



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, October 7, 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, October 7, 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>.

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

200876 [Home Detention Electronic Monitoring Program Rules and Regulations and Program Administrator's Evidence of Financial Responsibility - FY2020-2021]

Resolution approving the Sheriff Office's home detention and electronic monitoring program rules and regulations; and approving evidence of financial responsibility demonstrated by program administrator, Sentinel Offender Services, LLC, for FY2020-2021. (Sheriff)

07/28/20; RECEIVED FROM DEPARTMENT.

08/11/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

09/02/20; CONTINUED. Heard in Committee. Speakers: Crispin Hollings and Jonathan Kuhns (Sheriff's Department); provided an overview and responded to questions raised throughout the discussion. Carolyn Goossen (Public Defender's Office); Zack Goldman; spoke neither in support nor opposition to the hearing matter. Molly Hernandez; Nick Dransie; Edward Hernandez; Izzy Almud; Jeffrey Straut; spoke in opposition to the hearing matter.

09/16/20; CONTINUED. Heard in Committee. Speakers: None.

09/30/20; CONTINUED. Heard in Committee. Speakers: Crispin Hollings (Sheriff's Department); provided an overview and responded to questions raised throughout the discussion. Mohammed Chat; Dorothy Bass; Michael Lard; Diana Blog; spoke in opposition to the hearing matter. Melissa Hernandez; spoke neither in support nor opposition to the hearing matter.

Heard in Committee. Speakers: Crispin Hollings (Sheriff's Department); James Kilgore; provided an overview and responded to questions raised throughout the discussion. Frank Yodo; Alice Saver; Mohammed Chat; Wesley Saver; Vienna Louis; Speaker; Diana Blog; Speaker; Ms. Hernandez; Bridget; Mimi Krossner; Carolyn Goosen (Office of the District Attorney); Vido; spoke on various concerns relating to the hearing matter.

Vice Chair Walton moved that this Resolution be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

201036 [Lease Amendment - WCPI Commercial LLC - 1449 Webster Street - \$139,170 Annual Base Rent]

Resolution approving and authorizing the Director of Property, on behalf of the Office of Economic and Workforce Development and WCPI Commercial LLC, to amend the lease of real of property located at 1449 Webster Street at a base rent of \$139,170 per year with annual rent increases based upon the Consumer Price Index (CPI) between 2% and 5%, for an extended term commencing upon approval of this Resolution and expiring on August 31, 2023, plus one three-year option to extend; and authorizing the Director of Property to execute documents, make certain modifications, and take certain actions in furtherance of the First Amendment, the Lease and this Resolution, as defined herein. (Real Estate Department)

09/14/20; RECEIVED FROM DEPARTMENT.

09/22/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Andrico Penick, Director (Real Estate 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

Chair Fewer recessed the meeting at 11:32 a.m. and reconvened the meeting at 11:57 a.m.

Chair Fewer requested File Nos. 201006 and 201007 be called together.

201006 [Appropriation - Certificates of Participation to Department of Public Health - 101 Grove Exit Project and San Francisco General Hospital Chiller and Cooling Tower Replacement Project - \$149,750,000 - FY2020-2021]

Sponsor: Mayor

Ordinance appropriating \$149,750,000 of Certificates of Participation proceeds for Department of Public Health to fund improvements to facilities for the 101 Grove Exit Project and the San Francisco General Hospital Chiller and Cooling Tower Replacement Project in FY2020-2021; and placing these funds on Controller's Reserve pending the sale of the Certificates of Participation.

(Fiscal Impact)

09/01/20; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/1/2020.

Heard in Committee. Speakers: Luke Brewer (Office of the Controller); Kathy Jung (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); Ann Pearson (Office of the City Attorney); Anna Van Degna (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; spoke neither in support nor opposition to the hearing matter.

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

Ayes: 3 - Fewer, Walton, Mandelman

201007 [Authorizing Taxable and/or Tax-Exempt Certificates of Participation (Multiple Capital Projects) - Not to Exceed \$157,000,000]**Sponsor: Mayor**

Ordinance authorizing the execution and delivery of Certificates of Participation, in one or more series on a tax-exempt and/or taxable basis and from time to time, evidencing and representing an aggregate principal amount of not to exceed \$157,000,000 to finance and refinance certain capital improvement projects, including but not limited to certain projects generally known as the Homeless Services Center, Laguna Honda Hospital Wings K&M Reuse Project, AITC Immunization and Travel Clinic Relocation, and San Francisco General Hospital Chiller and Cooling Tower Replacement Project, approving the form of a Supplement to Trust Agreement between the City and County of San Francisco and U.S. Bank National Association, as trustee ("Trustee") (including certain indemnities contained therein); approving respective forms of a Supplement to Property Lease and a Supplement to Project Lease, each between the City and the Trustee for the lease and lease back of certain real property and improvements located at 375 Laguna Honda Boulevard and 1 Moreland Drive, San Bruno, or other property as determined by the Director of Public Finance; approving the form of an Official Notice of Sale and a Notice of Intention to Sell the Certificates of Participation; approving the form of an Official Statement in Preliminary and Final form; approving the form of a Continuing Disclosure Certificate; granting general authority to City officials to take necessary actions in connection with the authorization, sale, execution and delivery of the Certificates of Participation; approving modifications to documents; and ratifying previous actions taken in connection therewith, as defined herein.

(Fiscal Impact)

09/01/20; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/1/2020.

Heard in Committee. Speakers: Luke Brewer (Office of the Controller); Kathy Jung (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); Ann Pearson (Office of the City Attorney); Anna Van Degna (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; spoke neither in support nor opposition to the hearing matter.

Chair Fewer moved that this Ordinance AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE on Page 1, Line 8, and Page 2, Line 14, by striking 'K&M'. The motion carried by the following vote:

Ayes: 3 - Fewer, Walton, Mandelman

Ordinance authorizing the execution and delivery of Certificates of Participation, in one or more series on a tax-exempt and/or taxable basis and from time to time, evidencing and representing an aggregate principal amount of not to exceed \$157,000,000 to finance and refinance certain capital improvement projects, including but not limited to certain projects generally known as the Homeless Services Center, Laguna Honda Hospital Wings Reuse Project, AITC Immunization and Travel Clinic Relocation, and San Francisco General Hospital Chiller and Cooling Tower Replacement Project, approving the form of a Supplement to Trust Agreement between the City and County of San Francisco and U.S. Bank National Association, as trustee ("Trustee") (including certain indemnities contained therein); approving respective forms of a Supplement to Property Lease and a Supplement to Project Lease, each between the City and the Trustee for the lease and lease back of certain real property and improvements located at 375 Laguna Honda Boulevard and 1 Moreland Drive, San Bruno, or other property as determined by the Director of Public Finance; approving the form of an Official Notice of Sale and a Notice of Intention to Sell the Certificates of Participation; approving the form of an Official Statement in Preliminary and Final form; approving the form of a Continuing Disclosure Certificate; granting general authority to City officials to take necessary actions in connection with the authorization, sale, execution and delivery of the Certificates of Participation; approving modifications to documents; and ratifying previous actions taken in connection therewith, as defined herein.

(Fiscal Impact)

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

Ayes: 3 - Fewer, Walton, Mandelman

Vice Chair Walton was noted absent at 2:10 p.m. and for the remainder of the meeting.

**181165 [Hearing - Municipal Banking Task Force - Report and Recommendations]
Sponsors: Fewer; Walton and Preston**

Hearing to review the findings of the Municipal Bank Task Force and recommend implementation strategies to improve transparency, economic investment, and local control in San Francisco finances; and requesting the Office of the Treasurer and Tax Collector to report.

11/27/18; RECEIVED AND ASSIGNED to Budget and Finance Committee.

12/13/18; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: Amanda Fried and Molly Cohen (Office of the Treasurer-Tax Collector); provided an overview and responded to questions raised throughout the discussion. Ace Washington; Speaker; Jackie Fieldier (San Francisco Bank Coalition); Kurtis Wu (San Francisco Public Bank); Julie Carter (CNA); Janice Kendall; Winston Parsons; Brandon Harami; Preston Raid; Jasper Wilde (San Francisco Public Bank); Trevor Martin (San Francisco Public Bank Coalition/San Francisco 4 Democracy); Gus Fellman; Sam Houseman; Rick Gerling (Coalition for a Public Bank); Craig Ostrin (Democratic Socialists of America); spoke various concerns on the hearing matter.

01/17/19; RESPONSE RECEIVED. Supervisor Walton assumed primary sponsor.

01/14/20; FILED PURSUANT TO RULE 3.41.

09/22/20; REACTIVATED PURSUANT TO RULE 3.42 to Budget and Finance Committee.

Heard in Committee. Speakers: Jen Snyder (Office of Supervisor Dean Preston); Amanda Fried (Officer of the Treasurer and Tax Collector); Fred Brousseau (Office of the Budget and Legislative Analyst); Sushil Jacob (Lawyers' Committee for Civil Rights); provided an overview and responded to questions raised throughout the discussion. Speaker; Santos Diaz; Speaker; Curtis Zhu; Jessie Hernandez; Brad Edwards; Sam Lu; spokor on various concerns relating to the hearing matter.

Chair Fewer moved that this Hearing be CONTINUED TO CALL OF THE CHAIR. The motion carried by the following vote:

Ayes: 2 - Fewer, Mandelman

Absent: 1 - Walton

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 2:14 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.