

BUDGET AND APPROPRIATIONS COMMITTEE CITY AND COUNTY OF SAN FRANCISCO

MEETING MINUTES - DRAFT

Wednesday, June 25, 2025 - 10:00 AM

City Hall, Legislative Chamber, Room 250

Recessed Meeting

Members: Connie Chan, Matt Dorsey, Joel Engardio, Shamann Walton, Rafael Mandelman

Clerk: Brent Jalipa

(415) 554-7712 ~ brent.jalipa@sfgov.org

Angela Calvillo, Clerk of the Board

BOARD COMMITTEES

Committee Membership

Budget and Appropriations Committee

Supervisors Chan, Dorsey, Engardio, Walton, Mandelman

Budget and Finance Committee

Supervisors Chan, Dorsey, Engardio

Government Audit and Oversight Committee

Supervisors Fielder, Sauter, Sherrill

Land Use and Transportation Committee

Supervisors Melgar, Chen, Mahmood

Public Safety and Neighborhood Services Committee

Supervisors Dorsey, Mahmood, Sauter

Rules Committee

Supervisors Walton, Sherrill, Mandelman

Meeting Days

Wednesday

1:30 PM

Wednesday

10:00 AM

1st and 3rd Thursday

10:00 AM

Monday

1:30 PM

2nd and 4th Thursday

10:00 AM

Monday

10:00 AM

First-named Supervisor is Chair, Second-named Supervisor is Vice-Chair of the Committee.

Members Present: Connie Chan, Matt Dorsey, Joel Engardio, Shamann Walton, and Rafael Mandelman

The Budget and Appropriations Committee met in recessed session on Wednesday, June 25, 2025, with Chair Connie Chan presiding. Chair Chan called the meeting to order at 10:01 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Chan, Vice Chair Dorsey, and Members Engardio, Walton, and Mandelman were noted present.

COMMUNICATIONS

Brent Jalipa, Budget and Appropriations Committee Clerk, instructed members of the public that public comment was satisfied for all the items on the agenda in accordance with California Government Code, Section 54954.3(a), and San Francisco Administrative Code, Section 67.15. 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

Chair Chan recessed the meeting at 10:05 a.m., and reconvened at 1:11 p.m.

Mamber Mandelman was noted not present at 1:18 p.m.

Chair Chan recessed the meeting at 1:20 p.m., and reconvened at 3:00 p.m.

Member Mandelman was noted not present at 3:00 p.m.

Chair Chan recessed the meeting at 3:00 p.m., and reconvened at 5:06 p.m.

Member Mandelman was noted not present at 5:06 p.m.

Chair Chan recessed the meeting at 5:06 p.m., and reconvened at 7:08 p.m.

Member Mandelman was noted present at 7:08 p.m.

Chair Chan recessed the meeting at 7:18 p.m., and reconvened at 7:35 p.m.

Chair Chan recessed the meeting at 7:38 p.m., and reconvened at 9:14 p.m.

Chair Chan recessed the meeting at 9:23 p.m., and reconvened at 11:26 p.m.

Chair Chan recessed the meeting at 11:28 p.m., and reconvened at 12:08 a.m.

Chair Chan recessed the meeting at 12:08 a.m., and reconvened at 1:25 a.m.

SPECIAL MEETING OF THE BOARD OF SUPERVISORS

Supervisors Fielder, Melgar, Chen, and Mahmood were noted present at 1:25 a.m., thereby constituting a quorum of the Board of Supervisors. A special meeting of the Board of Supervisors was convened at 1:25 a.m., although the meeting was conducted in all respects as a committee meeting for items on the agenda and any substantive decisions constitute a recommendation of the committee and not action taken by the board.

Present: Supervisors Chan, Dorsey, Engardio, Walton, Mandelman, Fielder, Melgar, Chen, and Mahmood

Chair Chan requested File Nos. 250624, 250589, and 250590 be called together.

250624 [Hearing - Mayor's Proposed Budget for Departments - FYs 2025-2026 and 2026-2027]

Sponsor: Mayor

Hearing to consider the Mayor's Proposed Budget for the Departments of the City and County of San Francisco for Fiscal Years (FYs) 2025-2026 and 2026-2027.

Heard in Committee. Speaker(s): Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance); provided an overview and responded to questions raised throughout the discussion.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Hearing be HEARD AND FILED. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250589 [Budget and Appropriation Ordinance for Departments - FYs 2025-2026 and 2026-2027]

Sponsor: Mayor

Budget and Appropriation Ordinance appropriating all estimated receipts and all estimated expenditures for Departments of the City and County of San Francisco as of May 30, 2025, for the Fiscal Years (FYs) ending June 30, 2026, and June 30, 2027.
(Fiscal Impact)

Heard in Committee. Speaker(s): Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance); provided an overview and responded to questions raised throughout the discussion.

Chair Chan, seconded by Member Walton, moved to reject the previously accepted BLA Recommendation HRC-2; accept BLA Recommendations ASR-5, TIS-13, ADP-4, HSA-7, 8, 11, 14, 21, 22, and 23, POL-4, DEC-2, 3, 4, and 5, and MYR-1 and 3; accept, with modifications, BLA Recommendations HRD-2, TIS-12, DPW-11, 13, and 14, ADP-3, AAM-2, LIB-6, and REC-14; delete a 1820 Junior Administrative Analyst and increase attrition savings to the Recreation and Park Department; by deleting a 0954 Deputy Director IV, three 1054 Principal IS Business Analysts, two 1063 Senior IS Programmer Analysts, a 0923 Manager II, and placing \$1,189,713 (\$537,583 in FY2025-2026 and \$652,130 in FY2026-2027) on Budget and Finance Committee reserve for overtime for the Police Department; and placing \$50,000 for the City Administrator's Department of Technology for current expenses that is supported by the technology projects workorder from the Sheriff in FY 2025-26 (ADM-13 and TIS-14) on Budget and Finance Committee reserve. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, by accepting all other BLA recommendations unless otherwise excepted in the Committee's BLA Recommendation Action summary; by accepting the Mayor's Technical Adjustment Rounds 1, 2, and 3; by reflecting the Committee's final changes as indicated in the summary entitled, "Board of Supervisors Budget Spending Plan"; and to authorize the City Controller to make adjustments necessary to implement the Committee's actions, to balance accounts and to update descriptive codes contained in the Budget Spending Plan. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be RECOMMENDED AS AMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250590 [Annual Salary Ordinance - FYs 2025-2026 and 2026-2027]

Sponsor: Mayor

Annual Salary Ordinance enumerating positions in the Annual Budget and Appropriation Ordinance for the Fiscal Years (FYs) ending June 30, 2026, and June 30, 2027, continuing, creating, or establishing these positions; enumerating and including therein all positions created by Charter or State law for which compensations are paid from City and County funds and appropriated in the Annual Appropriation Ordinance; authorizing appointments or continuation of appointments thereto; specifying and fixing the compensations and work schedules thereof; and authorizing appointments to temporary positions and fixing compensations therefore.

(Fiscal Impact)

Heard in Committee. Speaker(s): Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance); provided an overview and responded to questions raised throughout the discussion.

Chair Chan, seconded by Member Walton, moved to reject the previously accepted BLA Recommendation HRC-2; accept BLA Recommendations ASR-5, TIS-13, ADP-4, HSA-7, 8, 11, 14, 21, 22, and 23, POL-4, DEC-2, 3, 4, and 5, and MYR-1 and 3; accept, with modifications, BLA Recommendations HRD-2, TIS-12, DPW-11, 13, and 14, ADP-3, AAM-2, LIB-6, and REC-14; delete a 1820 Junior Administrative Analyst and increase attrition savings to the Recreation and Park Department; by deleting a 0954 Deputy Director IV, three 1054 Principal IS Business Analysts, two 1063 Senior IS Programmer Analysts, a 0923 Manager II, and placing \$1,189,713 (\$537,583 in FY2025-2026 and \$652,130 in FY2026-2027) on Budget and Finance Committee reserve for overtime for the Police Department; and placing \$50,000 for the City Administrator's Department of Technology for current expenses that is supported by the technology projects workorder from the Sheriff in FY 2025-26 (ADM-13 and TIS-14) on Budget and Finance Committee reserve. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE**, by accepting all other BLA recommendations unless otherwise excepted in the Committee's BLA Recommendation Action summary; by accepting the Mayor's Technical Adjustment Rounds 1, 2, and 3; by reflecting the Committee's final changes as indicated in the summary entitled, "Board of Supervisors Budget Spending Plan"; and to authorize the City Controller to make adjustments necessary to implement the Committee's actions, to balance accounts and to update descriptive codes contained in the Budget Spending Plan. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **RECOMMENDED AS AMENDED** to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250259 [Business and Tax Regulations Code - Extending Waiver of Permit, License, and Business Registration Fees for Certain Small Businesses]

Sponsors: Mayor; Sherrill, Mandelman, Chen, Sauter, Fielder and Engardio

Ordinance amending the Business and Tax Regulations Code to extend, through June 30, 2026, the waiver of certain first-year permit, license, and business registration fees for specified small businesses that newly form or that open a new location.

(Fiscal Impact)

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **RECOMMENDED**. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250593 [Administrative Code - Transferring Data Collection Oversight Duties from the City Administrator to the Human Rights Commission]

Sponsor: Mayor

Ordinance amending the Administrative Code to transfer responsibilities for oversight of the collection of sexual orientation and gender identity data from the City Administrator to the Human Rights Commission and removing obsolete reporting requirements.

The vote to **RECOMMEND** this Ordinance to the Board of Supervisors meeting of July 8, 2025, occurred during the June 18, 2025, Budget and Appropriations Committee meeting.

250594 [Administrative Code - Treasure Island Development Authority]

Sponsor: Mayor

Ordinance amending the Administrative Code to clarify the status of the Treasure Island Development Authority ("TIDA") as a City department.

The vote to **RECOMMEND** this Ordinance to the Board of Supervisors meeting of July 8, 2025, occurred during the June 18, 2025, Budget and Appropriations Committee meeting.

Chair Chan requested File Nos. 250591 and 250608 be called together.

250591 [Administrative Code - City Hall Short Term License Fees]

Sponsor: Mayor

Ordinance amending the Administrative Code to modify the short term license fees for the use of City Hall.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **RECOMMENDED** to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250608 [Public Works, Subdivision Codes - Fee Modification and Waiver]

Sponsor: Mayor

Ordinance amending the Public Works and Subdivision Codes to modify certain permit fees, including waiving fees for café tables and chairs and display merchandise registrants and certain minor sidewalk encroachments that are appurtenant building features, and affirming the Planning Department's determination under the California Environmental Quality Act.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **RECOMMENDED** to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250606 [Various Codes - Environmental Health Permit, Fee, and Penalties Revisions]

Sponsor: Mayor

Ordinance amending the Business and Tax Regulations Code, Health Code, Administrative Code, and Public Works Code to: 1) eliminate Department of Public Health permit requirement for veterinary hospitals and laundry facilities; 2) eliminate the food facility surcharge and certain fees for agricultural inspections; 3) establish fees for regulatory compliance activities for solid waste facilities, refuse service for commercial and residential properties, and licensing of refuse collectors; 4) establish regulatory fee for food safety classes and food safety examinations; 5) increase existing regulatory fees for agricultural inspections, certified farmers' market permits, and hazardous waste management; and 6) increase penalties for violations of tobacco sales ordinances by tobacco retailers.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 3-13, to read 'Ordinance amending the Business and Tax Regulations Code, Health Code, Administrative Code, and Public Works Code to: 1) eliminate Department of Public Health permit requirement for veterinary hospitals and laundry facilities; 2) eliminate the food facility surcharge and certain fees for agricultural inspections; 3) establish fees for regulatory compliance activities for solid waste facilities, refuse service for commercial and residential properties, and licensing of refuse collectors; 4) establish regulatory fee for food safety classes and food safety examinations; 5) increase existing regulatory fees for agricultural inspections, and hazardous waste management; 6) increase penalties for violations of tobacco sales ordinances by tobacco retailers; and 7) decrease fees for certified farmers' market permits.' The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Ordinance amending the Business and Tax Regulations Code, Health Code, Administrative Code, and Public Works Code to: 1) eliminate Department of Public Health permit requirement for veterinary hospitals and laundry facilities; 2) eliminate the food facility surcharge and certain fees for agricultural inspections; 3) establish fees for regulatory compliance activities for solid waste facilities, refuse service for commercial and residential properties, and licensing of refuse collectors; 4) establish regulatory fee for food safety classes and food safety examinations; 5) increase existing regulatory fees for agricultural inspections, and hazardous waste management; 6) increase penalties for violations of tobacco sales ordinances by tobacco retailers; and 7) decrease fees for certified farmers' market permits.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be RECOMMENDED AS AMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250518 [Real Property Lease Amendment - LAWRENCE B. STONE PROPERTIES #08, LLC - 2177 Jerrold Avenue - Temporary Shelter - Additional Improvements Up to \$1,246,746]

Sponsor: Mayor

Resolution approving the First Amendment and authorizing the Director of Property, on behalf of the Department of Homelessness and Supportive Housing, to amend the lease with LAWRENCE B. STONE PROPERTIES #08, LLC, as landlord of the real property located at 2177 Jerrold Avenue ("Property"), for continued use as a temporary shelter program, submitted under Chapter 21B of the Administrative Code as a Core Initiative Lease; authorizing the City's contribution of up to \$3,055,982 for additional improvements, including any pre-development costs incurred, to add approximately 82 shelter beds through a dorm buildout to an existing building on the Property, and a utilities upgrade at the property to support the expanded footprint of the temporary shelter program, effective upon approval of this Resolution, with no changes to the term of January 2, 2024, through January 1, 2039; affirming the Planning Department's determination under the California Environmental Quality Act, and adopting the Planning Department's findings of consistency with the General Plan, and the eight priority policies of the Planning Code, Section 101.1; and authorizing the Director of Property to execute any amendments, make certain modifications and take certain actions that do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the lease agreement or this Resolution. (Note: This Resolution is subject to the provisions of Administrative Code, Section 21B.3(c); specifically, the Board delegates their authority to the Mayor to approve the contract and/or lease if the Board fails to act within 45 days of publication. Date Published: May 15, 2025.)

(Fiscal Impact)

The vote for this Resolution to be REFERRED WITHOUT RECOMMENDATION to the Board of Supervisors meeting of June 24, 2025, occurred during the June 18, 2025, Budget and Appropriations Committee meeting.

250599 [Administrative Code - Vehicle Registration Fees and Police Fingerprint Identification Fund]

Sponsor: Mayor

Ordinance amending the Administrative Code to authorize fees for vehicles registered to a San Francisco address to fund law enforcement programs related to fingerprint identification of persons involved in crimes committed while operating motor vehicles, in accordance with California State law, and to establish the Police Fingerprint Identification Fund to receive the fee revenue.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be RECOMMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250592 [Building, Subdivision, and Administrative Codes - Fee Adjustment and Building Inspection Fund Subfunds]

Sponsor: Mayor

Ordinance amending the Building, Subdivision, and Administrative Codes to adjust fees charged by the Department of Building Inspection and to establish Subfunds within the Building Inspection Fund; and affirming the Planning Department's determination under the California Environmental Quality Act.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Line 8, by adding 'and is incorporated herein by reference' after the listed file number; on Page 2, Lines 9-12, by adding language referencing the Department of Building Inspection's memorandum further describing the basis for modifying fees in the Building Code; increasing certain fees under Building Code, Section 110A in Tables 1A-A, 1A-C, 1A-D, 1A-E, 1A-G, 1A-K, 1A-N, and 1A-P, 1A-Q; and by making other clarifying and conforming amendments throughout the ordinance text. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Privilege of the floor was granted unanimously to Brad Russi (Office of the City Attorney) who advised that this matter was originally submitted as part of the Annual Budget and, pursuant to Charter Section 2.109, the Board may only approve or reject fees submitted by the Mayor.

Pursuant to advice, Chair Chan, seconded by Vice Chair Dorsey, moved to RESCIND the motion to amend the Ordinance. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Sophia Kittler, Budget Director (Mayor's Office of Public Policy and Finance), concurred with the committee's proposed amendments on behalf of the Mayor's Office.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 2, Line 8, by adding 'and is incorporated herein by reference' after the listed file number; on Page 2, Lines 9-12, by adding language referencing the Department of Building Inspection's memorandum further describing the basis for modifying fees in the Building Code; increasing certain fees under Building Code, Section 110A in Tables 1A-A, 1A-C, 1A-D, 1A-E, 1A-G, 1A-K, 1A-N, and 1A-P, 1A-Q; and by making other clarifying and conforming amendments throughout the ordinance text. The motion carried by the following vote:

Ayes: 4 - Chan, Dorsey, Engardio, Walton

Absent: 1 - Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Appropriations Committee meeting of July 9, 2025. The motion carried by the following vote:

Ayes: 4 - Chan, Dorsey, Engardio, Walton

Absent: 1 - Mandelman

Chair Chan requested File Nos. 250617 and 250603 be called together.

250617 [Authorizing Paid Parking in Golden Gate Park]

Sponsor: Mayor

Resolution authorizing the Municipal Transportation Agency (SFMTA) to set parking rates in Golden Gate Park in accordance with Park Code provisions that authorize SFMTA rate-setting on park property; and affirming the Planning Department's determination under the California Environmental Quality Act.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Resolution be RECOMMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250603 [Park Code - Court Reservations]

Sponsor: Mayor

Ordinance amending the Park Code to authorize the Recreation and Park Department to charge fees for reserving tennis/pickleball courts at locations other than the Golden Gate Park Tennis Center; and affirming the Planning Department's determination under the California Environmental Quality Act.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be RECOMMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250604 [Park Code - Cost Recovery for Use of Golf Courses, Outdoor Event Facilities, Picnic Areas, and Athletic Fields; Golf Course Fees Generally]

Sponsor: Mayor

Ordinance amending the Park Code to authorize the Recreation and Park Department to add a cost recovery surcharge to the fees for the use of City golf courses, outdoor event facilities, picnic areas, and athletic fields, to help cover stormwater and other costs related to maintaining those City properties; and affirming the Planning Department's determination under the California Environmental Quality Act.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 1, by adding 'Golf Course Fees Generally' to the short title; on Page 1, Lines 6-12 by adding ' 2) increase golf course fees by increasing the San Francisco resident rates at certain courses, by increasing the cost of golf cards that entitle Pacifica residents to resident discounts at Sharp Park, by adjusting weekend hours, and by limiting resident senior discounts to weekdays; 3) require the Recreation and Park Department on an ongoing basis to post and update on its website the golf course fees in lieu of listing those fees in the Park Code; and 4) make various clarifying changes;'; establishing fees for golf cards, replacement golf cards, reservations, special projects maintenance, and cost recovery fees; creating a fee schedule for the Harding Park Golf Course, Fleming Golf Course, Lincoln Park Golf Course, Sharp Park Golf Course, Golden Gate Park Golf Course; and adding other clarifying and conforming changes throughout the ordinance text. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **CONTINUED AS AMENDED** to the Budget and Appropriations Committee meeting of July 9, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250605 [Park Code - Recreation Program Fees]

Sponsor: Mayor

Ordinance amending the Park Code to allow the Recreation and Park Department to set fees for recreation programs based on the Department's operating costs for those programs and various other factors, including whether the program is designated for youth, seniors, or persons with disabilities, subject to approval of the Recreation and Park Commission; directing the Commission to update its scholarship policy to provide for further discounts for recreation programs based on financial need; making certain clarifying changes; and affirming the Planning Department's determination under the California Environmental Quality Act.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE**, on Page 9, Line 18, by replacing '75%' with '50%'; on Page 9, Lines 20-21, by inserting 'for all other programs' after '(2)'; and on Page 10, Lines 1-3, by replacing '250% of the federal poverty level as determined by the United States Department Health and Human Services' Federal Poverty Guidelines' with '50% of the Area Median Income of San Francisco'. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan, seconded by Vice Chair Dorsey, moved that this Ordinance be **RECOMMENDED AS AMENDED** to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Chair Chan requested File Nos. 250609 and 250613 be called together.

250609 [Funding Reallocation - Our City, Our Home Homelessness Gross Receipts Tax - Services to Address Homelessness - \$34,777,000 Plus Up to \$19,100,000 of Future Revenue - Through FY 2026-2027]

Sponsor: Mayor

Ordinance authorizing the City to reallocate approximately \$88,495,000 in prior appropriated revenue and unappropriated earned interest within the Our City, Our Home ("OCOH") Fund, to allow the City to use revenues from the Homelessness Gross Receipts Tax through Fiscal Year (FY) 2027-2028 for certain types of services to address homelessness, notwithstanding the expenditure percentages set forth in Business and Tax Regulations Code, Section 2810; authorizing the City to expend future revenues deposited in the OCOH Fund through Fiscal Year 2027-2028 on any programs to address homelessness as described in Business and Tax Regulations Code, Section 2810, without regard to the expenditure percentages in that section; temporarily suspending the limit on funding for short-term rental subsidies; and finding that these reallocations are necessary to achieve the purposes of the Our City, Our Home Fund pursuant to Business and Tax Regulations Code, Section 2811.

(Pursuant to Business and Tax Regulations Code, Section 2811, amendments of Article 28 of the Business and Tax Regulations Code, requires approval by a supermajority vote of at least eight members of the Board of Supervisors.)

(Fiscal Impact)

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

Chair Chan, seconded by Member Mandelman, moved that this Ordinance be **AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE**, to reduce the appropriated revenue and unappropriated earned interest amount from '\$88,495,000' to '\$34,777,000' throughout the legislation; on Page 1, Line 7, by replacing '(FY) 2027-2028' with '(FY) 2026-2027'; on Page 3, Lines 16-24, to read 'The Board of Supervisors finds that to achieve the purposes of the November 2018 Proposition C, the City must meet the crisis where it is currently most acute, and hereby approves a reallocation of a portion of the existing unencumbered revenues and interest earnings over the next two fiscal years to shelter and hygiene programs, and also approves a reallocation of a portion of the earned interest and additional revenues if such revenue and interest exceed the amounts appropriated in the adopted budgets in fiscal years 2025-26 and 2026-27, so that the City can spend these revenues on eligible expenditures defined in Section 2810 to prevent and address homelessness.'; on Page 4, Lines 6-16, to read '(b) Up to \$14,576,000 in the Fund, comprised of \$8,358,000 of interest earned and \$6,218,000 of unprogrammed Fund balance, which otherwise would have accrued to general permanent housing (\$9,238,000), and permanent housing for homeless youth aged 18 through 29 (\$5,338,000), shall instead be allocated to shelters and hygiene programs (subsection 2810(b)(3)(B)), for programming such as: (1) Hotel vouchers for families experiencing homelessness; (2) Expanded shelter capacity, including clinical staffing for existing shelter sites; and (3) Hotel vouchers for victims of domestic violence.'; on Page 4, Line 22, through Page 5, Line 8, to read '(b) Up to \$20,201,000 in the Fund, comprised of approximately \$9,054,000 of unprogrammed Fund balance and \$11,147,000 of earned interest, which otherwise would have accrued to general permanent housing (\$9,148,000), permanent housing for homeless youth aged 18 through 29 (\$5,248,000), and permanent housing for homeless families with children (\$5,805,000), shall instead be allocated to shelters and hygiene programs (subsection 2810(b)(3)(B)), for programming such as: (1) Hotel vouchers for families experiencing homelessness; (2) Expanded shelter capacity, including clinical staffing for existing shelter sites; and (3) Hotel vouchers for victims of domestic violence.'. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

Ordinance authorizing the City to reallocate approximately \$34,777,000 in prior appropriated revenue and unappropriated earned interest within the Our City, Our Home ("OCOH") Fund, to allow the City to use revenues from the Homelessness Gross Receipts Tax through Fiscal Year (FY) 2026-2027 for certain types of services to address homelessness, notwithstanding the expenditure percentages set forth in Business and Tax Regulations Code, Section 2810; authorizing the City to expend future revenues deposited in the OCOH Fund, through Fiscal Year 2027-2028 on any programs to address homelessness as described in Business and Tax Regulations Code, Section 2810, without regard to the expenditure percentages in that section; temporarily suspending the limit on funding for short-term rental subsidies; and finding that these reallocations are necessary to achieve the purposes of the Our City, Our Home Fund pursuant to Business and Tax Regulations Code, Section 2811.

(Pursuant to Business and Tax Regulations Code, Section 2811, amendments of Article 28 of the Business and Tax Regulations Code, requires approval by a supermajority vote of at least eight members of the Board of Supervisors.)

(Fiscal Impact)

Chair Chan, seconded by Supervisor Mandelman, moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Lines 1-2, to read 'Funding Reallocation - Our City, Our Home Homelessness Gross Receipts Tax - Services to Address Homelessness - \$34,777,000 Plus Up to \$19,100,000 of Future Revenue - Through FY 2026-2027; on Page 1, Lines 4-17, to read 'Ordinance authorizing the City to reallocate approximately \$34,777,000 in prior appropriated revenue and unappropriated earned interest within the Our City, Our Home ("OCOH") Fund, to allow the City to use revenues from the Homelessness Gross Receipts Tax through Fiscal Year (FY) 2026-2027 for certain types of services to address homelessness, notwithstanding the expenditure percentages set forth in Business and Tax Regulations Code, Section 2810; where future revenue and interest to the OCOH Fund exceeds amounts appropriated in the adopted budget for fiscal years 2025-2026 and 2026-2027, authorizing the City to expend up to \$19,100,000 of such additional revenues and interest on any programs to address homelessness as described in Business and Tax Regulations Code, Section 2810, without regard to the expenditure percentages in that section; temporarily suspending the limit on funding for short-term rental subsidies; and finding that these reallocations are necessary to achieve the purposes of the Our City, Our Home Fund pursuant to Business and Tax Regulations Code, Section 2811.'; on Page 5, Line 12, through Page 6, Line 6, to read 'Section 4. Under the authority in Business and Tax Regulations Code Section 2811, if future revenues and future earned interest deposited in the OCOH Fund exceed the amounts appropriated in the adopted budget for fiscal years 2025-2026 and 2026-2027, the Board of Supervisors authorizes the City to expend up to \$19,100,000 of such additional revenues or interest among any or all of the eligible programs to address or prevent homelessness as described in subsections 2810(b)(3)(A)-(D), notwithstanding the specific percentage allocations that would otherwise apply, subject to approval by the Board of Supervisors by appropriation.'; and by making other clarifying and conforming changes throughout the ordinance text. The motion carried by the following vote:

Ayes: 4 - Chan, Dorsey, Engardio, Mandelman

Noes: 1 - Walton

Ordinance authorizing the City to reallocate approximately \$34,777,000 in prior appropriated revenue and unappropriated earned interest within the Our City, Our Home ("OCOH") Fund, to allow the City to use revenues from the Homelessness Gross Receipts Tax through Fiscal Year (FY) 2026-2027 for certain types of services to address homelessness, notwithstanding the expenditure percentages set forth in Business and Tax Regulations Code, Section 2810; where future revenue and interest to the OCOH Fund exceeds amounts appropriated in the adopted budget for fiscal years 2025-2026 and 2026-2027, authorizing the City to expend up to \$19,100,000 of such additional revenues and interest deposited on any programs to address homelessness as described in Business and Tax Regulations Code, Section 2810, without regard to the expenditure percentages in that section; temporarily suspending the limit on funding for short-term rental subsidies; and finding that these reallocations are necessary to achieve the purposes of the Our City, Our Home Fund pursuant to Business and Tax Regulations Code, Section 2811.

(Pursuant to Business and Tax Regulations Code, Section 2811, amendments of Article 28 of the Business and Tax Regulations Code, requires approval by a supermajority vote of at least eight members of the Board of Supervisors.)

(Fiscal Impact)

Chair Chan, seconded by Supervisor Mandelman, moved that this Ordinance be REFERRED WITHOUT RECOMMENDATION AS AMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

250613 [Homelessness and Supportive Housing Fund - FYs 2025-2026 and 2026-2027 Expenditure Plan]

Sponsor: Mayor

Resolution approving the Fiscal Years (FYs) 2025-2026 and 2026-2027 Expenditure Plan for the Department of Homelessness and Supportive Housing Fund.

Heard in Committee. Speaker(s): None.

Chair Chan, seconded by Supervisor Mandelman, moved that this Resolution be RECOMMENDED to the Board of Supervisors meeting of July 8, 2025. The motion carried by the following vote:

Ayes: 5 - Chan, Dorsey, Engardio, Walton, Mandelman

ADJOURNMENT

There being no further business, the Budget and Appropriations Committee adjourned on July 26, 2025, at the hour of 2:07 a.m.

N.B. The Minutes of this meeting set forth all actions taken by the Budget and Appropriations Committee on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.