



City and County of San Francisco
Meeting Minutes - Final
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: Brent Jalipa (415) 554-7712

Wednesday, November 17, 2021

10:30 AM

Regular Meeting

President Shamann Walton appointed Supervisor Dean Preston, in place of Supervisor Gordon Mar, to the Budget and Finance Committee for the regular meeting of November 17, 2021, from 10:30 a.m. through 12:30 p.m.

Present: 3 - Matt Haney, Ahsha Safai, and Dean Preston

Excused: 1 - Gordon Mar

The Budget and Finance Committee met in regular session through videoconferencing, and provided public comment through teleconferencing, on Wednesday, November 17, 2021, with Chair Matt Haney presiding. Chair Haney called the meeting to order at 10:32 a.m.

Remote Access to Information and Participation

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: brent.jalipa@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 Preston were noted present. Member Mar was noted not present. A quorum was present.

COMMUNICATIONS

*Brent Jalipa, Clerk of the Budget and Finance Committee, instructed members of the public, to contribute live comments for up to two minutes by dialing the provided telephone number. When connected, they will receive another prompt, dial * 3 to be added to the queue to speak. Make sure to call from a quiet location, speak clearly and slowly, and turn down their television, radio, or streaming device, and that written comments may be submitted through email to the Committee Clerk (brent.jalipa@sfgov.org) or the U.S. Postal Service at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.*

Supervisor Mar Excused from Attendance

Chair Haney moved that Supervisor Mar be excused from the regular Budget and Finance Committee meeting of November 17, 2021, until his arrival. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Preston

Excused: 1 - Mar

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

200370 [Agreement Amendment - San Francisco AIDS Foundation - HIV Prevention - City-Wide Syringe Access and Disposal Services - Not to Exceed \$42,115,471]

Resolution approving Amendment No. 3 to the agreement between the San Francisco AIDS Foundation and the Department of Public Health to provide HIV prevention services through City-wide syringe access and disposal services; to increase the contract amount by \$6,507,312 for a total amount not to exceed \$42,115,471 with no change to the contract term of July 1, 2016, through June 30, 2026, to commence upon Board approval. (Public Health Department)
(Fiscal Impact)

04/13/20; RECEIVED FROM DEPARTMENT.

04/21/20; RECEIVED AND ASSIGNED to Budget and Finance Committee.

06/03/20; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

11/10/21; CONTINUED. Heard in Committee. Speakers: Tracey Packer, Nikole Trainor, and Eileen Loughran (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Heard in Committee. Speakers: Tracey Packer and Nikole Trainor (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

The Committee requested that the Department of Public Health provide a written report to the Budget and Finance Committee with updated performance data through FY 2020-21 for all service components of the contract with the San Francisco AIDS Foundation once this information is available.

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

Ayes: 3 - Haney, Safai, Preston

Excused: 1 - Mar

Member Mar was noted present at 12:00 p.m. and for the remainder of the meeting.

210538 [Appropriation - Fiscal Cliff Reserve \$64,150,000 - Mayor's Office of Housing and Community Development - \$64,150,000 for Social Housing - FY2021-2022]

Sponsors: Preston; Haney, Ronen, Peskin, Walton, Chan and Mar

Ordinance appropriating \$64,150,000 from the Fiscal Cliff Reserve to the Mayor's Office of Housing and Community Development for rent relief under the Rent Resolution and Relief Fund and \$64,150,000 for the acquisition, creation and operation of affordable, social housing under the Housing Stability Fund in Fiscal Year (FY) 2021-2022.

(Fiscal Impact)

05/11/21; ASSIGNED UNDER 30 DAY RULE to Budget and Appropriations Committee, expires on 6/10/2021.

05/18/21; SUBSTITUTED AND ASSIGNED UNDER 30 DAY RULE to Budget and Appropriations Committee. Supervisor Preston introduced a substitute Ordinance bearing a new title.

06/16/21; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Supervisor Dean Preston (Board of Supervisors); Locs; Calvin Quick; Dan Geoka; Mitchell; Speaker; Harlo; provided an overview and responded to questions raised throughout the discussion.

06/16/21; CONTINUED TO CALL OF THE CHAIR AS AMENDED.

06/28/21; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: Supervisor Dean Preston (Board of Supervisors); Karoleen Feng, Director of Community Real Estate (Mission Economic Development Agency); Nicolas Menard (Office of the Budget and Legislative Analyst); Eric Shaw, Director (Mayor's Office of Housing and Community Development); Ashley Groffenberger, Budget Director (Office of the Mayor); Ben Rosenfield, Controller (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Sandra Dratler; Anastasia Yovanopolous; Adam Buck, Robert Fruchtmann, and Raul Maldonado (San Francisco YIMBY); Rachel Lastimoso, David Woo, and Raquel Redondiez (SOMA Pilipinas); Theresa Flandrick (North Beach Tenants Committee); Tina Shasfahar; Chris Cummings (Tenderloin Neighborhood Development Coalition); Gabe Goffman; Zachary Weisenburger (Young Community Developers); Daniel Askey; Carla Laurel (West Bay Filipino Center); Danny Ho; Gene Alejo and PJ Eugenio (South of Market Community Action Network); Peter Cohen; Laksh Bhasin (San Francisco Berniecrats); Catherine Schloss; Cynthia Gomez (Unite Here, Local 2); Jason (Democratic Socialists of America); Nik Evasco (350 Bay Area); David Sobel (San Francisco Housing Development Corporation); Kim Tavaglione (San Francisco Labor Council); Richard Hilbert; Lorraine Petty; Speaker; Betty Trainor (Senior and Disability Action); Megan Wayland; Speaker; Lisa Aubrey; Blanca Lopez; Soila Martinez, Esperanza Castillo, Maria Colon, Maria Venegas, Doris Alandia, Speaker, Donna Alvarenga, Speaker, Petra Origianna, and Maria Lena Orlena (Faith in Action); Fernando Marti; Mitchell Omerberg; Charlie Sciammas (PODER); Malene Ahern (International Federation of Professional and Technical Engineers Local 21); Speaker (San Francisco Land Trust); Lorenzo Listana (SOMA Pilipinas); Connie Ford (San Francisco Clout); Gen Fujioka (Community Tenants Association); Simone Manginelli; Evie Posmenteer; Calvin Quick; Jason Prado; Rick Gerling; Corey Smith (San Francisco Housing Action Coalition); Bruce Wolfe (San Francisco Community Land Trust); Maria Jandres (Southeast Tenants Association); Paul Moody; Maria Meyer; Claudia DeLarios Moran (Buena Vista Horace Mann); Susan Marsh; spoke in support of the hearing matter. Steven Cress-Mulverson III; spoke in opposition to the hearing matter.

Chair Haney requested this matter to be DUPLICATED.

See Duplicated File No. 211194.

Chair Haney moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 1-3, to read 'Appropriation - Fiscal Cliff Reserve \$64,150,000 - Mayor's Office of Housing and Community Development - \$64,150,000 for Social Housing - FY2021-2022'; on Page 1, Lines 6-7, by striking 'for rent relief under the Rent Resolution and Relief Fund and \$64,150,000'; to make amendments under 'SOURCES Appropriation' and 'Users Appropriations'; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Ordinance appropriating \$64,150,000 from the Fiscal Cliff Reserve to the Mayor's Office of Housing and Community Development for the acquisition, creation and operation of affordable, social housing under the Housing Stability Fund in Fiscal Year (FY) 2021-2022.
(Fiscal Impact)

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

Ayes: 3 - Haney, Safai, Mar

211194 [Appropriation - Fiscal Cliff Reserve \$64,150,000 - Mayor's Office of Housing and Community Development - \$64,150,000 for Rent Relief - FY2021-2022]

Sponsors: Preston, Haney, Ronen, Peskin, Walton, Chan and Mar

Ordinance appropriating \$64,150,000 from the Fiscal Cliff Reserve to the Mayor's Office of Housing and Community Development for rent relief under the Rent Resolution and Relief Fund and \$64,150,000 for the acquisition, creation and operation of affordable, social housing under the Housing Stability Fund in Fiscal Year (FY) 2021-2022.

Duplicated from File No. 210538.

Chair Haney moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 1-3, to read 'Appropriation - Fiscal Cliff Reserve \$64,150,000 - Mayor's Office of Housing and Community Development - \$64,150,000 for Rent Relief - FY2021-2022'; on Page 1, Lines 6-8, by striking 'and \$64,150,000 for the acquisition, creation and operation of affordable, social housing under the Housing Stability Fund'; to make amendments under 'SOURCES Appropriation' and 'USES APPROPRIATIONS'; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Chair Haney moved that this Ordinance be CONTINUED TO CALL OF THE CHAIR AS AMENDED. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211087 [Conditional Property Exchange Agreement - EQX Jackson SQ Holdco LLC - Potential Exchange of 530 Sansome Street for a Portion of 425-439 Washington Street]

Resolution ratifying the Conditional Property Exchange Agreement and Related Transaction Documents with EQX Jackson SQ Holdco LLC for a transfer of City real property at 530 Sansome Street (Assessor's Parcel Block No. 0206, Lot No. 017), under the jurisdiction of the Fire Department, in exchange for a portion of the real property at 425-439 Washington Street (Assessor's Parcel Block No. 0206, Lot Nos. 013 and 014); authorizing the Director of Property and City staff to proceed with the proposed Fire Station development project, subject to several conditions, as defined herein; adopting findings pursuant to the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1. (Real Estate Department)

10/15/21; RECEIVED FROM DEPARTMENT.

10/26/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

11/02/21; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

11/04/21; RESPONSE RECEIVED. Response received from the Planning Department stating this matter received CEQA clearance under the Final Mitigated Negative Declaration for 530 Sansome Street, Case No. 2019-017481ENV, adopted July 29, 2021.

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

211102 [Apply for Grant - Centers for Disease Control and Prevention - Integrated HIV Surveillance and Prevention Programs for Health Departments - \$5,008,377]
Sponsor: Mayor

Resolution authorizing the Department of Public Health to submit a one-year application for Calendar Year 2022 to continue to receive funding for the Integrated HIV Surveillance and Prevention Programs for Health Departments from the Centers of Disease Control and Prevention, requesting \$5,008,377 in HIV prevention funding for San Francisco from January 1, 2022, through December 31, 2022. (Public Health Department)

10/19/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Nikole Trainor (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

211098 [Public Works Code - Waiver of Temporary Street Space Occupancy Permit Fee - Sidewalk Sales During the Holiday Season]**Sponsors: Stefani; Mandelman, Mar, Safai and Haney**

Ordinance waiving the fee required by Public Works Code, Section 724.1(b), for temporary street space occupancy permits on certain designated City streets on Saturday, December 4, 2021, Sunday, December 5, 2021, Saturday, December 11, 2021, and Sunday, December 12, 2021, to promote sidewalk sales of merchandise during the holiday season.

10/19/21; ASSIGNED to Budget and Finance Committee. 10/21/21 - President Walton waived the 30-day rule pursuant to Board Rule No. 3.22.

10/26/21; REFERRED TO DEPARTMENT. Referred to Public Works for informational purposes.

Heard in Committee. Speaker: Emily Abraham (Office of Supervisor Catherine Stefani); provided an overview and responded to questions raised throughout the discussion.

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

Chair Haney moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 4, by striking 'certain designated'; on Page 1, Line 17, by inserting 'for all City streets'; and on Page 1, Line 19, through Page 3, Line 16, by striking the previously defined certain designated streets. The motion carried by the following vote:

Ordinance waiving the fee required by Public Works Code, Section 724.1(b), for temporary street space occupancy permits on City streets on Saturday, December 4, 2021, Sunday, December 5, 2021, Saturday, December 11, 2021, and Sunday, December 12, 2021, to promote sidewalk sales of merchandise during the holiday season.

Chair Haney moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance meeting of December 1, 2021. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211099 [Waiver of Banner Fee - "Shop & Dine in the 49" Campaign]**Sponsors: Stefani; Mandelman**

Ordinance waiving the banner fees under Public Works Code, Section 184.78, for the placement of up to 300 banners per year, for three years starting on November 20, 2021, by the Office of Economic and Workforce Development to publicize the City's "Shop & Dine in the 49" campaign; and affirming the Planning Department's determination under the California Environmental Quality Act.

10/19/21; ASSIGNED to Budget and Finance Committee. 10/21/21 - President Walton waived the 30-day rule pursuant to Board Rule No. 3.22.

10/26/21; REFERRED TO DEPARTMENT. Referred to the Planning Commission pursuant to Planning Code Section 302, for public hearing and recommendation and the Planning Department for environmental review; Public Works, Mayor's Office of Workforce and Economic Development for informational purposes; and Small Business Commission for review and comment.

11/16/21; RESPONSE RECEIVED. Response received from the Small Business Commission recommending the Board of Supervisors to support the legislation.

Heard in Committee. Speaker: Marianne Thompson (Office of Economic and Workforce Development); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

211053 [Affordable Housing Agreement - Pacific Gas and Electric Company - Term of Ten or More Years]**Sponsors: Mayor; Walton, Peskin and Ronen**

Resolution approving an agreement between the City and County of San Francisco and Pacific Gas and Electric Company establishing requirements for certain affordable housing projects to connect to the electric grid for a term of ten or more years, to commence following approval by the Federal Energy Regulatory Commission.

10/05/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Pamela Husing (Public Utilities Commission); Lydia Ely and Erin Carson (Mayor's Office of Housing and Community Development); 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

211154 [San Francisco Unified School District General Obligation Bonds - Not to Exceed \$284,250,000]**Sponsor: Mayor**

Resolution authorizing the issuance and sale of bonds of the San Francisco Unified School District; prescribing the terms of sale of not to exceed \$284,250,000 of said general obligation bonds, Election of 2016, Series C, by a negotiated sale; approving the form of bond purchase agreement; approving the forms of one or more paying agent agreements; and authorizing the execution of necessary documents and certificates relating to such bonds, as defined herein.

(Fiscal Impact)

11/02/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Viva Mogi (San Francisco Unified School District); Nicolas Menard (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 SAME TITLE, on Page 8, Lines 5-8, by adding 'Section 10. Performance Audit. The Board of Supervisors requests that the District present the annual Proposition A performance audit of the Bond Program at a hearing before the Government Audit and Oversight Committee upon enactment by the Board of Supervisors of a hearing request on that topic.' The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar
(Fiscal Impact)

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

Ayes: 3 - Haney, Safai, Mar

211155 [Conveyance of Real Property - CH Acquisitions 2, LLC - 1979 Mission Street - Mayor's Office of Housing and Community Development - In Lieu Land Dedication]

Sponsors: Mayor; Ronen

Resolution approving and authorizing an agreement for the conveyance and acceptance by the Director of Property, on behalf of the Mayor's Office of Housing and Community Development ("MOHCD") and CH Acquisitions 2, LLC, of a parcel of real estate consisting of approximately 57,325 square feet in land area ("Property"), located at 1979 Mission Street, pursuant to a land dedication permitted under Planning Code, Section 249.33, to satisfy affordable housing obligations under Planning Code, Sections 415 et seq.; placing the Property under the jurisdiction of MOHCD for future 100% affordable housing development consisting of approximately 200-338 dwelling units; adopting findings that the conveyance is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing the Director of Property to execute documents, make certain modifications and take certain actions in furtherance of this Resolution, as defined herein, including assuming certain leases.

11/02/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Amy Beinart (Office of Supervisor Hillary Ronen); Robert Baca (Mayor's Office of Housing and Community Development); Anne Taupier (Office of Economic and Workforce Development); Keith Nagayama (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion. Susan Marsh; Maria; Petrano Origiana, Soyla Martinez, Cecelia Carna, and Melba Renga (La Plaza 16 Coalicion); spoke in support of the hearing matter.

Chair Haney moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 3, Lines 1-3, by adding 'WHEREAS, The Developer and Seller desire to execute the Purchase Agreement concurrently with the execution of the Assignment Agreement by the City and the Developer; and'; on Page 4, Line 8, by inserting 'concurrently with the execution of the Purchase Agreement by the Developer and Seller' after 'Assignment Agreement'; and on Page 5, Line 11, by inserting 'Purchase Agreement and the' after 'the'. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

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

Ayes: 3 - Haney, Safai, Mar

211150 [Business and Tax Regulations Code - Temporary Suspension of Cannabis Business Tax]**Sponsor: Mandelman**

Ordinance amending the Business and Tax Regulations Code to suspend the imposition of the Cannabis Business Tax through December 31, 2022.

(Fiscal Impact)

11/02/21; ASSIGNED to Budget and Finance Committee. 11/4/21 - President Walton waived the 30-day rule pursuant to Board Rule No. 3.22.

11/09/21; REFERRED TO DEPARTMENT. Referred to the Offices of Cannabis, Treasurer and Tax Collector, and Controller for informational purposes. Referred to the Small Business Commission for review and comment.

Heard in Committee. Speakers: Tom Temprano (Office of Supervisor Rafael Mandelman); Ashley Groffenberger, Budget Director (Office of the Mayor); Carol Lu (Office of the Controller); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Claire Courtney; Conor Johnston; Johnny Delaplane (San Francisco Cannabis Retailers); spoke in support of the hearing matter.

Chair Haney was noted absent at 3:28 p.m.

Vice Chair Safai moved to excuse Chair Haney from 3:28 p.m. and for the remainder of the meeting.

The motion carried by the following vote:

Ayes: 2 - Safai, Mar

Excused 1 - Haney

Chair Haney was noted present at 3:56 p.m.

Vice Chair Safai moved to rescind the previous vote. The motion carried by the following vote:

Ayes: 2 - Safai, Mar

Excused 1 - Haney

Vice Chair Safai moved that this Ordinance be REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211117 [Hearing - Budget and Appropriations Committee's 2021-2023 Spending Plan]**Sponsor: Haney**

Hearing on the Budget and Appropriations Committee's 2021-2023 spending plan, specifically departmental spending plans for essential human services; and requesting the Department of Public Health, Department of Homelessness and Supportive Housing, Mayor's Office of Housing and Community Development, and the Office of Economic and Workforce Development to report.

10/19/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/26/21; REFERRED TO DEPARTMENT. Referred to the Department of Public Health; Department of Homelessness and Supportive Housing, Mayor's Office of Housing and Community Development, and Office of Economic Workforce Development for informational purposes.

Heard in Committee. Speakers: None.

Chair Haney moved that this Hearing be CONTINUED to the Budget and Finance Committee meeting of December 1, 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 4:00 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.