



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, January 26, 2022

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, January 26, 2022, with Chair Matt Haney presiding. Chair Haney called the meeting to order at 10:33 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 Mar were noted 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, unless otherwise stated, 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.*

AGENDA CHANGES

There were no agenda changes.

REGULAR AGENDA

211227 [Real Property License - City of Daly City - Two Groundwater Project Wells - 377 and 370 South Park Plaza Drive, Daly City, San Mateo County, California]

Resolution approving and authorizing the execution of a No-Fee License with the City of Daly City for the operation and maintenance of two Groundwater Project Wells on land owned by the City of Daly City located at 377 and 370 South Park Plaza Drive, Daly City, California; and authorizing the San Francisco Public Utilities Commission's General Manager to execute documents, make certain modifications, and take certain actions in furtherance of this Resolution, as defined herein, for a term to commence upon execution of the License through June 30, 2034. (Public Utilities Commission)

11/19/21; RECEIVED FROM DEPARTMENT.

11/30/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Obi Nzewi (San Francisco Public Utilities Commission); 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

211281 [Hearing - Release of Reserved Funds - Public Utilities Commission - Wastewater Enterprise Flood Claims - \$865,000]

Hearing to consider the release of reserved funds to the Public Utilities Commission, placed on the Budget and Finance Committee reserve by Ordinance No. 114-17 in the amount of \$865,000 to fund the Wastewater Enterprise flood claims. (Public Utilities Commission)

12/13/21; RECEIVED FROM DEPARTMENT.

12/13/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Greg Norby (San Francisco Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Haney moved to release the reserved funds in the amount of \$865,000 for the Wastewater Enterprise flood claims, and that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211280 [Hearing - Release of Reserved Funds - Juvenile Probation Department - Overtime Activities - \$469,745]

Hearing to consider the release of reserved funds to the Juvenile Probation Department, placed on the Budget and Finance Committee reserve by Ordinance No. 108-21 in the amount of \$469,745 to fund the overtime activities in Juvenile Hall and the Building and Grounds unit. (Juvenile Probation Department)

12/08/21; RECEIVED FROM DEPARTMENT.

12/09/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Katy Miller, Chief Probation Officer (Juvenile Probation Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Haney moved to release the reserved funds in the amount of \$469,745 for overtime activities in Juvenile Hall and the Building and Grounds unit, and that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Vice Chair Safai was noted absent at 11:13 a.m.

211282 [Hearing - Release of Reserved Funds - Juvenile Probation Department - Juvenile Justice Realignment Block Grant - \$794,598]

Hearing to consider the release of reserved funds to the Juvenile Probation Department, placed on the Budget and Finance Committee reserve by Ordinance No. 108-21 in the amount of \$794,598 to fund the Juvenile Justice Realignment Block Grant. (Juvenile Probation Department)

12/14/21; RECEIVED FROM DEPARTMENT.

12/14/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Katy Miller, Chief Probation Officer (Juvenile Probation Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Haney moved to release the reserved funds in the amount of \$794,598 for the Juvenile Justice Realignment Block Grant program, and that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 2 - Haney, Mar

Absent: 1 - Safai

Vice Chair Safai was noted present at 11:20 a.m.

211240 [Apologizing to Chinese Immigrants and Their Descendants]

Sponsors: Haney; Walton and Safai

Resolution apologizing on behalf of the Board of Supervisors of the City and County of San Francisco to Chinese immigrants and their descendants for systemic and structural discrimination, targeted acts of violence, and atrocities and committing to the rectification and redress of past policies and misdeeds.

11/30/21; RECEIVED AND ASSIGNED to Public Safety and Neighborhood Services Committee.

12/29/21; TRANSFERRED to Budget and Finance Committee. President Walton transferred this matter from Public Safety and Neighborhood Services Committee to the Budget and Finance Committee.

Heard in Committee. Speakers: Dennis Casey Wu; Justin Hoover (Chinese Historical Society of America Museum); Cally Wong (Asian Pacific Islander Council); Malcolm Yeung, Executive Director (Chinatown Community Development Center); Dean Ito Taylor, Executive Director (Asian Pacific Islander Legal Outreach); Sarah Wan, Executive Director (Community Youth Center); provided an overview and responded to questions raised throughout the discussion.

Supervisor Safai requested to be added as a co-sponsor.

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

Ayes: 3 - Haney, Safai, Mar

Member Mar was noted absent at 12:38 p.m.

211264 [Accept and Expend Grant and Amend the Annual Salary Ordinance - Retroactive - Centers for Disease Control and Prevention - Strengthening Sexually Transmitted Disease Prevention and Control for Health Departments - \$3,390,998]

Sponsor: Mayor

Ordinance retroactively authorizing the Department of Public Health to accept and expend a grant increase in the amount of \$2,246,359 for a total amount of \$3,390,998 from the Centers for Disease Control and Prevention for participation in a program, entitled "Strengthening Sexually Transmitted Disease Prevention and Control for Health Departments (Sexually Transmitted Disease Prevention and Control for Health Departments)," for the period of January 1, 2021, through December 31, 2021; and amending Ordinance No. 166-20 (Annual Salary Ordinance File No. 200568 for Fiscal Years 2020-2021 and 2021-2022) to provide for the addition of eight grant-funded full-time positions in Class 0922 Manager I (1.0 FTE), Class 2593 Health Program Coordinator III (3.0 FTE), 2232 Senior Physician Specialist (1.0 FTE), Class 2803 Epidemiologist II (1.0 FTE), and 2119 Health Care Analyst (2.0 FTE). (Public Health Department)

12/07/21; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/6/2022.

Heard in Committee. Speaker: Darpun Sachdev (Department of Public Health); 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: 2 - Haney, Safai

Absent: 1 - Mar

Chair Haney requested File Nos. 211305 and 211295 be called together.

Member Mar was noted present at 12:45 p.m.

211305 [Lease and Management Agreement Amendment - Botanical Garden Society - Botanical Garden, Japanese Tea Garden, and Conservatory of Flowers in Golden Gate Park]

Sponsor: Mayor

Resolution approving and authorizing an amendment to the Lease and Management Agreement between the Recreation and Park Department and the San Francisco Botanical Garden Society for the San Francisco Botanical Garden in Golden Gate Park, to also include the Japanese Tea Garden and the Conservatory of Flowers as part of the leased premises (which shall be known collectively as “the Gardens of Golden Gate Park”), to commence upon approval by the Board of Supervisors. (Recreation and Park Department)

12/14/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Carol Lazune; Rachel Norton (California State Parks Foundation); Hanley Chan and Nicholas Rusanoff (San Francisco Veterans Affairs Commission); Delle Maxwell and Lisa Serwin (San Francisco Botanical Gardens Society); Courtney Ellington, Charles Baker, James McGonkey, and Jerry Rentin (OneVet OneVoice); Eddie Ramirez; Don; Laura Youdin; spoke in support of the hearing matter. Harry Pariser; spoke in opposition of the hearing matter.

Chair Haney moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of February 2, 2022. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211295 [Park Code - Admission Fees at the Gardens of Golden Gate Park]

Sponsor: Mayor

Ordinance amending the Park Code to waive fees for admission by San Francisco residents to the Japanese Tea Garden and the Conservatory of Flowers; to authorize the Recreation and Park Department to waive or discount other admission fees at these facilities as well as at the San Francisco Botanical Garden (all three collectively, “the Gardens”); to fund these changes by reauthorizing the Recreation and Park Department to set admission fees for non-resident adults at the Gardens through flexible pricing, based on certain factors and to ensure consistency among all three Gardens; and affirming the Planning Department’s determination under the California Environmental Quality Act.

12/14/21; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/13/2022.

01/03/22; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

Heard in Committee. Speakers: Carol Lazune; Rachel Norton (California State Parks Foundation); Hanley Chan and Nicholas Rusanoff (San Francisco Veterans Affairs Commission); Delle Maxwell and Lisa Serwin (San Francisco Botanical Gardens Society); Courtney Ellington, Charles Baker, James McGonkey, and Jerry Rentin (OneVet OneVoice); Eddie Ramirez; Don; Laura Youdin; spoke in support of the hearing matter. Harry Pariser; spoke in opposition of the hearing matter.

Chair Haney moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of February 2, 2022. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211290 [General Obligation Bond Election - Muni Reliability and Street Safety - \$400,000,000]**Sponsors: Mayor; Walton, Mandelman, Safai, Haney and Mar**

Ordinance calling and providing for a special election to be held in the City and County of San Francisco on Tuesday, June 7, 2022, for the purpose of submitting to San Francisco voters a proposition to incur the following bonded indebtedness of the City and County: \$400,000,000 to finance the costs of construction, acquisition, and improvement of certain transportation, street safety and transit related capital improvements, and related costs necessary or convenient for the foregoing purposes; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; incorporating the provisions of Administrative Code, Sections 5.30-5.36; setting certain procedures and requirements for the election; finding that the proposed bond is not a project under the California Environmental Quality Act; and finding that the proposed bond is in conformity with the eight priority policies of Planning Code, Section 101.1(b), and with the General Plan consistency requirement of Charter, Section 4.105, and Administrative Code, Section 2A.53.

(Pursuant to California Government Code, Sections 43607 and 43608, this matter shall require a vote of two-thirds (8 votes) of all members of the Board of Supervisors to approve passage of this Ordinance.)

(Fiscal Impact)

12/14/21; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/13/2022.

12/22/21; 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 Municipal Transportation Agency for reports and/or comments, pursuant to Rules of Order 2.22.4. Referred to Planning Department for determination of consistency with the City's General Plan.

12/28/21; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2).

Heard in Committee. Speakers: Gwyneth Borden, Chair, (San Francisco Municipal Transportation Agency Board of Directors); Jonathan Rewers (San Francisco Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. Mark Gleason; Brian Haagsman (Walk San Francisco); spoke in support of the hearing matter. Barry Taranto spoke in opposition to the hearing matter. David Pilpel; spoke on various concerns relating to the hearing matter.

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

Vice Chair Safai moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 10-12, by adding 'applying provisions of Administrative Code Section 6.27, requiring certain funded projects to be subject to a Project Labor Agreement;' after 'Administrative Code Chapter 37'; on Page 4, Line 24 through Page 5, Line 1, by adding 'and applying the provisions of Administrative Code Section 6.27, requiring certain funded projects to be subject to a Project Labor Agreement.'; and on Page 5, Lines 16-25, by adding 'Notwithstanding any exclusion applicable to the San Francisco Municipal Transportation Agency contained in Administrative Code Chapter 6.27 ("Citywide Project Labor Agreement Ordinance"), contracts funded with proceeds of bonds authorized hereunder, which bonds are issued on or after June 7, 2022, shall be subject to Project Labor Agreements that include all of the required terms set forth in subsection (e) of Administrative Code Section 6.27 and shall be governed by the provisions of Section 6.27, as Section 6.27 may be amended from time to time, unless the application of this requirement would cause the City to violate the conditions of a state, federal, or other funding source. The Board of Supervisors may, by Ordinance, modify the June 7, 2022 deadline to accommodate the negotiation of Project Labor Agreements.'. The motion carried by the following vote:

Ordinance calling and providing for a special election to be held in the City and County of San Francisco on Tuesday, June 7, 2022, for the purpose of submitting to San Francisco voters a proposition to incur the following bonded indebtedness of the City and County: \$400,000,000 to finance the costs of construction, acquisition, and improvement of certain transportation, street safety and transit related capital improvements, and related costs necessary or convenient for the foregoing purposes; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code Chapter 37; applying provisions of Administrative Code Section 6.27, requiring certain funded projects to be subject to a Project Labor Agreement; providing for the levy and collection of taxes to pay both principal and interest on such bonds; incorporating the provisions of Administrative Code, Sections 5.30 - 5.36 setting certain procedures and requirements for the election; finding that the proposed bond is not a project under the California Environmental Quality Act (CEQA) ; and finding that the proposed bond is in conformity with the eight priority policies of Planning Code, Section 101.1(b), and with the General Plan consistency requirement of Charter, Section 4.105, and Administrative Code, Section 2A.53.

(Pursuant to California Government Code, Sections 43607 and 43608, this matter shall require a vote of two-thirds (8 votes) of all members of the Board of Supervisors to approve passage of this Ordinance.)

(Fiscal Impact)

Vice Chair Safai moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of February 2, 2022. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

211291 [General Obligation Bond Election - Muni Reliability and Street Safety]

Sponsors: Mayor; Walton, Mandelman, Safai, Haney, Mar and Melgar

Resolution determining and declaring that the public interest and necessity demand the construction, acquisition, improvement, and retrofitting of transportation, street safety and transit related improvements, and other critical infrastructure and facilities for transportation system improvements and safety improvements and related costs necessary or convenient for the foregoing purposes; authorizing landlords to pass-through 50% of the resulting property tax increase to residential tenants under Administrative Code, Chapter 37; providing for the levy and collection of taxes to pay both principal and interest on such bonds; incorporating the provisions of Administrative Code, Sections 5.30-5.36; setting certain procedures and requirements for the election; finding that the proposed bond is not a project under the California Environmental Quality Act (CEQA); and finding that the proposed bond is in conformity with the eight priority policies of Planning Code, Section 101.1(b), and with the General Plan consistency requirement of Charter, Section 4.105, and Administrative Code, Section 2A.53.

(Pursuant to California Government Code, Sections 43607 and 43608, this matter shall require a vote of two-thirds (8 votes) of all members of the Board of Supervisors to approve passage of this Ordinance.)

(Fiscal Impact)

12/14/21; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Gwyneth Borden, Chair, (San Francisco Municipal Transportation Agency Board of Directors); Jonathan Rewers (San Francisco Municipal Transportation Agency); provided an overview and responded to questions raised throughout the discussion. Mark Gleason; Brian Haagsman (Walk San Francisco); spoke in support of the hearing matter. Barry Taranto spoke in opposition to the hearing matter. David Pilpel; spoke on various concerns relating to the hearing matter.

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

Vice Chair Safai moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of February 2, 2022. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

220017 [Multifamily Housing Revenue Bonds - 4101 Noriega, 363 Noe, 200 Randolph/409 Head, 2206-2268 Great Highway and 1357-1371 Eddy (also known as 1353-1367 Eddy) - SFHA Scattered Sites - Not to Exceed \$50,776,000]

Sponsors: Mayor; Mar, Safai and Haney

Resolution authorizing the issuance and delivery of multifamily housing revenue bonds (tax-exempt) in an aggregate principal amount not to exceed \$40,776,000 and multifamily housing revenue bonds (taxable) in an aggregate principal amount not to exceed \$10,000,000, for a total aggregate principle amount not to exceed \$50,776,000, for the purpose of providing financing for the acquisition and rehabilitation of a 69-unit, affordable multifamily rental housing project located at 4101 Noriega Street, 363 Noe Street, 200 Randolph/409 Head Street, 2206-2268 Great Highway and 1357-1371 Eddy Street (also known as 1353-1367 Eddy Street) known as "SFHA Scattered Sites" within the City; approving the form of and authorizing the execution of an indenture of trust providing the terms and conditions of the bonds; approving the form of and authorizing the execution of one or more regulatory agreements and declarations of restrictive covenants; approving the form of and authorizing the execution of one or more loan agreements providing the terms and conditions of the loan from the City to the borrower; approving the form of and authorizing the execution of an assignment of deed of trust documents; authorizing the collection of certain fees; approving modifications, changes and additions to the documents, as defined herein; ratifying and approving any action heretofore taken in connection with the bonds and the project, as defined herein; and granting general authority to City officials to take actions necessary to implement this Resolution, as defined herein; and related matters, as defined herein.

01/04/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ryan Vanzuylen (Mayor's Office of Housing and Community Development); Sam Moss, Executive Director (Mission Housing Development Corporation); 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 Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Vice Chair Safai was noted absent at 2:01 p.m.

Member Mar was noted absent at 2:11 p.m. and for the remainder of the meeting.

Chair Haney recessed the meeting at 2:11 p.m., and reconvened at 2:16 p.m.

Vice Chair Safai was noted present at 2:16 p.m.

220015 [Purchase of Real Property - Apply for Grant Application - VSSF Associates, LLC - 835 Turk Street - Homelessness and Supportive Housing - Homekey Grant Program - \$25,701,300]

Sponsors: Mayor; Preston, Safai and Haney

Resolution 1) approving and authorizing the Director of Property, on behalf of the Department of Homelessness and Supportive Housing (“HSH”), to acquire certain property located at 835 Turk Street (“Property”) for \$25,650,000 plus an estimated \$51,300 for typical closing costs, for a total anticipated amount of \$25,701,300; 2) approving and authorizing HSH, on behalf of the City, to apply to the California Department of Housing and Community Development for its Homekey Grant Program to purchase the Property; 3) approving and authorizing an Agreement of Purchase and Sale for Real Estate for the acquisition of the Property from VSSF Associates, LLC (“Purchase Agreement”), which includes a liquidated damages clause of up to \$250,000 in case of default by the City, and an interim property management fee not to exceed \$5,000 per month, plus reasonable operating expenses for the Property, to be paid to VSSF Associates, LLC until the City selects an operator for the Property; 4) authorizing the Director of Property to execute the Purchase Agreement, make certain modifications, and take certain actions in furtherance of this Resolution and the Purchase Agreement, as defined herein; 5) affirming the Planning Department’s determination under the California Environmental Quality Act; and 6) adopting the Planning Department’s findings that the Purchase Agreement, and the transaction contemplated therein, is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

(Fiscal Impact)

01/04/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Emily Cohen (Department of Homelessness and Supportive Housing); Jennifer Bolen (Office of Supervisor Preston); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Eliana Binder (GLIDE); Mary Kate Bacalao (Compass Family Services); Megan Freebeck; Jordan Davis; spoke in support of the hearing matter.

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

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

Ayes: 2 - Haney, Safai

Absent: 1 - Mar

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 2:18 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.