



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, Connie Chan

Clerk: Brent Jalipa (415) 554-7712

Wednesday, January 25, 2023

12:30 PM

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 Connie Chan

The Budget and Finance Committee met in a regular session, in-person with remote access and public comment via telephone, on Wednesday, January 25, 2023, with Chair Hillary Ronen presiding. Chair Ronen called the meeting to order at 12:36 p.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 (www.sfgovtv.org) to stream the live meetings and watch meetings on demand or watch live meetings on San Francisco Cable Channels 26, 28, 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/remotemeeting-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 10:00 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 Budget and Finance Committee Clerk at (415) 554-7712 or brent.jalipa@sfgov.org.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Ronen and Member Chan were noted present. Vice Chair Safai was noted not 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 to the Budget and Finance 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

Vice Chair Safai was noted present at 12:38 p.m.

220876 [Appropriation and De-Appropriation - District 7 Participatory Budgeting - General City Responsibility - \$292,674; SFMTA - Vision Zero Projects - \$77,500 - FY2022-2023]

Sponsor: Melgar

Ordinance de-appropriating \$292,674 from District 7 General City Responsibility (GEN) and re-appropriating \$128,000 to the Department of Children, Youth and Their Families (CHF) for creating a community space, a sports hub, and teen workforce development program in District 7; \$50,000 to the Department of Emergency Management (DEM) for neighborhood and community building activities in District 7; \$114,674 to the Department of Public Works (DPW) for a parklet installation in public space, increased refuse bins installations, and cleaning supplies for District 7; and de-appropriating \$77,500 from San Francisco Municipal Transportation Agency (SFMTA) and re-appropriating \$77,500 for improving traffic flow and pedestrian safety, and building a pedestrian island for District 7 Vision Zero projects at SFMTA in Fiscal Year (FY) 2022-2023.
(Fiscal Impact)

07/26/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/25/2022.

Heard in Committee. Speakers: Supervisor Myrna Melgar (Board of Supervisors); 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, Chan

221280 [Civic Bridge Program - Behested Payments Waiver]**Sponsors: Mayor; Safai**

Resolution authorizing the Office of the Mayor and the Department of Technology to solicit in-kind donations through the Civic Bridge program from various City contractors, notwithstanding the Behested Payments Ordinance.

12/13/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Sophia Kittler, Director of Innovation, and Matthew Larson (Mayor's Office); Anne Pearson (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Ronen, Safai, Chan

221203 [Accept and Expend Grant - Retroactive - National Institutes of Health - Brief Longitudinal Incident Sentinel Surveillance (BLISS) to End the HIV Epidemic Among Persons Who Inject Drugs (PWID) - \$178,137]**Sponsors: Mayor; Mandelman and Ronen**

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$178,137 from the National Institutes of Health for participation in a program, entitled "Brief Longitudinal Incident Sentinel Surveillance (BLISS) to End the Human Immunodeficiency Virus (HIV) Epidemic among Persons Who Inject Drugs (PWID)," for the period of August 15, 2022, through July 31, 2023.

11/29/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Erin Wilson (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Ronen, Safai, Chan

221248 [Accept and Expend Grant - Retroactive - Office of Refugee Health - Refugee Health Assessment Program (RHAP) - Federal Fiscal Year (FFY) 2022-23 Award Number 22-38-90899-00 - \$324,061]

Sponsors: Mayor; Ronen

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$324,061 from the Office of Refugee Health through the California Department of Public Health for participation in a program, entitled "Refugee Health Assessment Program (RHAP) - Federal Fiscal Year (FFY) 2022-23 Award Number 22-38-90899-00," for the period of October 1, 2022, through September 30, 2023. (Public Health Department)

12/06/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Cristy Dietrich (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Ronen, Safai, Chan

221184 [Contract Amendment - Special Service for Groups, Inc. - Therapeutic and Specialty Mental Health Services for Children and Youth - Not to Exceed \$31,513,419]

Resolution approving Amendment No. 2 to the agreement between Special Service for Groups, Inc. and the Department of Public Health, for therapeutic and specialty mental health services, to increase the agreement by \$21,757,478 for an amount not to exceed \$31,730,191; to extend the term by four years and six months, from June 30, 2023, for a total agreement term of July 1, 2018, through December 31, 2027; and to authorize the Department of Public Health to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

11/16/22; RECEIVED FROM DEPARTMENT.

11/29/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dr. Farahnaz Farahmand, Director, Children, Youth & Families System of Care (Department of Public Health, Behavioral Health Services); 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 decreasing the increased amount from '\$21,757,478' to '\$21,540,706', and reducing the amount not to exceed from '\$31,730,191' to '\$31,513,419' throughout the legislation. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Chan

Resolution approving Amendment No. 2 to the agreement between Special Service for Groups, Inc. and the Department of Public Health, for therapeutic and specialty mental health services, to increase the agreement by \$21,540,706 for an amount not to exceed \$31,513,419; to extend the term by four years and six months, from June 30, 2023, for a total agreement term of July 1, 2018, through December 31, 2027; and to authorize the Department of Public Health to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

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

Ayes: 3 - Ronen, Safai, Chan

221185 [Contract Amendment - Retroactive - Progress Foundation - Behavioral Health Services - Not to Exceed \$221,847,999]

Sponsor: Safai

Resolution approving Amendment No. 2 to the Agreement between Progress Foundation and the Department of Public Health (DPH), for behavioral health services; to increase the Agreement by \$127,324,481 for an amount not to exceed \$221,847,999; to extend the term by five years, from December 31, 2022, for a total Agreement term of July 1, 2018, through December 31, 2027; and to authorize DPH to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

11/17/22; RECEIVED FROM DEPARTMENT.

11/29/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Maximilian Rocha, Director, Systems of Care (Department of Public Health, Behavioral Health Services); Steve Fields, Executive Director (Progress Foundation); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Chair Ronen moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by stating the approval is retroactive throughout the legislation. The motion carried by the following vote:

Resolution retroactively approving Amendment No. 2 to the Agreement between Progress Foundation and the Department of Public Health (DPH), for behavioral health services; to increase the Agreement by \$127,324,481 for an amount not to exceed \$221,847,999; to extend the term by five years, from December 31, 2022, for a total Agreement term of July 1, 2018, through December 31, 2027; and to authorize DPH to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

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

Ayes: 3 - Ronen, Safai, Chan

221194 [Contract Agreement - Retroactive - San Francisco AIDS Foundation - Health Access Point Services - Not to Exceed \$11,886,595]

Resolution approving an original contract agreement between the San Francisco AIDS Foundation and the Department of Public Health (DPH), to provide Health Access Point services in an amount not to exceed \$11,886,595 for a total initial contract term of January 1, 2023, through June 30, 2026, and to authorize DPH to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

11/22/22; RECEIVED FROM DEPARTMENT.

12/06/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Nikole Trainor (Department of Public Health); 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 stating the approval is retroactive throughout the legislation. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Chan

Resolution retroactively approving an original contract agreement between the San Francisco AIDS Foundation and the Department of Public Health (DPH), to provide Health Access Point services in an amount not to exceed \$11,886,595 for a total initial contract term of January 1, 2023, through June 30, 2026, and to authorize DPH to enter into amendments or modifications to the contract prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the contract or this Resolution. (Public Health Department)
(Fiscal Impact)

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

Ayes: 3 - Ronen, Safai, Chan

221282 [Issuance by the California Enterprise Development Authority of Revenue Obligations and TEFRA Hearing for Chinese American International School - Not to Exceed \$20,000,000]

Sponsors: Melgar; Chan

Resolution approving for purposes of Internal Revenue Code, Section 147(f), the Issuance and Sale of Revenue Obligations by the California Enterprise Development Authority, in an aggregate principal amount not to exceed \$20,000,000 to finance the cost of renovation, construction, installation, equipping and/or furnishing of educational and related facilities to be owned and operated by Chinese American International School, a California nonprofit public benefit corporation.

12/13/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Keith Sevigny (Controller's Office of Public Finance); 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, Chan

Chair Ronen requested File Nos. 221265, 221266, 221273, and 221274 be called together.

221265 [Sale of General Obligation Bonds (Health and Recovery, 2020), Series 2023A, - Not to Exceed \$30,000,000]

Sponsor: Mayor

Resolution authorizing the issuance and sale of not to exceed \$30,000,000 aggregate principal amount of one or more series of bonds on a tax-exempt or taxable basis of City and County of San Francisco General Obligation Bonds (Health and Recovery, 2020), Series 2023A; prescribing the form and terms of such bonds and any subseries designation; providing for the appointment of depositories and other agents for such bonds; providing for the establishment of accounts and/or subaccounts related to such bonds; authorizing the sale of such bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of such bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to such documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of such bonds, as defined herein. (Fiscal Impact)

12/13/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Vishal Trivedi (Controller's Office of Public Finance); Stacy Bradley, Director of Capital Planning (Recreation and Park Department); Brad Benson and Carlos Colón (Port Department); Benjamin McCloskey (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. David Pilpel; spoke in support of the hearing matter.

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

Ayes: 3 - Ronen, Safai, Chan

221266 [Appropriation - GO Bond Proceeds - Health & Recovery Series 2023A - RPD - \$30,000,000 - Embarcadero Seawall Series 2023B - PRT - \$42,000,000 - Affordable Housing Series 2023C - MOHCD - \$172,000,000 - FY2022-2023]

Sponsors: Mayor; Safai

Ordinance appropriating \$30,000,000 of proceeds from Series 2023A Health and Recovery General Obligation (GO) Bonds to the Recreation and Park Department (RPD) for improvements to parks, recreation facilities, and open spaces; \$42,000,000 of proceeds from Series 2023B Embarcadero Seawall GO Bonds to the Port of San Francisco (PRT) for planning, engagement, program management, pilot projects, Embarcadero project pre-design and detailed design, and a flood study with the United States Army Corps of Engineers; \$172,000,000 from Series 2023C Affordable Housing to the Mayor's Office of Housing and Community Development (MOHCD) for public, low-income, preservation and middle income, and senior housing projects in Fiscal Year (FY) 2022-2023; and placing these funds on Controller's Reserve pending receipt of bond proceeds.
(Fiscal Impact)

12/13/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/12/2023.

Heard in Committee. Speakers: Vishal Trivedi (Controller's Office of Public Finance); Stacy Bradley, Director of Capital Planning (Recreation and Park Department); Brad Benson and Carlos Colón (Port Department); Benjamin McCloskey (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. David Pilpel; spoke in support of the hearing matter.

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

Ayes: 3 - Ronen, Safai, Chan

221273 [Sale of General Obligation Bonds (Embarcadero Seawall Earthquake Safety, 2018), Series 2023B - Not to Exceed \$42,000,000]**Sponsor: Mayor**

Resolution authorizing the issuance and sale of not to exceed \$42,000,000 aggregate principal amount in one or more series of bonds on a tax-exempt or taxable basis of City and County of San Francisco General Obligation Bonds (Embarcadero Seawall Earthquake Safety, 2018) Series 2023B; prescribing the form and terms of such bonds; providing for the appointment of depositories and other agents for such bonds; providing for the establishment of accounts and/or subaccounts related to such bonds; authorizing the sale of such bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of such bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to such documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of such bonds, as defined herein.

(Fiscal Impact)

12/13/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Vishal Trivedi (Controller's Office of Public Finance); Stacy Bradley, Director of Capital Planning (Recreation and Park Department); Brad Benson and Carlos Colón (Port Department); Benjamin McCloskey (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. David Pilpel; spoke in support of the hearing matter.

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

Ayes: 3 - Ronen, Safai, Chan

221274 [Sale of General Obligation Bonds (Social Bonds - Affordable Housing, 2019), Series 2023C - Not to Exceed \$172,000,000]**Sponsor: Mayor**

Resolution authorizing the issuance and sale of not to exceed \$172,000,000 aggregate principal amount on a tax-exempt or taxable basis of City and County of San Francisco General Obligation Bonds (Social Bonds-Affordable Housing, 2019) Series 2023C; prescribing the form and terms of such bonds; providing for the appointment of depositories and other agents for such bonds; providing for the establishment of accounts and/or subaccounts related to such bonds; authorizing the sale of such bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of such bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to such documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of such bonds, as defined herein.

(Fiscal Impact)

12/13/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Vishal Trivedi (Controller's Office of Public Finance); Stacy Bradley, Director of Capital Planning (Recreation and Park Department); Brad Benson and Carlos Colón (Port Department); Benjamin McCloskey (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. David Pilpel; spoke in support of the hearing matter.

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

Ayes: 3 - Ronen, Safai, Chan

221259 [Hearing - Mayor's Five Year Budget Projections Report and Budget Instructions]**Sponsor: Ronen**

Hearing on the City and County of San Francisco's five-year budget projections and budget instructions to Departments on behalf of Mayor London N. Breed; and requesting the Controller and Mayor's Budget Director to report.

12/06/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

01/17/23; REFERRED TO DEPARTMENT. Referred to the Office of the Controller and Mayor's Office of Public Policy and Finance informational purposes.

Heard in Committee. Speakers: Anna Duning, Budget Director (Mayor's Office of Public Policy and Finance); Michelle Allersma (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; David Pilpel; Brent Turner; spoke on various concerns relating to the hearing matter.

Chair Ronen moved that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Chan

230036 [Hearing - Review and Adoption of the Proposed Draft FYs 2023-2024 and 2024-2025 Budgets for the Board of Supervisors]

Hearing to consider the annual review and adoption of the Proposed Draft Fiscal Years (FYs) 2023-2024 and 2024-2025 Budgets for the Board of Supervisors/Office of the Clerk of the Board; and requesting the Office of the Clerk of the Board to report. (Clerk of the Board)

01/10/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Angela Calvillo, Clerk of the Board of Supervisors (Office of the Clerk of the Board of Supervisors); provided an overview and responded to questions raised throughout the discussion. David Pilpel; Francisco Da Costa; spoke on various concerns relating to the hearing matter.

Chair Ronen moved that his Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 3 - Ronen, Safai, Chan

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 4:02 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.