



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: Hillary Ronen, Ahsha Safai, Gordon Mar

Clerk: Brent Jalipa (415) 554-7712

Wednesday, March 16, 2022

10:30 AM

Regular Meeting

IN-PERSON MEETING
City Hall, Legislative Chamber, Room 250

(remote access provided)
(remote public comment provided via teleconference)

Present: 3 - Hillary Ronen, Ahsha Safai, and Gordon Mar

The Budget and Finance Committee met in a regular session, in-person with remote access and public comment via telephone, on Wednesday, March 16, 2022, with Chair Ronen presiding. Chair Ronen called the meeting to order at 10:34 a.m.

Remote Access to Information and Participation

The Board of Supervisors and its committees convene hybrid meetings that allow in-person attendance, remote access, and public comment via teleconference. Visit the SFGovTV website at (www.sfgovtv.org) to stream the live meetings and watch meetings on demand or watch live meetings on San Francisco Cable Channels 26, 78 or 99 (depending on your provider). Members of the public may provide public comment in-person or remotely via teleconference (detailed instructions available at: <https://sfbos.org/remote-meeting-call>).

Members of the public 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>.

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 the Clerk, Brent Jalipa, at (415) 554-7712 or brent.jalipa@sfgov.org.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Ronen, Vice Chair Safai, and Member Mar were noted present. A quorum of the Committee was present.

COMMUNICATIONS

*Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public, when general public comment is called, to contribute live comments for up to two minutes in-person or by dialing the provided telephone number. In-person public comment will be taken before remote public comment is called. Those who are providing public comment remotely must dial * 3 to be added to the remote queue to speak. Written comments may be submitted through email (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

220145 [Agreements - Long Duration Storage - Tumbleweed Energy Storage, LLC - CleanPowerSF - Not to Exceed \$65,000,000]

Resolution authorizing the Public Utilities Commission to purchase long duration energy storage from Tumbleweed Energy Storage LLC by 1) entering into the Buyer Liability Pass Through Agreement; 2) entering into the Tumbleweed Energy Storage Project Participation Share Agreement; and 3) entering into the Tumbleweed Coordinated Operations Agreement, all of which are agreements between California Community Power, CleanPowerSF, and six community choice aggregators to enable the City and County of San Francisco to purchase long duration energy storage to serve customers of CleanPowerSF with a not to exceed amount of \$65,000,000 for a 15-year term to commence upon commercial operation of the project, pursuant to Charter, Section 9.118. (Public Utilities Commission) (Fiscal Impact)

02/07/22; RECEIVED FROM DEPARTMENT.

02/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michael Hyams (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. David Pilpel; spoke on various concerns regarding the hearing matter.

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 12-13, by adding 'and making environmental findings under the California Environmental Quality Act'; on Page 5, Lines 16-24, by adding 'WHEREAS, The actions contemplated in this Resolution comply with the California Environmental Quality Act ("CEQA") (California Public Resources Code Sections 21000 et seq.), because: (i) the Project is undergoing environmental review in Kern County; (ii) the Tumbleweed ESSA and other agreements allow CC Power, CleanPowerSF, and the other participating CCAs to terminate their participation in the Project if Tumbleweed Energy Storage, LLC fails to obtain all applicable discretionary permits and complete CEQA review; and (iii) Tumbleweed Energy Storage, LLC is required by the agreements to comply with all applicable laws during the term of the agreements, which includes CEQA requirements for implementation of mitigation measures; and'; on Page 6, Lines 3-6, by adding 'WHEREAS, While the Tumbleweed PPSA will be effective upon execution by all the parties in 2022, CleanPowerSF's payments under the Tumbleweed PPSA will not start until commercial operation of the Tumbleweed LDS Project in 2026, and will continue for 15 years after they start accruing; and'; on Page 6, Line 16, by replacing 'project' with 'Tumbleweed LDS Project'; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

Resolution authorizing the Public Utilities Commission to purchase long duration energy storage from Tumbleweed Energy Storage LLC by 1) entering into the Buyer Liability Pass Through Agreement; 2) entering into the Tumbleweed Energy Storage Project Participation Share Agreement; and 3) entering into the Tumbleweed Coordinated Operations Agreement, all of which are agreements between California Community Power, CleanPowerSF, and six community choice aggregators to enable the City and County of San Francisco to purchase long duration energy storage to serve customers of CleanPowerSF with a not to exceed amount of \$65,000,000 for a 15 year term to commence upon commercial operation of the project, pursuant to Charter, Section 9.118; and making environmental findings under the California Environmental Quality Act. (Public Utilities Commission) (Fiscal Impact)

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

Ayes: 3 - Ronen, Safai, Mar

220150 [Accept and Expend Grant - Retroactive - San Francisco General Hospital Foundation - Enhanced Perinatal Services Funds: The Solid Start Initiative at Zuckerberg San Francisco General/Team Lily - \$1,005,562]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$1,005,562 from the San Francisco General Hospital Foundation for participation in a program, entitled "Enhanced Perinatal Services Funds: The Solid Start Initiative at Zuckerberg San Francisco General/Team Lily," for the period of July 1, 2021, through June 30, 2022. (Public Health Department)

02/08/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jenna Bilinski and Greg Wong (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Ronen, Safai, Mar

220151 [Accept and Expend Grant - Retroactive - The Gerson Bakar Foundation - San Francisco General Hospital Foundation - The Department of Psychiatry Inpatient Unit Improvements - \$1,900,000]

Sponsor: Mayor

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$1,900,000 from the Gerson Bakar Foundation through the San Francisco General Hospital Foundation for participation in a program, entitled "The Department of Psychiatry Inpatient Unit Improvements," for the period of June 8, 2021, through August 31, 2022. (Public Health Department)

02/08/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Jason Zook and Greg Wong (Department of Public Health); Ashley Groffenberger (Mayor's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Ronen, Safai, Mar

220124 [Accept and Expend Grant - Retroactive - The Regents of the University of California - Justice Driven Data Science for Prosecutorial Impact Project - \$149,000]

Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant in the amount of \$149,000 from the Regents of the University of California for the Justice Driven Data Science for Prosecutorial Impact Project for the initial performance period from November 1, 2021, through October 31, 2022, and an anticipated full performance period from November 1, 2021, through October 31, 2023. (District Attorney)

01/28/22; RECEIVED FROM DEPARTMENT.

02/08/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Mikaela Rabinowitz (Office of the District Attorney); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Ronen, Safai, Mar

220094 [Loan Agreement - CCDC Throughline, L.L.C. - 777 Broadway Street, 1525 Grant Avenue, and 1207 Mason Street - Not to Exceed \$26,286,000]**Sponsors: Mayor; Mar and Ronen**

Resolution approving and authorizing the execution of a Loan Agreement with CCDC Throughline L.L.C., a California limited liability corporation, in an aggregate total amount not to exceed \$26,286,000 for a minimum term of 55 years for a portion of the loan amount and maximum terms of 40 years for other portions of the loan amount based on the requirements of the funding sources, to finance the acquisition and rehabilitation of three existing 100% affordable multifamily rental housing projects for low income households, known as "Throughline Apartments," consisting of 88 rental units and four commercial spaces in three buildings located at 777 Broadway, 1525 Grant Avenue, and 1207 Mason Street; and adopting findings that the Loan Agreement is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1.

(Fiscal Impact)

01/25/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

02/09/22; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: David Le (Mayor's Office of Housing and Community Development); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Member Mar moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 4, Line 23 through Page 5, Line 2, by adding 'WHEREAS, The City and the Borrower have agreed to enter into a Purchase Option Agreement, prior to or concurrent with execution of the Agreement, providing the City with an option and right of first refusal to acquire the Project upon any proposed transfer of the Project, among other certain events.' The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

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

Ayes: 3 - Ronen, Safai, Mar

220144 [Contract Agreement - Rebuilding Together San Francisco - Fix Lead SF - Not to Exceed \$14,300,000]

Resolution authorizing the Department of the Environment to execute a contract between the City and County of San Francisco, acting by and through its Department of the Environment, and Rebuilding Together San Francisco for the provision of the administration of the City and County's Fix Lead SF Program, a program to reduce childhood lead poisoning in San Francisco residences, for the five-year period of March 1, 2022, through February 28, 2027, in the amount not to exceed \$14,300,000 with three one-year options to extend. (Environment)

(Fiscal Impact)

02/07/22; RECEIVED FROM DEPARTMENT.

02/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Ryan Ramos (Department of the Environment); Nicolas Menard (Office of the Budget and Legislative Analyst); Karen Yu (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

Vice Chair Safai moved that this Resolution be CONTINUED to the Budget and Finance Committee meeting of April 6, 2022. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Mar

220143 [Cost Reimbursement Agreement - Pacific Gas and Electric Company - Management of Residual Petroleum Hydrocarbons - Pier 70]

Resolution approving the Cost Reimbursement Agreement between the Port and Pacific Gas and Electric Company for management of residual petroleum hydrocarbons on Port property within the shoreline and submerged land near the former Potrero Power Plant Site and Pier 70, for a 20-year term or reimbursement of \$5,000,000 whichever comes first, to commence upon Board approval. (Port)

02/07/22; RECEIVED FROM DEPARTMENT.

02/15/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Carol Bach (Port Department); provided an overview and responded to questions raised throughout the discussion.

Chair Ronen moved that this Resolution be REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors

Ayes: 3 - Ronen, Safai, Mar

220173 [Contract Amendment - Golden Gate Petroleum - Renewable Diesel Fuel - Not to Exceed \$68,000,000]

Resolution authorizing the Office of Contract Administration to execute Amendment No. 2 to Contract 1000013880 between the City and County of San Francisco and Golden Gate Petroleum, for the purchase of renewable diesel fuel for City departments; increasing the contract amount by \$26,000,000 for a total contract amount not to exceed \$71,000,000 and extending the term by two years from March 31, 2022, for a total contract duration of five years of June 1, 2019, through May 31, 2024. (Office of Contract Administration)
(Fiscal Impact)

02/14/22; RECEIVED FROM DEPARTMENT.

03/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sailaja Kurella and Don Jones (Office of Contract Administration); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by reducing the contract amount from '\$26,000,000' to '\$23,000,000'; by reducing the total not to exceed amount from '\$71,000,000' to '\$68,000,000'; and increasing the term from 'two years' to 'two years and two months'; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Resolution authorizing the Office of Contract Administration to execute Amendment No. 2 to Contract 1000013880 between the City and County of San Francisco and Golden Gate Petroleum, for the purchase of renewable diesel fuel for City departments; increasing the contract amount by \$23,000,000 for a total contract amount not to exceed \$68,000,000 and extending the term by two years and two months from March 31, 2022, for a total contract duration of five years from June 1, 2019, through May 31, 2024. (Office of Contract Administration)
(Fiscal Impact)

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

Ayes: 3 - Ronen, Safai, Mar

220079 [Appropriation - General Fund General Reserves - Fire Department Overtime - \$14,593,353 - FY2021-2022]**Sponsors: Mayor; Stefani**

Ordinance appropriating \$14,593,353 of General Fund General Reserves to the Fire Department for overtime in Fiscal Year (FY) 2021-2022; this Ordinance requires a two-thirds vote of all members of the Board of Supervisors pursuant to Charter, Section 9.113(c).

(Pursuant to Charter, Section 9.113(c), this matter shall require a vote of two-thirds (8 votes) of all members of the Board of Supervisors to approve such appropriation ordinance for passage.)

01/25/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 2/24/2022.

03/01/22; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee. Mayor Breed introduced a substitute Ordinance bearing a new title.

Heard in Committee. Speakers: Tom O'Connor, Mark Corso, and Jeanine Nicholson, Fire Chief (Fire Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Ronen, Safai, Mar

220057 [Business and Tax Regulations Code - Extending Temporary Suspension of Business Registration and Fee for Transportation Network Company Drivers and Taxi Drivers]**Sponsors: Peskin; Ronen, Safai and Mar**

Ordinance amending the Business and Tax Regulations Code to extend, through Fiscal Year 2022-2023, the temporary suspension of the application for the business registration and fee requirements applied to transportation network company drivers and taxi drivers. (Treasurer-Tax Collector)

01/13/22; RECEIVED FROM DEPARTMENT.

01/25/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 2/24/2022.
1/25/22 - Supervisor Peskin assumed primary sponsorship.

Heard in Committee. Speaker: Supervisor Aaron Peskin (Board of Supervisors); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Ronen, Safai, Mar

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:45 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.