



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

Wednesday, March 25, 2020

10:00 AM

Regular Meeting

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

The Budget and Finance Committee met in remote session on Wednesday, March 25, 2020, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:02 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

200217 [Ground Lease - California Barrel Company LLC - Potrero Power Station Mixed-Use Project - \$1 Annual Base Rent]

Sponsors: Mayor; Walton

Resolution approving a Ground Lease between the City, acting by and through the Port Commission, and California Barrel Company LLC, for approximately 1.6 acres of shoreline property adjacent to the Potrero Power Station site generally bounded by 22nd Street to the north, the San Francisco Bay to the east, 23rd Street to the south, and Illinois Street to the west, for publicly-accessible open space for a term of 66 years at an annual base rent of \$1; and adopting findings under the California Environmental Quality Act.

(Fiscal Impact)

02/25/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

03/18/20; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Jon Lau (Office of Economic and Workforce Development); 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

200166 [Agreement - GEI Consultants, Inc. - Planning, Design, and Engineering Services - Not to Exceed \$11,000,000]

Resolution authorizing the General Manager of the Public Utilities Commission to execute an Agreement with GEI Consultants, Inc. for planning, design, and possibly engineering support with an agreement amount not to exceed \$11,000,000 with a term not to exceed 11 years, for the anticipated period of April 2020 through April 2031, pursuant to Charter, Section 9.118(b). (Public Utilities Commission)

(Fiscal Impact)

02/13/20; RECEIVED FROM DEPARTMENT.

02/25/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

03/18/20; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Megan Imperial and Calvin Huey (Public Utilities Commission); 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

200209 [Accept and Expend Grant] - Retroactive - Board of State and Community Corrections (BSCC) - Recruitment and Training - \$365,700]

Resolution retroactively authorizing the Sheriff's Department of the City and County of San Francisco to accept and expend \$365,700 from the Board of State and Community Corrections (BSCC) to assist local agencies for recruitment and training of corrections and probations personnel adherence to standards established by BSCC from July 1, 2019, through June 30, 2020. (Sheriff)

02/21/20; RECEIVED FROM DEPARTMENT.

03/03/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

03/18/20; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speaker: Crispin Hollins (Sheriff's 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, Walton, Mandelman

200224 [Accept and Expend Grant - Retroactive - County Victim Services Program - California Governor's Office of Emergency Services - \$451,544]

Sponsor: Preston

Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant in the amount of \$451,544 from the California Governor's Office of Emergency Services for the County Victim Services Program, for the grant period of January 1, 2020, through December 31, 2020.

02/25/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

03/18/20; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speaker: Gena Castro-Rodriguez (Office of the District Attorney); 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

200245 [Variable Rate Multifamily Housing Revenue Bonds - Transbay Block 8 - Not to Exceed \$211,920,000]

Sponsor: Mayor

Resolution authorizing certain amendments to the Indenture of Trust and the Loan Agreement relating to the City's variable rate multifamily housing revenue bonds, currently outstanding in an aggregate principal amount of \$211,920,000 issued in 2016 for the purpose of providing financing for the acquisition, development, and construction of a 350-unit multifamily rental housing project located at 450 Folsom Street (originally known as the "Transbay Block 8 Tower Apartments" and also now known as "Avery 450"); authorizing the collection of certain fees; ratifying and approving any action heretofore taken in connection with the bonds, the notes, and the projects, as defined herein; granting general authority to City officials to take actions necessary to implement this Resolution, as defined herein, subject to the terms of this Resolution, as defined herein; and related matters, as defined herein.

03/03/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

03/18/20; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: None.

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

Ayes: 3 - Fewer, Walton, Mandelman

200246 [Contract Amendment - Tides Center - Supportive Housing Property Management Services - Delivering Innovation in Supportive Housing Program - Not to Exceed \$29,538,357]

Sponsor: Mayor

Resolution approving the first amendment to the contract between the City and County of San Francisco and the Tides Center to provide supportive housing property management services at six City leased sites by the Delivering Innovation in Supportive Housing Program to help formerly homeless tenants maintain housing and stability; to extend the contract term by four years, for a total period of July 1, 2019, through June 30, 2024; and to increase the contract amount by \$23,730,364 for a total contract amount not to exceed \$29,538,357.
(Fiscal Impact)

03/03/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Emily Cohen (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.

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

Ayes: 3 - Fewer, Walton, Mandelman

200275 [Issuance and Sale of Revenue Obligations - California Enterprise Development Authority - San Francisco University High School - Not to Exceed \$19,000,000]

Sponsor: Stefani

Resolution approving for purposes of Internal Revenue Code, Section 147(f), the Issuance and Sale of Revenue Obligations by the California Enterprise Development Authority in an aggregate principal amount not to exceed \$19,000,000 to finance or refinance the acquisition, construction, renovation, rehabilitation, improvement and/or equipping of educational and related facilities to be owned and operated by San Francisco University High School, a California nonprofit public benefit corporation.

03/10/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Julia Eells (San Francisco University High School); 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 requested File Nos. 200164 and 200165 be called together.

200164 [Contract Amendment - Richmond Area Multi-Services, Inc. - Behavioral Health Services - Adults, Older Adults, and Transitional Age Youth - Not to Exceed \$23,467,824]

Resolution approving Amendment No. 1 to the agreement between Richmond Area Multi-Services, Inc. and the Department of Public Health for behavioral health services for adults, older adults, and Transitional Age Youth, to increase the agreement amount by \$13,885,229 for an amount not to exceed \$23,880,457; and to extend the term by three years, for a total agreement term of July 1, 2018, through June 30, 2023. (Public Health Department)
(Fiscal Impact)

02/12/20; RECEIVED FROM DEPARTMENT.

02/25/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Alison Lustbader (Department of Public Health); 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, to reduce the proposed not to exceed amount by \$412,633 from \$23,880,457 to \$23,467,824 and reduce the proposed increase of \$13,885,229 to \$13,472,596. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Resolution approving Amendment No. 1 to the agreement between Richmond Area Multi-Services, Inc. and the Department of Public Health for behavioral health services for adults, older adults, and Transitional Age Youth, to increase the agreement amount by \$13,472,596 for an amount not to exceed \$23,467,824; and to extend the term by three years, from June 30, 2020, for a total agreement term of July 1, 2018, through June 30, 2023. (Public Health Department)
(Fiscal Impact)

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

Ayes: 3 - Fewer, Walton, Mandelman

200165 [Contract Amendment - Richmond Area Multi-Services, Inc. - Behavioral Health Services - Children, Adolescents, and Their Families - Not to Exceed \$26,069,776]

Resolution approving Amendment No. 1 to the agreement between Richmond Area Multi-Services, Inc. and the Department of Public Health for behavioral health services for children, adolescents, and their families, to increase the agreement amount by \$16,390,571 for an amount not to exceed \$26,069,776; and to extend the term by three years, for a total agreement term of July 1, 2018, through June 30, 2023. (Public Health Department)
(Fiscal Impact)

02/12/20; RECEIVED FROM DEPARTMENT.

02/25/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Alison Lustbader (Department of Public Health); 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

Chair Fewer requested File Nos. 200296 and 200297 be called together.

200296 [Authorization to Borrow Funds - Short-Term Loan Program for SARS-CoV-2 Impacted Small Businesses - Treasurer-Tax Collector - Line of Credit Amount Not to Exceed \$20,000,000]

Sponsors: Ronen; Haney, Preston, Mar and Walton

Ordinance authorizing the Treasurer to secure a short-term line of credit in an amount not to exceed \$20,000,000, or in the alternative, partner with one or more financial institutions, for the purpose of providing short-term emergency unsecured loans to small businesses with a physical location in San Francisco that are unable to meet rent, mortgage, or other fixed operating costs as a result of the economic downturn caused by SARS-CoV-2.

03/17/20; ASSIGNED to Budget and Finance Committee. 3/19/20 - President Yee waived the 30-day rule pursuant to Board Rule No. 3.22.

Heard in Committee. Speakers: Supervisor Hillary Ronen (Board of Supervisors); Ben Rosenfield, City Controller (Office of the Controller); Anne Pearson (Office of the City Attorney); 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 AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 3, Lines 2-4, after 'program' by adding 'including but not limited to adding criteria for small businesses to be eligible for the loans so that the program is able to serve businesses at highest risk of permanent closure' and on Page 3, Line 19, by striking '\$1,100,000' and adding '\$2,500,000'. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Vice Chair Walton moved that this Ordinance be RECOMMENDED AS AMENDED. The motion failed by the following vote:

Ayes: 1 - Mandelman

Noes: 2 - Fewer, Walton

Chair Fewer moved that this Ordinance be CONTINUED AS AMENDED to the special Budget and Finance Committee meeting of April 1, 2020. The motion carried by the following vote:

Ayes: 2 - Fewer, Mandelman

Noes: 1 - Walton

200297 [Appropriation - Short-Term Loan and Interest Proceeds - \$20,000,000 - General Reserve \$600,000 - Treasurer and Tax Collector's Office - Individual Loans for Small Businesses Impacted by SARS-COV-2 - Appropriation - Event of Loan Default - \$20,000,000]

Sponsors: Ronen; Haney, Preston, Mar and Walton

Ordinance appropriating \$20,000,000 of short-term loan proceeds and \$600,000 of the General Reserve to the Office of the Treasurer's and Tax Collector to administer individual loans for small businesses impacted by SARS-COV-2 , appropriating \$20,000,000 for loan default, and authorizing the Controller to reduce the loan default appropriation to the amount defaulted by June 30, 2021.

03/17/20; ASSIGNED to Budget and Finance Committee. 3/19/20 - President Yee waived the 30-day rule pursuant to Board Rule No. 3.22.

Heard in Committee. Speakers: Supervisor Hillary Ronen (Board of Supervisors); Ben Rosenfield, City Controller (Office of the Controller); Anne Pearson (Office of the City Attorney); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Walton moved that this Ordinance be RECOMMENDED. The motion failed by the following vote:

Ayes: 1 - Walton

Noes: 2 - Fewer, Mandelman

Chair Fewer moved that this Ordinance be CONTINUED to the special Budget and Finance Committee meeting of April 1, 2020. The motion carried by the following vote:

Ayes: 2 - Fewer, Mandelman

Noes: 1 - Walton

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:37 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.