



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 ~ brent.jalipa@sfgov.org

Wednesday, October 4, 2023

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

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

The Budget and Finance Committee met in a regular session, in-person with remote access and public comment via telephone, on Wednesday, October 4, 2023, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:11 a.m.

Remote Access to Information and Participation

The Board of Supervisors (www.sfbos.org) and its committees convene hybrid meetings that allow in-person attendance, in-person public comment (prioritized before remote public comment), remote access (watch: www.sfgovtv.org), and remote public comment via teleconference (<https://sfbos.org/remote-meeting-call>).

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan and Member Safai were noted present. Vice Chair Mandelman was noted not present. A quorum was present.

COMMUNICATIONS

Brent Jalipa, Budget and Finance Committee Clerk, instructed members of the public, that when general 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. Clerk Jalipa further announced that 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

Vice Chair Mandelman was noted present at 10:13 a.m.

230483 [Administrative Code - Preparation of the City Budget and City Policy Regarding Multi-Year Grants]

Sponsors: Ronen; Chan, Mandelman and Safai

Ordinance amending the Administrative Code to require the Controller to prepare an initial base budget to guide each City agency in preparation of its proposed two-year budget; to provide that these base budgets must include anticipated cost increases in agreements with nonprofit organizations to reflect inflation; and to adopt a City policy that departments will enter into multi-year grants when the need for a grant program will extend beyond a single year.

04/25/23; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 5/25/2023.

05/01/23; REFERRED TO DEPARTMENT. Referred to the Office of the Controller, Mayor's Office of Public Policy and Finance, and the Mayor's Office for informational purposes.

Heard in Committee. Speaker(s): Supervisor Hillary Ronen (Board of Supervisors); Laura Marshall (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Debbi Lerman (San Francisco Human Services Network); Karl Kramer (San Francisco Living Wage Coalition); David Mauroff, Chief Executive Officer (San Francisco Pretrial Diversion Project); John Avalos (Council of Community Housing Organizations); Janis Connallon (Safe and Sound Project); Mario Paz (Good Samaritan Family Resource Center); Krista Alderson (Eviction Defense Collaborative); Anisha Hingorani (Chinese for Affirmative Action); Lindsey Coonan (GLIDE); Sherilyn Adams, Executive Director (Larkin Street Youth Services); Mitch Mankin; Hope Kamer (Compass Family Services); Sara Shortt (HomeRise); Steve Fields, Executive Director (Progress Foundation); Natalie Ah Soon (Richmond Area Multi-Services); spoke in support of the hearing matter.

Supervisors Chan, Mandelman, and Safai requested to be added as a co-sponsor.

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

Ayes: 3 - Chan, Mandelman, Safai

230989 [Apply for Grants - California Department of Resources Recycling and Recovery Funds]

Sponsors: Mayor; Peskin, Mandelman and Safai

Resolution authorizing the Department of the Environment to submit applications on behalf of the City and County of San Francisco for all grants offered by the California Department of Resources Recycling and Recovery for which it is eligible, effective for five years upon approval of this Resolution. (Environment)

09/19/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Joseph Piasecki (Department on the Environment); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 3 - Chan, Mandelman, Safai

230993 [Accept and Expend Gift - Retroactive - Bequest from the Estate of Janet D. Kramer - Support of Laguna Honda Hospital - \$79,231.32]

Sponsors: Mayor; Melgar

Resolution retroactively authorizing the Department of Public Health to accept and expend a cash gift in the amount of up to \$79,231.32 from the Estate of Janet D. Kramer through the Federal Reserve in support of the Laguna Honda Hospital for the period of July 1, 2022, through June 30, 2032. (Public Health Department)

09/19/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Lily Conover and Greg Wong (Department of Public Health); 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

Chair Chan requested File Nos. 230937, 230935, and 230936 be called together.

230937 [Accept and Expend In-Kind Grant - Stern Grove Festival Association - Stern Grove - Up to \$300,000]

Sponsors: Mayor; Engardio, Mandelman and Safai

Resolution authorizing the Recreation and Park Department to accept and expend an in-kind grant from the Stern Grove Festival Association valued at up to \$300,000 for the design and construction of a donor recognition installation for the project term effective upon approval of this Resolution until Notice of Substantial Completion; and authorizing the Recreation and Park General Manager to enter into any modifications to the Grant do not materially increase the obligations or liabilities of the City to effectuate the purposes of the Grant or this Resolution. (Recreation and Park Department)

09/05/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Susan Sun, Beverly Ng, and Toni Moran (Recreation and Park Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Gina Kotos (San Francisco Parks Alliance); Sarah Smith (San Francisco Dahlia Society); Joseph Lafond (Stern Grove Festival); spoke in support of the hearing matter.

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

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

Ayes: 3 - Chan, Mandelman, Safai

230935 [Accept and Expend In-Kind Grant - San Francisco Parks Alliance - Dahlia Dell Hillside Garden - \$250,000]**Sponsors: Mayor; Mandelman and Safai**

Resolution authorizing the Recreation and Park Department to accept and expend an in-kind grant from the San Francisco Parks Alliance (SFPA) valued at up to \$250,000 for the design and construction for maintenance and upgrades to the Dahlia Dell Hillside Garden for the project term of upon approval of Board of Supervisors until Notice of Substantial Completion; and to authorize the Recreation and Park General Manager to enter into amendments or modifications to the grant 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. (Recreation and Park Department)

09/05/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Susan Sun, Beverly Ng, and Toni Moran (Recreation and Park Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Gina Kotos (San Francisco Parks Alliance); Sarah Smith (San Francisco Dahlia Society); Joseph Lafond (Stern Grove Festival); spoke in support of the hearing matter.

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

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

Ayes: 3 - Chan, Mandelman, Safai

230936 [Accept and Expend Grant - Retroactive - United States Environmental Protection Agency - San Francisco Bay Water Quality Improvement Fund - India Basin Shoreline Park Project - \$3,768,558]**Sponsors: Mayor; Walton, Mandelman and Safai**

Resolution retroactively authorizing the Recreation and Park Department to accept and expend a San Francisco Bay Water Quality Improvement Fund Grant in the amount of \$3,768,558 from the United States Environmental Protection Agency for the India Basin Shoreline Park Project for a term of June 1, 2023, through December 31, 2026; to enter into the associated Grant agreement; and to enter into modifications and amendments to the Grant Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the Agreement or this Resolution. (Recreation and Park Department)
(Fiscal Impact)

09/05/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Susan Sun, Beverly Ng, and Toni Moran (Recreation and Park Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Gina Kotos (San Francisco Parks Alliance); Sarah Smith (San Francisco Dahlia Society); Joseph Lafond (Stern Grove Festival); spoke in support of the hearing matter.

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

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

Ayes: 3 - Chan, Mandelman, Safai

Chair Chan requested File Nos. 230733, 230910, 230913, and 230801 be called together.

230733 [Lease Termination Agreement - Airport Concession Lease - XpresSpa S.F. International, LLC]

Resolution approving the Lease Termination Agreement for the Terminal 2 Specialty Retail Concession Lease No. 5, Lease No. 18-0156, between XpresSpa S.F. International, LLC, as tenant, and the City and County of San Francisco, acting by and through its Airport Commission. (Airport Commission)

06/08/23; RECEIVED FROM DEPARTMENT.

06/27/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Cathy Widener (Airport Department); 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

230910 [Lease Termination Agreement - Airport Concession Lease - Spa BR SFO, LLC dba Be Relax]

Resolution approving the Lease Termination Agreement for the Terminal 3 Boarding Area E and International Terminal Boarding Area G Wellness Concession Lease No. 18-0234, between Spa BR SFO, LLC dba Be Relax, as tenant, and the City and County of San Francisco, acting by and through its Airport Commission, effective upon approval of this Resolution. (Airport Commission)

08/21/23; RECEIVED FROM DEPARTMENT.

09/05/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Cathy Widener (Airport Department); 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

230913 [Lease Agreement - Lenlyn LTD. dba ICE Currency Services USA - Foreign Currency Exchange Services Lease - \$1,000,000 Minimum Annual Guarantee]

Resolution approving the Foreign Currency Exchange Services Lease, Lease No. 23-0198 with Lenlyn LTD. dba ICE Currency Services USA, as tenant, and the City and County of San Francisco, acting by and through its Airport Commission, for a term of four years with two one-year options to extend at the sole discretion of the Airport Commission, and a minimum annual guarantee of \$1,000,000 for the first year of the Lease, effective upon approval of this Resolution. (Airport Commission)

08/23/23; RECEIVED FROM DEPARTMENT.

09/05/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Cathy Widener (Airport Department); 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

230801 [Airport Professional Services Agreement Modification - BEUMER Lifecycle Management LLC - Operations and Maintenance of the Baggage Handling System in the Harvey Milk Terminal - Not to Exceed \$35,000,000]

Resolution approving Modification No. 2 to Airport Professional Services Contract No. 50195 between BEUMER Lifecycle Management LLC, and the City and County of San Francisco, acting by and through its Airport Commission, for the operations and maintenance of the baggage handling system in the Harvey Milk Terminal to increase the contract amount by \$17,000,000 for a total not to exceed contract amount of \$38,000,000 and to extend the contract term for one year and six months from December 31, 2023, for a new contract term of August 1, 2020, through June 30, 2025, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

06/30/23; RECEIVED FROM DEPARTMENT.

07/11/23; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Cathy Widener (Airport Department); 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 AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by reducing the total not-to-exceed amount from '\$38,000,000' to '\$35,000,000' throughout the legislation. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Safai

Resolution approving Modification No. 2 to Airport Professional Services Contract No. 50195 between BEUMER Lifecycle Management LLC, and the City and County of San Francisco, acting by and through its Airport Commission, for the operations and maintenance of the baggage handling system in the Harvey Milk Terminal to increase the contract amount by \$14,000,000 for a total not to exceed contract amount of \$35,000,000 and to extend the contract term for one year and six months from December 31, 2023, for a new contract term of August 1, 2020, through June 30, 2025, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

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

Ayes: 3 - Chan, Mandelman, Safai

230865 [Amendment of the Salary Ordinance for the Police Department - Fiscal Years 2023-2024 and 2024-2025]**Sponsor: Peskin**

Ordinance amending Ordinance No. 145-23 (Salary Ordinance Fiscal Years 2023-2024 and 2024-2025) to reflect the deletion of four positions (4.00 FTE) in Fiscal Year 2023-2024 and the addition of 7.69 positions (7.69 FTE) in Fiscal Year 2023-2024 in the Police Department. (Fiscal Impact)

07/25/23; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/24/2023.

09/20/23; CONTINUED. Heard in Committee. Speakers: Supervisor Aaron Peskin (Board of Supervisors); Nicolas Menard (Office of the Budget and Legislative Analyst); Anna Duning, Budget Director (Mayor's Office of Public Policy and Finance); William Scott, Chief of Police (Police Department); provided an overview and responded to questions raised throughout the discussion. Francisco Da Costa; Michael Wright; Thierry Fill; Patrick Leung (Police Department); Chriss Romero, Executive Director (Municipal Executives Association); Chris Schulman, Executive Director (Lower Polk Community Benefit District); David Pilpel; spoke on various concerns relating to the hearing matter.

Heard in Committee. Speaker(s): None

Chair Chan moved that this Ordinance be CONTINUED to the Budget and Finance Committee meeting of October 11, 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 11:48 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.