceed amount of \$29,950,859; and to exercise the one one-year option to extend the term from July 1, 2020, through June 30, 2021, pursuant to Charter, Section 9.118(b). (Airport Commission)  
(Fiscal Impact)

12/16/19; RECEIVED FROM DEPARTMENT.

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Cathy Widener (Airport); 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 CONTINUED to the Budget and Finance Committee meeting of March 4, 2020. The motion carried by the following vote:**

Ayes: 3 - Fewer, Mandelman, Haney

Excused: 1 - Walton

**200082 [Modification to License and Services Agreement - Airport Research and Development Foundation - Application-Based Commercial Ground Transportation Trip Fee Collection Services - Aggregate Amount Not to Exceed \$1,682,000]**

Resolution approving Modification No. 2 to License and Services Agreement No. 50037 between the City and County of San Francisco, acting by and through its Airport Commission, and Airport Research and Development Foundation, a not-for-profit corporation, to extend the services term of the Agreement for use of application-based commercial ground transportation trip fee collection services for three years through March 12, 2023; reduce the cap of the Administrative Services Fee from \$250,000 to an amount not to exceed \$144,000 annually for the period of March 13, 2020, through March 12, 2023, for an aggregate amount not to exceed \$1,682,000 for the total term of March 12, 2015, through March 12, 2023; and provide for one two-year renewal option to extend. (Airport Commission)  
(Fiscal Impact)

01/23/20; RECEIVED FROM DEPARTMENT.

02/04/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Cathy Widener (Airport); 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, Mandelman, Haney

Excused: 1 - Walton

**200032 [Accept and Expend Grant - Retroactive - Department of Homeland Security Federal Emergency Management Agency - Port Security Grant Program - \$298,414]**

**Sponsor: Stefani**

Resolution retroactively authorizing the Police Department to accept and expend a grant in the amount of \$298,414 from the Department of Homeland Security Federal Emergency Management Agency to purchase an underwater remote operated vehicle, for the period of September 1, 2019, through August 31, 2022, and waiving indirect costs. (Police Department)

01/07/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Andrew Mullan (Office of Supervisor Catherine Stefani); 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: 3 - Fewer, Mandelman, Haney

Excused: 1 - Walton

*Member Haney was noted absent at 11:16 a.m. and for the remainder of the meeting.*

**200044 [Lease of Real Property - 33 Gough LLC - 33 Gough Street - Base Annual Rent of \$1,259,300]**

**Sponsors: Mayor; Haney**

Resolution approving and authorizing the Director of Property, on behalf of the Department of Homelessness and Supportive Housing, to lease real property located at 33 Gough Street, for a term of three years, from 33 Gough LLC, at a base rent of \$1,259,300 per year; and authorizing the Director of Property to execute documents, make certain modifications and take certain actions in furtherance of the Lease and this Resolution, as defined herein, to commence following Board approval. (Department of Homelessness and Supportive Housing)  
(Fiscal Impact)

01/14/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

*Heard in Committee. Speakers: Gigi Whitley (Department of Homelessness and Supportive Housing); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Corey Smith; Mr. Garcia; spoke in support of the hearing matter.*

*(Supervisor Haney requested to be added as a co-sponsor.)*

**Chair Fewer moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 3, Line 8, by removing 'now, therefore, be it' and adding 'and'; and, on Page 3, Lines 9-11, by adding, 'WHEREAS, HSH and the District Supervisor have agreed to convene regular neighborhood meetings with the community surrounding the new facility and provide updates, including but not limited to reporting on the number of clients served and outcomes; and'; Lines 12-13, by adding 'WHEREAS, HSH, in conjunction with the service provider, has agreed to establish a Good Neighbor Policy for the Navigation Center; and'; and, Lines 14-15, by adding 'WHEREAS, HSH has created a neighborhood outreach zone to offer outreach and initial priority access to unhoused neighbors near the facility; now, therefore, be it'. The motion carried by the following vote:**

Ayes: 2 - Fewer, Mandelman

Excused: 1 - Walton

Absent: 1 - Haney



(Fiscal Impact)

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

Ayes: 2 - Fewer, Mandelman

Excused: 1 - Walton

Absent: 1 - Haney

## **ADJOURNMENT**

*There being no further business, the Budget and Finance Committee adjourned at the hour of 11:24 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.*