



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, July 22, 2020

10:30 AM

Regular Meeting

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

The Budget and Finance Committee met in regular session through videoconferencing, and provided public comment through teleconferencing, on Wednesday, July 22, 2020, with Chair Sandra Lee Fewer presiding. Chair Fewer called the meeting to order at 10:31 a.m.

Remote Access to Information and Participation

In accordance with Governor Newsom's Executive Order No. N-33-20 declaring a State of Emergency regarding the COVID-19 outbreak and Mayor London N. Breed's Proclamation declaring a Local Emergency issued on February 25, 2020, including the guidance for gatherings issued by the San Francisco Department of Public Health Officer, aggressive directives were issued to reduce the spread of COVID-19. On March 17, 2020, the Board of Supervisors authorized their Board and Committee meetings to convene remotely (via Microsoft Teams) and will allow remote public comment via teleconference. Visit the SFGovTV website at (www.sfgovtv.org) to stream the live meetings, or to watch meetings on demand. Members of the public are encouraged to participate remotely via detailed instructions on participating via teleconference available at: <https://sfbos.org/remote-meeting-call>.

Members of the public may participate by phone or may submit their comments by email to: linda.wong@sfgov.org; all comments received will be made a part of the official record. Regularly-scheduled Budget and Finance Committee Meetings begin at 10:30 a.m. every Wednesday of each month. Committee agendas and their associated documents are available at <https://sfbos.org/committees>.

As the COVID-19 disease progresses, please visit the Board's website (www.sfbos.org) regularly to be updated on the current situation as it affects the legislative process. For more information contact Assistant Clerk Linda Wong at (415) 554-7719.

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

200629 [Initiative Ordinance - Business and Tax Regulations Code - Tax on Businesses With Disproportionate Executive Pay]

Sponsors: Haney; Ronen, Walton, Mar, Preston, Mandelman and Fewer

Motion ordering submitted to the voters at an election to be held on November 3, 2020, an Ordinance amending the Business and Tax Regulations Code to impose an additional gross receipts tax or an administrative office tax on businesses with a greater than 100:1 ratio of the compensation of the business's highest-paid managerial employee to the median compensation paid to the business's employees based in the City; and increasing the City's appropriations limit by the amount collected under the additional tax for four years from November 3, 2020.

(Economic Impact; No Office of Economic Analysis Report.)

06/09/20; ASSIGNED UNDER 30 DAY RULE to Rules Committee, expires on 7/9/2020.

06/19/20; TRANSFERRED to Budget and Finance Committee.

06/24/20; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Office of the Controller for financial analysis report; and Mayor's Office, Office of the City Attorney, Department of Elections, Ethics Commission, and the Office of the Treasurer and Tax Collector for reports and/or comments, pursuant to Rules of Order 2.22.4.

07/02/20; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines

07/16/20; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Supervisor Matt Haney (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. Amy Wong (San Francisco Behavior Health Center); Roxanna; Dyanna Chan; Brittany; Nick; Speaker; Sara Lawson; Michael Suto; John McCormick; Cynthia Gomes; Cherry Chan; Lorenzo; Kim Cavinoli; Theresa Rutherford; Mary Jones; spoke in support of the hearing matter. Amelia Linde and Emily Abraham (San Francisco Chamber of Commerce); spoke in opposition to the hearing matter. Rudy Gonzalez; spoke neither in support nor opposition of the hearing matter.

07/16/20; CONTINUED AS AMENDED.

07/16/20; RESPONSE RECEIVED.

07/17/20; REFERRED TO DEPARTMENT. Referred to Planning Department for environmental review; Office of the Controller for financial analysis report; and Mayor's Office, Office of the City Attorney, Department of Elections, Ethics Commission, and the Office of the Treasurer and Tax Collector for reports and/or comments, pursuant to Rules of Order 2.22.4.

Heard in Committee. Speaker: Supervisor Matt Haney (Board of Supervisors); 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, Walton, Mandelman

200564 [Agreement Amendment - Carollo Engineers, Inc. - Planning and Engineering Services - Southeast Water Pollution Control Plant - Not to Exceed \$54,500,000]

Resolution authorizing the General Manager of the Public Utilities Commission to execute Amendment No. 2 to Planning and Engineering Project Design Services Agreement No. CS-389 for specialized planning and engineering services for the proposed new headworks facility at the Southeast Water Pollution Control Plant between the City and County of San Francisco and Carollo Engineers, Inc., increasing the agreement by \$21,000,000 for a total not to exceed agreement amount of \$54,500,000 and with a time extension of two years, for a total agreement term of eleven years, from December 1, 2014, through November 30, 2025, subject to the Board of Supervisors approval pursuant to Charter, Section 9.118. (Public Utilities Commission)
(Fiscal Impact)

06/01/20; RECEIVED FROM DEPARTMENT.

06/09/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jignesh Desai (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

200725 [Hearing - Release of Reserved Funds - Public Utilities Commission - \$3,000,000]

Hearing to consider the release of reserved funds to the Public Utilities Commission, in the amount of \$3,000,000 placed on the Budget and Finance Committee reserve by Ordinance No. 114-17, for settlements relating to inverse condemnation arising out of flood damage during major rainstorms in December 2014 and the winter of 2016-2017. (Public Utilities Commission)

07/02/20; RECEIVED FROM DEPARTMENT.

07/02/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Greg Norby and Megan Imperial (Public Utilities Commission); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Francisco DaCosta; spoke on various concerns relating to the hearing matter.

Chair Fewer moved to release \$2,135,000 from Budget and Finance Committee reserve to the Public Utilities Commission and that the Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

200710 [Issuance and Sale of Revenue Obligations - California Statewide Communities Development Authority - Town School for Boys - Not to Exceed \$10,000,000]**Sponsor: Stefani**

Resolution approving for purposes of Internal Revenue Code, Section 147(f), the Issuance and Sale of Revenue Obligations by the California Statewide Communities Development Authority in an aggregate principal amount not to exceed \$10,000,000 to refinance the acquisition, construction, renovation, rehabilitation, improvement and/or equipping of educational and related facilities owned and operated by Town School for Boys, a California nonprofit public benefit corporation.

06/30/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Vishal Trivedi (Office of the Controller); Nancy Doty (Town School for Boys); 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

200061 [Ground Lease Modification - United Airlines, Inc. - Exchange of Certain Land - Plot 6 Reconfiguration Project - Decrease Annual Rent to \$2,243,041.43]

Resolution approving Modification No. 2 to Ground Lease L00-0464, between the City and County of San Francisco, acting by and through its Airport Commission, and United Airlines, Inc., for the exchange of certain land at Plot 6 at San Francisco International Airport in support of the Plot 6 Reconfiguration Project, decreasing the annual rent payable by United by \$95,297.07 to an approximate total of \$2,243,041.43 to commence following Board approval and full execution of Modification No. 2, and with no changes to the term expiring on June 30, 2021. (Airport Commission)

01/09/20; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speaker: Cathy Widener (Airport 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

200698 [Airport Professional Services Agreement - BEUMER Lifecycle Management, LLC - Operations and Maintenance of the Baggage Handling System in the Harvey Milk Terminal - Not to Exceed \$21,000,000]

Resolution approving Professional Services Agreement, Contract No. 50195, between BEUMER Lifecycle Management, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, for the operations and maintenance of the baggage handling system in the Harvey Milk Terminal, for a total not to exceed contract amount of \$21,000,000 for a term of two years and eleven months commencing August 1, 2020, through June 30, 2023, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

06/25/20; RECEIVED FROM DEPARTMENT.

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

Heard in Committee. Speakers: Cathy Widener (Airport Department); 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

200737 [Apply for Grant - Department of Housing and Community Development - Local Housing Trust Fund Program - \$5,000,000]

Sponsor: Mayor

Resolution authorizing the Mayor's Office of Housing and Community Development, on behalf of the City and County of San Francisco, to execute a grant application, as defined herein, under the Department of Housing and Community Development's Local Housing Trust Fund Program for an amount not to exceed \$5,000,000; and adopting findings under the California Environmental Quality Act (CEQA), the CEQA Guidelines, and Administrative Code, Chapter 31. (Mayor's Office of Housing and Community Development)

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

Heard in Committee. Speakers: Anne Romero (Mayor's Office of Housing and Community Development); Anne Pearson (Office of the City Attorney); 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 on Page 1, Lines 6-8, by removing '; and adopting findings under the California Environmental Quality Act (CEQA), the CEQA Guidelines, and Administrative Code, Chapter 31'. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Resolution authorizing the Mayor's Office of Housing and Community Development, on behalf of the City and County of San Francisco, to execute a grant application, as defined herein, under the Department of Housing and Community Development's Local Housing Trust Fund Program for an amount not to exceed \$5,000,000. (Mayor's Office of Housing and Community Development)

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

Ayes: 3 - Fewer, Walton, Mandelman

200736 [Accept and Expend Grant - Retroactive - California Department of Public Health - Disease Prevention and Control Local Infrastructure Funds - \$660,557.24]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$660,557.24 from the California Department of Public Health for participation in a program, entitled "Disease Prevention and Control Local Infrastructure Funds," for the period of February 1, 2020, through June 30, 2023. (Public Health Department)

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

Heard in Committee. Speaker: Susan Philip (Department of Public Health); 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

200732 [Emergency Ordinance - Restroom and Hand Washing Facilities for Unsheltered People]**Sponsor: Haney**

Reenactment of emergency ordinance (Ordinance No. 77-20) to limit the spread of COVID-19 by requiring the City, through service agreements with third parties, to provide, staff, and maintain restrooms equipped with toilets and hand washing facilities, at a ratio of one restroom per 50 unsheltered people, concentrated in areas with the greatest need, located within 1,000 feet of any encampment, and for select "pit stop" restrooms, open 24 hours per day; waive the requirement under Charter, Section 9.118, that the Board of Supervisors approve the service agreements for restrooms equipped with toilets and hand washing facilities; and affirming the Planning Department's determination under the California Environmental Quality Act.

(Pursuant to Charter, Section 2.107, this matter requires the affirmative vote of two-thirds of the Board of Supervisors (8 votes) for passage.)

(Fiscal Impact)

07/07/20; ASSIGNED to Budget and Finance Committee. President Yee waived the 30-day pursuant to Board Rule 3.23.

07/17/20; REFERRED TO DEPARTMENT. Referred to the Mayor's Office and Public Works for informational purposes.

07/17/20; REFERRED TO DEPARTMENT. Referred to the Mayor's Office and Public Works for informational purposes.

Heard in Committee. Speakers: Supervisor Matt Haney (Board of Supervisors); 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, Walton, Mandelman

200772 [Pier 45 Fire - Declaration of Emergency and Authorization for Emergency Contracts]**Sponsor: Peskin**

Resolution declaring an emergency under Administrative Code, Section 6.60, and Administrative Code, Chapter 21, relating to the May 23, 2020, fire at Pier 45; approving emergency contracts entered into by the Port of San Francisco in accordance with Administrative Code, Section 6.60, and Administrative Code, Chapter 21; and directing the Port of San Francisco to take all necessary and appropriate measures to perform repair work to Pier 45 in the most expeditious manner. (Fiscal Impact; No Budget and Legislative Analyst Report)

07/14/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Katharine Petrucione (Port); provided an overview and responded to questions raised throughout the discussion. Francisco DaCosta; spoke neither in support nor opposition to the hearing matter.

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

Ayes: 3 - Fewer, Walton, Mandelman

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:03 p.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.