



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: Matt Haney, Ahsha Safai, Gordon Mar

Clerk: Linda Wong (415) 554-7719

Wednesday, April 14, 2021

10:30 AM

Regular Meeting

Present: 3 - Matt Haney, Ahsha Safai, and Gordon Mar

The Budget and Finance Committee met in regular session through videoconferencing, and provided public comment through teleconferencing, on Wednesday, April 14, 2021, with Chair Matt Haney presiding. Chair Haney called the meeting to order at 10:33 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 Haney, Vice Chair Safai, and Member Mar were noted present. A quorum was present.

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

210179 [Accept and Expend Grant - Amend the Annual Salary Ordinance - Retroactive - Crankstart Foundation - Kelson Foundation - Clean Slate Program Grant - \$250,000 and \$35,000 Respectively]

Sponsors: Melgar; Safai, Mar and Haney

Ordinance retroactively authorizing the Public Defender's Office to accept and expend a grant in the amount of \$250,000 from the Crankstart Foundation, and a grant in the amount of \$35,000 from Kelson Foundation, to expand by 25-30% the capacity of the Clean Slate Unit to meet the increased demand for Clean Slate services for the period of January 1, 2021, through December 31, 2021; and to amend the Annual Salary Ordinance No. 166-20 (Annual Salary Ordinance, File No. 200568 for Fiscal Years 2020-2021 and 2021-2022) to provide for the addition of two grant-funded positions, one FTE in Class 8177 Attorney and one FTE in Class 8173 Legal Assistant. (Public Defender)

02/23/21; ASSIGNED UNDER 30 DAY RULE to Budget and Appropriations Committee, expires on 3/25/2021.

04/08/21; TRANSFERRED to Budget and Finance Committee.

Heard in Committee. Speaker: Mano Raju, Public Defender (Office of the Public Defender); provided an overview and responded to questions raised throughout the discussion.

Supervisors Mar and Haney requested to be added as co-sponsors.

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

Ayes: 3 - Haney, Safai, Mar

210282 [Contract Agreement - Mythics, Inc. - Oracle Products - Not to Exceed \$60,000,000]

Resolution authorizing the Department of Technology to enter into a contract between the City and County of San Francisco and Mythics, Inc., for the purchase of Oracle products, with a not to exceed amount of \$60,000,000 for a five year term of May 1, 2021, through April 30, 2026, and with one five-year option to extend. (Department of Technology)
(Fiscal Impact)

03/15/21; RECEIVED FROM DEPARTMENT.

03/23/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Hao Xie (Department of Technology); Anne Pearson (Office of the City Attorney); Taraneh Moayed (Office of the City Administrator); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

210283 [Agreement - Oracle America, Inc. - Authorizing Participation in Programs to Provide Customer Feedback and Granting License to Use City's Feedback]

Resolution authorizing the City's Chief Information Officer to enter a customer participation agreement under which City employees will provide customer feedback to Oracle America, Inc. with an indefinite term and which will grant to Oracle America, Inc. a perpetual, irrevocable license to use the City's feedback for any purpose, including the development, modification, marketing, or publicity of products or services, without identifying the City or its employees in those materials. (Department of Technology)

03/15/21; RECEIVED FROM DEPARTMENT.

03/23/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jack Wood (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 Haney moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

210250 [Contract Amendment - Central City Hospitality House - Behavioral Health Services - Not to Exceed \$15,093,612]

Resolution approving Amendment No. 1 to the agreement between Central City Hospitality House and the Department of Public Health, for behavioral health services, to increase the agreement by \$6,289,377 for an amount not to exceed \$15,093,612; and to extend the term by one and one-half years from June 30, 2021, for a total agreement term of July 1, 2018, through December 31, 2022. (Public Health Department)
(Fiscal Impact)

03/04/21; RECEIVED FROM DEPARTMENT.

03/16/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michelle Ruggels (Department of Public Health); Severin Campbell (Office of the Budget and Legislative Analyst); Jessica Brown (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

210310 [Accept In-Kind Gift - Retroactive - Tipping Point Community - Strategic and Operational Housing Consultant Services - Value Not to Exceed \$125,000]**Sponsor: Mayor**

Resolution retroactively authorizing the Department of Homelessness and Supportive Housing to accept an in-kind gift for strategic and operational housing consultant services related to the City's Shelter in Place Hotel Rehousing proposal in a value not to exceed \$125,000 from Tipping Point Community for the grant period of December 21, 2020, through December 31, 2021. (Department of Homelessness and Supportive Housing)

03/23/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dylan Schneider (Department of Homelessness and Supportive Housing); provided an overview and responded to questions raised throughout the discussion. Andrea Faiss (Tipping Point Community); spoke in support of the hearing matter.

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

Ayes: 3 - Haney, Safai, Mar

210261 [Accept and Expend Grant - Retroactive - California Department of Parks and Recreation - Statewide Park Development and Community Revitalization Program - 900 Innes Boatyard Park - \$8,500,000]**Sponsor: Mayor**

Resolution retroactively authorizing the Recreation and Park Department (Department) to accept and expend a grant in the amount of \$8,500,000 from the California Department of Parks and Recreation a Statewide Park and Community Revitalization Program to support the 900 Innes Boatyard Park Expansion Project; and approving the Grant Contract which requires the Department to maintain the project for the duration of the contract performance period from July 1, 2018, through June 30, 2048, pursuant to Charter, Section 9.118(a). (Recreation and Park Department)

03/09/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Toni Moran (Recreation and Park Department); Anne Pearson (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

Chair Haney moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 8, after 'Grant Contract' by inserting 'and Contract Amendment No. 1'; and on Page 2, Lines 17-18, by inserting 'WHEREAS, Grant Contract Amendment No. 1 extends the Grant Performance Period from July 1, 2018, through June 30, 2022, to July 1, 2018, through June 30, 2024; and'. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Resolution retroactively authorizing the Recreation and Park Department (Department) to accept and expend a grant in the amount of \$8,500,000 from the California Department of Parks and Recreation a Statewide Park and Community Revitalization Program to support the 900 Innes Boatyard Park Expansion Project; and approving the Grant Contract and Contract Amendment No. 1 which requires the Department to maintain the project for the duration of the contract performance period from July 1, 2018, through June 30, 2048, pursuant to Charter, Section 9.118(a). (Recreation and Park Department)

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

Ayes: 3 - Haney, Safai, Mar

210290 [Accept and Expend Grants - Retroactive - California Department of Parks and Recreation - Rossi Pool Renovation - \$1,622,072]**Sponsors: Mayor; Chan**

Resolution retroactively authorizing the Recreation and Park Department to accept and expend grant funding in the amount of \$1,622,072 from the California Department of Parks and Recreation for the Rossi Pool Renovation Project for the project performance period of July 1, 2018, through June 30, 2024; and approving the grant contract which requires the Recreation and Park Department to maintain the project for the duration of the contract performance period from July 1, 2018, through June 30, 2048, pursuant to Charter, Section 9.118(a). (Recreation and Park Department)
(Fiscal Impact)

03/16/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Toni Moran (Recreation and Park Department); Severin Campbell (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

210184 [Establishment of Small Business Emergency Relief Program - Not to Exceed \$7,300,000 Funding/Loan Agreements - California Rebuilding Fund, LLC - Expected Amount \$4,200,000 - Funding/Grant Agreements - Kiva Microfunds - Expected Amount \$3,100,000]

Sponsors: Mayor; Stefani

Resolution authorizing the establishment of a small business emergency financial relief program to be administered by the Office of Economic and Workforce Development (OEWD), and authorizing the Director of OEWD to enter into one or more funding/loan agreements with the California Rebuilding Fund, LLC in an amount not to exceed \$2,000,000 to facilitate the origination of loans to certain small businesses in the City; and to enter into one or more funding/grant agreements with Kiva Capital Management, LLC in an amount not to exceed \$1,400,000 to provide monies for an interest buydown fund for loans facilitated by the California Rebuilding Fund to certain small businesses in the City, and to take necessary actions in connection therewith, as defined herein.

(Fiscal Impact)

02/23/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

04/05/21; REFERRED TO DEPARTMENT. Referred to the Small Business Commission.

Heard in Committee. Speakers: Diane Ponce De Leon (Office of Economic and Workforce Development); Luke Brewer (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 Haney moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 1-2, to read 'Establishment of Small Business Emergency Relief Program - Not to Exceed \$7,300,000 Funding/Loan Agreements - California Rebuilding Fund, LLC - Expected Amount \$4,200,000 - Funding/Grant Agreements - Kiva Microfunds - Expected Amount \$3,100,000'; on Page 1, Lines 4-15, to read 'Resolution authorizing the establishment of a small business emergency financial relief program to be administered by the Office of Economic and Workforce Development (OEWD), and authorizing the Director of OEWD to enter into agreements not to exceed \$7,300,000 including one or more funding/loan agreements with the California Rebuilding Fund, LLC in an expected amount of \$4,200,000 to facilitate the origination of loans to certain small businesses in the City but which may vary depending on available program terms and demand; and one or more funding/grant agreements with Kiva Microfunds in an expected amount of \$3,100,000 to provide monies for an interest buydown fund for loans facilitated by the California Rebuilding Fund to certain small businesses in the City but which may vary depending on available program terms and demand, and to take necessary actions in connection therewith.'; on Page 3, Lines 5-9, by inserting 'WHEREAS, The Rebuilding Fund offers the City a unique opportunity to leverage funding from the State of California and private capital to reach as many small businesses as possible and is the only lending program backed by a \$37,500,000 anchor commitment from the State of California, as well as a \$50,000,000 guarantee allocation from the California Infrastructure and Economic Development Bank (IBank); and'; on Page 3, Lines 10-13, to read 'WHEREAS, Kiva Microfunds ("Kiva"), a 501(c)(3) non-profit organization headquartered in San Francisco with a mission to expand financial access to help underserved communities by providing microloans to small businesses, is acting as the collateral agent and administrator to the Rebuilding Fund; and'; on Page 3, Lines 15-17, after 'Rebuilding Fund' by inserting 'as the only State program to leverage the City's investment under the Program and expand the financial assistance to San Francisco small businesses adversely impacted by COVID-19, has indentified the Rebuilding Fund and'; on Page 3, Lines 21-23, to read 'WHEREAS, Concurrently herewith this Board has adopted the related supplemental appropriation Ordinance No. 044-21 including \$7,600,000 for the FY2020-2021 in order to provide funds to support the Program; now, therefore, be it'; on Page 4, Lines 4-12, to read 'FURTHER RESOLVED, That the Director is hereby authorized to enter into one or more funding/loan agreements with the Rebuilding Fund in an expected amount of \$4,200,000 and a term of up to five years to mirror the duration of the associated small business loans, in substantially the form submitted to the Board and on file with the Clerk in File No. 210184 to facilitate small business (defined herein with reference to the Rebuilding Fund guidelines, as may be amended from time to time, and which currently define "small business" as a business with fewer than 50 full-time employees and less than \$2.5 million in annual revenues and adversely impacted by the COVID-19 emergency) loan origination with certain community development financial institutions for small businesses located in the City; and, be it' on Page 4, Lines 13-18, to read 'FURTHER RESOLVED, That the Director is hereby also authorized to enter into one or more funding/grant and administration agreements with Kiva in an expected amount of \$3,100,000 and a term of up to five years to mirror the duration of the associated small business loans, to provide interest rate buydown fund to reduce the interest cost on certain loans originated or facilitated by the Rebuilding Fund to certain small business located in the City, and to provide other loan administration services for such small businesses; and, be it'; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Resolution authorizing the establishment of a small business emergency financial relief program to be administered by the Office of Economic and Workforce Development (OEWD), and authorizing the Director of OEWD to enter into agreements not to exceed \$7,300,000 including one or more funding/loan agreements with the California Rebuilding Fund, LLC in an expected amount of \$4,200,000 to facilitate the origination of loans to certain small businesses in the City but which may vary depending on available program terms and demand; and one or more funding/grant agreements with Kiva Microfunds in an expected amount of \$3,100,000 to provide monies for an interest buydown fund for loans facilitated by the California Rebuilding Fund to certain small businesses in the City but which may vary depending on available program terms and demand, and to take necessary actions in connection therewith.

(Fiscal Impact)

Chair Haney moved that this Resolution be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of April 21, 2021. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

ADJOURNMENT

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