



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: Connie Chan, Rafael Mandelman, Ahsha Safai

Clerk: Brent Jalipa (415) 554-7712

Wednesday, March 15, 2023

10:00 AM

Regular Meeting

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

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

Present: 3 - Connie Chan, Rafael Mandelman, and Ahsha Safai

The Budget and Finance Committee met in regular session, in-person with remote access and public comment via telephone, on Wednesday, March 15, 2023, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:04 a.m.

Remote Access to Information and Participation

The Board of Supervisors and its committees convene hybrid meetings that allow in-person attendance, in-person public comment (prioritized before remote public comment), remote access, and remote public comment via teleconference (<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.

Live watch San Francisco Cable Channels 26, 28, 78 or 99 (depending on your provider) or stream meetings on the SFGovTV website (www.sfgovtv.org). 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>.

Visit the Board's website (www.sfbos.org) for additional information or 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 Chan and Vice Chair Mandelman were noted present. Member 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 public comment is called, to contribute live comments in-person or by dialing the telephone number published on the agenda and scrolling across the screen. 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

230074 [Safe Consumption Sites - Behested Payment Waiver]

Sponsors: Ronen; Mandelman, Walton and Dorsey

Resolution authorizing the Mayor, officers and employees of the Office of the Mayor, and officers and employees of the Department of Public Health to solicit donations to support the opening and operation of safe consumption sites from various private entities and foundations, notwithstanding the Behested Payment Ordinance.

01/24/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Tom Paulino (Office of the Mayor); provided an overview and responded to questions raised throughout the discussion. Speaker; spoke in support of the resolution matter.

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

Ayes: 2 - Chan, Mandelman

Absent: 1 - Safai

221162 [Business and Tax Regulations Code - Extending Temporary Suspension of Business Registration and Fee for Transportation Network Company Drivers and Taxi Drivers]

Sponsors: Peskin; Chan and Mandelman

Ordinance amending the Business and Tax Regulations Code to extend through Fiscal Year 2027-2028 the temporary suspension of the application of the business registration and fee requirements to transportation network company drivers and taxi drivers.

11/15/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 12/15/2022.

11/28/22; REFERRED TO DEPARTMENT. Referred to the Office of the Treasurer-Tax Collector for informational purposes.

Heard in Committee. Speakers: Supervisor Aaron Peskin (Board of Supervisors); Eric Manke (Office of the Treasurer-Tax Collector); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 2 - Chan, Mandelman

Absent: 1 - Safai

230233 [Contract Amendment - Sapient Corporation (Sapient) - Office of the Assessor-Recorder Property Assessment System Replacement Project - Not to Exceed \$27,158,702]

Sponsor: Peskin

Resolution authorizing the Office of the Assessor-Recorder (ASR) to execute Amendment No. 1 to Contract 1000010122 with Sapient Corporation for the implementation and maintenance of the Property Assessment System Replacement Project; increasing the contract by \$5,743,999 for a total not to exceed amount of \$27,158,702 and reducing the contract duration from 12-years to nine-years from November 1, 2030, to December 31, 2027.

02/28/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Supervisor Aaron Peskin (Board of Supervisors); Joaquin Torres, Assessor-Recorder (Office of the Assessor-Recorder); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

The Committee requested that the Office of the Assessor-Recorder return in September to report on the status of the Property Assessment and Tax System project implementation.

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

Ayes: 2 - Chan, Mandelman

Absent: 1 - Safai

Member Safai was noted present at 10:29 a.m.

230121 [California Constitution Appropriations Limit for FY2022-2023]

Resolution establishing the appropriations limit established at \$10,609,128,182 for Fiscal Year (FY) 2022-2023 pursuant to California Constitution, Article XIII B; due to the addition of local non-residential new construction and the percent change in population within the San Francisco Metropolitan Area from the previous year for the purpose of computation of its Appropriations Limit. (Controller)

02/01/23; RECEIVED FROM DEPARTMENT.

02/14/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Michael Mitton (Office of the Controller); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Mandelman, Safai

230168 [Resolution of Intention to Establish San Francisco Enhanced Infrastructure Financing District No. 1 (Power Station)]

Sponsors: Mayor; Walton, Safai and Mandelman

Resolution of intention to establish San Francisco Enhanced Infrastructure Financing District No. 1 (Power Station) to finance public capital facilities and projects of communitywide significance related to the Potrero Power Station project and other authorized costs, and determining other matters in connection therewith, as defined herein.

02/14/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Leigh Lutensky (Office of Economic and Workforce Development); provided an overview and responded to questions raised throughout the discussion. John Corso; Jude Deckenbach; Rudy Gonzalez; Dan Torres; Eddie Reyes; spoke in support of the resolution matter.

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

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

Ayes: 3 - Chan, Mandelman, Safai

230226 [Grant Agreement Amendment - Five Keys Schools and Programs - Embarcadero SAFE Navigation Center - Not to Exceed \$36,621,656]**Sponsors: Mayor; Dorsey**

Resolution approving the second amendment to the grant agreement between Five Keys Schools and Programs and the Department of Homelessness and Supportive Housing (“HSH”) for supportive services at the Embarcadero SAFE Navigation Center; extending the grant term by nine months for a term of September 1, 2020, through December 31, 2023; increasing the agreement amount through December 31, 2023, by \$4,209,528 for an amount of \$14,009,528; authorizing HSH to further extend the grant term up to December 31, 2027, if the Port Commission extends permission for the Embarcadero SAFE Navigation Center to continue to operate on Port property beyond December 31, 2023; increasing the overall not to exceed amount by \$26,821,656 to a total not to exceed \$36,621,656; and authorizing HSH to enter into any additions, amendments, or other modifications to the agreement that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City. (Department of Homelessness and Supportive Housing)
(Fiscal Impact)

02/28/23; RECEIVED AND ASSIGNED to Homelessness and Behavioral Health Select Committee.

03/07/23; TRANSFERRED to Budget and Finance Committee. President Peskin transferred this matter from the Homelessness and Behavioral Health Select Committee to the Budget and Finance Committee.

Heard in Committee. Speakers: Dylan Schneider (Department of Homelessness and Supportive Housing); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Alice Rogers; Megan Phalon (Five Keys Schools and Programs); spoke in support of the resolution matter. Francisco Da Costa; spoke on various concerns relating to the resolution matter.

Privilege of the floor was granted to Megan Phalon (Five Keys Schools and Programs); to provide an overview and respond to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Mandelman, Safai

230224 [Accept and Expend Grant - Retroactive - Northern California Apprentice Network and Apprenticeship Growth in Northern California Through the Office of Economic and Workforce Development - \$900,000]**Sponsor: Mayor**

Resolution retroactively authorizing the Office of Economic and Workforce Development to accept and expend a grant in the amount of \$900,000 from the James Irvine Foundation during the grant period of November 7, 2022, through November 7, 2024.

02/28/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

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

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

Ayes: 3 - Chan, Mandelman, Safai

230225 [Multifamily Housing Revenue Note - 11 Innes Court (“Hunters Point Shipyard Block 56”) - Not to Exceed \$36,361,354]**Sponsors: Mayor; Walton**

Resolution authorizing the execution and delivery of a multifamily housing revenue note in a principal amount not to exceed \$36,361,354 for the purpose of providing financing for the construction of a 73-unit multifamily rental housing project known as “Hunters Point Shipyard Block 56”; approving the form of and authorizing the execution of a funding loan agreement providing the terms and conditions of the loan from the funding lender identified therein to the City and for the execution and delivery of the note; approving the form of and authorizing the execution of a borrower loan agreement providing the terms and conditions of the loan from the City to the borrower; approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; approving the form of and authorizing the execution of an assignment of deed of trust and related documents; authorizing the collection of certain fees; approving modifications, changes and additions to the documents; ratifying and approving any action heretofore taken in connection with the back-to-back loans, the note and the project; granting general authority to City officials to take actions necessary to implement this Resolution, as defined herein; and related matters, as defined herein.

02/28/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Jasmine Kuo (Office of Community Investment and Infrastructure); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Chan, Mandelman, Safai

230163 [De-Appropriation and Appropriation - Recreation and Park and General Services Agency-City Administrator - Mayor’s Office of Housing and Community Development and Recreation and Park Department - \$1,724,908 - FY2022-2023]**Sponsors: Peskin; Dorsey and Chan**

Ordinance de-appropriating \$1,724,908 from the Recreation and Park Department and the General Services Agency-City Administrator and appropriating \$1,724,908 to the Mayor’s Office of Housing and Community Development for uses permitted in the 706 Mission Street Fund in Fiscal Year (FY) 2022-2023.

(Fiscal Impact)

02/14/23; ASSIGNED to Budget and Finance Committee. 2/24/2023 - President Peskin waived the 30-day rule pursuant to Board Rule No. 3.22.

Heard in Committee. Speakers: Supervisor Aaron Peskin (Board of Supervisors); Anne Pearson (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

Chair Chan moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 4-9, to read 'Ordinance de-appropriating \$1,724,908 from the Recreation and Park Department and the General Services Agency-City Administrator and appropriating \$862,454 to the Mayor’s Office of Housing and Community Development and \$862,464 to the Recreation and Park Department for uses permitted in the 706 Mission Street Fund, pursuant to the community hearing process outlined in Administrative Code section 10.100-7 (e), in Fiscal Year (FY) 2022-2023.'; and on Page 4, by making clarifying and conforming amendments to the Total Uses Appropriation tables. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai

Ordinance de-appropriating \$1,724,908 from the Recreation and Park Department and the General Services Agency-City Administrator and appropriating \$862,454 to the Mayor's Office of Housing and Community Development and \$862,464 to the Recreation and Park Department for uses permitted in the 706 Mission Street Fund, pursuant to the community hearing process outlined in Administrative Code section 10.100-7 (e), in Fiscal Year (FY) 2022-2023.
(Fiscal Impact)

Chair Chan moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of March 22, 2023. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:56 a.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.