



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: Matt Haney, Ahsha Safai, Gordon Mar

Clerk: Brent Jalipa (415) 554-7712

Wednesday, March 2, 2022

10:30 AM

Regular Meeting

Present: 3 - Matt Haney, Ahsha Safai, and Gordon Mar

The Budget and Finance Committee met in regular session through videoconferencing, and provided public comment through teleconferencing, on Wednesday, March 2, 2022, with Chair Matt Haney presiding. Chair Haney called the meeting to order at 10:33 a.m.

Remote Access to Information and Participation

On March 17, 2020, the Board of Supervisors authorized their Board and Committee meetings to convene remotely (via Microsoft Teams) and will allow remote public comment via teleconference. Visit the SFGovTV website at (www.sfgovtv.org) to stream the live meetings, or to watch meetings on demand. Members of the public are encouraged to participate remotely via detailed instructions on participating via teleconference available at: <https://sfbos.org/remote-meeting-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 10:30 a.m. every Wednesday of each month. Committee agendas and their associated documents are available at <https://sfbos.org/committees>.

ROLL CALL AND ANNOUNCEMENTS

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

COMMUNICATIONS

*Brent Jalipa, Clerk of the Budget and Finance Committee, instructed members of the public to contribute live comments for up to two minutes, unless otherwise stated, by dialing the provided telephone number. When connected, they will receive another prompt, dial * 3 to be added to the queue to speak. Make sure to call from a quiet location, speak clearly and slowly, and turn down their television, radio, or streaming device, and that written comments may be submitted through email to the 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

211295 [Park Code - Admission Fees at the Gardens of Golden Gate Park]**Sponsors: Mayor; Mar**

Ordinance amending the Park Code to waive fees for admission by San Francisco residents to the Japanese Tea Garden and the Conservatory of Flowers; to authorize the Recreation and Park Department to waive or discount other admission fees at these facilities as well as at the San Francisco Botanical Garden (all three collectively, "the Gardens"); to require the Recreation and Park Department to begin waiving admission fees for Veterans at the Gardens; to fund these changes by reauthorizing the Recreation and Park Department to set admission fees for non-resident adults at the Gardens through flexible pricing, based on certain factors and to ensure consistency among all three Gardens; and affirming the Planning Department's determination under the California Environmental Quality Act.

12/14/21; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/13/2022.

01/03/22; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

01/19/22; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

01/26/22; CONTINUED. Heard in Committee. Speakers: Carol Lazune; Rachel Norton (California State Parks Foundation); Hanley Chan and Nicholas Rusanoff (San Francisco Veterans Affairs Commission); Delle Maxwell and Lisa Serwin (San Francisco Botanical Gardens Society); Courtney Ellington, Charles Baker, James McGonkey, and Jerry Rentin (OneVet OneVoice); Eddie Ramirez; Don; Laura Youdin; spoke in support of the hearing matter. Harry Pariser; spoke in opposition of the hearing matter.

02/02/22; AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE. Heard in Committee. Speakers: Manu Pradhan (Office of the City Attorney); Ashley Groffenberger (Mayor's Office); Eric Andersen and Sarah Madland (Recreation and Park Department); provided an overview and responded to questions raised throughout the discussion. Sarah Ryan; Michael McKechney; James; Carol; Don Baldocchi; Crispin Donald; Walter Asata; Hanley Chan and Nicholas Russanoff (Veterans Affairs Commission); Eddie Ramirez; Courtney Ellington (OneVet One Voice); Lisa Serwin, Delle Maxwell, Board Chair, Jessa Barzelay, and Jane Chin (San Francisco Botanical Garden Society); Don McCoy; Charles Baker; Eric Brooks; Countess Azore; Lucy Fisher; Harvey Chapman; spoke in support of the hearing matter. Harry Pariser; spoke in opposition to the hearing matter.

Supervisor Mar requested to be added as a co-sponsor

02/02/22; CONTINUED AS AMENDED.

02/09/22; CONTINUED. Heard in Committee. Speakers: Supervisor Connie Chan (Board of Supervisors); Eric Andersen and Dana Ketcham (Recreation and Park Department); Nicolas Menard (Office of the Budget and Legislative Analyst); Anne Pearson (Office of the City Attorney); Tom Paulino (Mayor's Office); provided an overview and responded to questions raised throughout the discussion. Karen; Lisa Serwin and Delle Maxwell (San Francisco Botanical Gardens Society); Adrian Bosian; Juliann Barfield; spoke in support of the hearing matter. Harry Pariser; spoke in opposition to the hearing matter. Francisco da Costa; spoke on various concerns relating to the hearing matter.

02/10/22; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

02/10/22; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

02/16/22; AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE. Heard in Committee. Speakers: Manu Pradhan (Office of the City Attorney); Ashley Groffenberger, Budget Director (Mayor's Office of Public Policy and Finance); provided an overview and responded to questions raised throughout the discussion. Carol Izumi; Lisa Serwin and Delle Maxwell (San Francisco Botanical Gardens Society); Don Baldacci; spoke in support of the hearing matter.

02/16/22; CONTINUED AS AMENDED.

02/17/22; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review.

02/18/22; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

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

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

Ayes: 3 - Haney, Safai, Mar

Member Mar was noted present at 10:39 a.m.

220076 [Trustee Agreement - Retroactive - The Bank of New York Mellon Trust Company, N.A. - San Francisco International Airport Revenue Bonds - Not to Exceed \$3,800,000]

Resolution 1) approving Modification No. 6 to Airport Contract No. 9186 with The Bank of New York Mellon Trust Company, N.A., for bond trustee services, to increase the contract amount by \$1,050,000 for a new total not to exceed amount of \$3,800,000 to commence following approval by the Board of Supervisors; 2) retroactively approving Airport Contract No. 9186 with a contract amount of \$260,000 with a term date of November 4, 1991, to an indefinite term; 3) retroactively from December 4, 2001, approving Modification No. 1 to increase the contract amount by \$600,000 for a total not to exceed amount of \$860,000; 4) retroactively from February 6, 2006, approving Modification No. 2 to increase the contract amount by \$900,000 for a total not to exceed amount of \$1,760,000; 5) retroactively from April 1, 2012, approving Modification No. 3 to increase the contract amount by \$800,000 for a total not to exceed amount of \$2,560,000; 6) retroactively from April 1, 2017, approving Modification No. 4 to increase the contract amount by \$190,000 for a total not to exceed amount of \$2,750,000; and 7) retroactively from June 1, 2018, approving Modification No. 5 to update the Trustee fee payment schedule, with no changes to the contract amount. (Airport Commission)
(Fiscal Impact)

01/24/22; RECEIVED FROM DEPARTMENT.

02/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Dyanna Volek (Airport Department); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

220075 [Public Auction - Tax-Defaulted Real Property]

Resolution authorizing the Tax Collector to sell at public auction certain parcels of tax-defaulted real property, as defined herein. (Treasurer-Tax Collector)

01/21/22; RECEIVED FROM DEPARTMENT.

02/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Amanda Kahn Fried (Office of the Treasurer/Tax Collector); provided an overview and responded to questions raised throughout the discussion. David Pilpel spoke on various concerns regarding the hearing matter.

Vice Chair Safai requested that Assessor's Parcel Block No. 7106, Lot No. 044 - 239 Farralones Street be removed from Page 7 of the Parcel List.

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

Ayes: 3 - Haney, Safai, Mar

220074 [Professional Services Agreement - APX Inc. - Power Scheduling Coordination Services and Related Support Services - Not to Exceed \$134,742,800]

Resolution authorizing the General Manager of the San Francisco Public Utilities Commission (SFPUC) to execute Power Enterprise Operating Budget-funded Agreement No. PRO.0152 with APX Incorporated to assist with power scheduling coordination services required for the SFPUC's participation in the California Independent System Operator electricity market, for an amount not to exceed \$136,500,000 and with services anticipated to begin in April 2022, and end in March 2027, for a term of five years. (Public Utilities Commission)

(Fiscal Impact)

01/21/22; RECEIVED FROM DEPARTMENT.

02/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker: Suni Jones (San Francisco Public Utilities Commission); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

Chair Haney moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by reducing the not-to-exceed amount by \$1,757,200 for a total not to exceed \$134,742,800; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Resolution authorizing the General Manager of the San Francisco Public Utilities Commission (SFPUC) to execute Power Enterprise Operating Budget-funded Agreement No. PRO.0152 with APX Incorporated to assist with power scheduling coordination services required for the SFPUC's participation in the California Independent System Operator electricity market, for an amount not to exceed \$134,742,800 and with services anticipated to begin in April 2022, and end in March 2027, for a term of five years. (Public Utilities Commission)

(Fiscal Impact)

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

Ayes: 3 - Haney, Safai, Mar

220001 [Accept and Expend Grant and Amend the Annual Salary Ordinance - Department of Cannabis Control - Local Jurisdiction Assistance Grant Program - \$3,075,769]
Ordinance authorizing the Office of Cannabis to accept and expend a grant award in the amount of \$3,075,769 from the Department of Cannabis Control for the Local Jurisdiction Assistance Grant Program for a term of on-or-around February 11, 2022, through March 31, 2025; and amending Ordinance No. 109-21 (Annual Salary Ordinance File No. 210644 for Fiscal Years 2021-2022 and 2022-2023) to provide for the addition of one grant funded Class 1824 Principal Administrative Analyst position (FTE 0.20), one grant funded Class 1823 Senior Administrative Analyst position (FTE 1.0), and three grant funded class 1822 Administrative Analyst positions (FTE 3.0) at the Office of Cannabis for the period of on-or-around February 11, 2022, through March 31, 2025. (City Administrator)

12/14/21; RECEIVED FROM DEPARTMENT.

01/04/22; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 2/3/2022.

Heard in Committee. Speaker: John Pierce (City Administrator's Office); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

220035 [Accept and Expend Grant - Retroactive - The Andrew W. Mellon Foundation - Jail and Reentry Services Program - Amendment to the Annual Salary Ordinance - FYs 2021-2022 and 2022-2023 - \$2,000,000]

Sponsor: Mayor

Ordinance retroactively authorizing the San Francisco Public Library to accept and expend a grant award in the amount of \$2,000,000 from the Andrew W. Mellon Foundation for the Jail and Reentry Services Program for the period of January 1, 2022, through December 31, 2023; and amending Ordinance No. 109-21 (Annual Salary Ordinance File No. 210644 for Fiscal Years (FYs) 2021-2022 and 2022-2023) to provide for the addition of one grant-funded full-time position in Class 3630 Librarian 1 (1.0 FTE), one grant-funded full-time position in Class 1822 Administrative Analyst (1.0 FTE), and one grant-funded full-time position in Class 1823 Senior Administrative Analyst (1.0 FTE) at the Public Library for the period of January 1, 2022, though December 31, 2023. (Public Library)

01/11/22; ASSIGNED to Budget and Finance Committee. 1/25/22 - President Walton waived the 30-day rule pursuant to Board Rule No. 3.22.

Heard in Committee. Speaker: Dr. Jeanie Austin (Public Library); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Haney, Safai, Mar

220133 [Execute Standard Agreement and Accept and Expend - California Department of Housing and Community Development - 2021 Homekey Grant - 1321 Mission Street - Not to Exceed \$54,788,000]

Sponsors: Mayor and Haney; Safai

Resolution authorizing the Department of Homelessness and Supportive Housing (HSH) to execute a Standard Agreement with the California Department of Housing and Community Development for up to \$54,778,000 of Project Homekey grant funds; to accept and expend those funds for the acquisition of the property located at 1321 Mission Street (the "Property") for permanent supportive housing and to support its operations upon execution of the Standard Agreement through June 30, 2026; approving and authorizing HSH to commit approximately \$16,000,000 in required matching funds for acquisition of the property, and a minimum of five years of operating costs; authorizing the Director to enter into any additions, amendments, or other modifications to the Standard Agreement and the Homekey Documents that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City; 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 Planning Code, Section 101.1.

(Fiscal Impact)

02/01/22; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speakers: Emily Cohen (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.

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

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

Ayes: 3 - Haney, Safai, Mar

220129 [Appropriation - General Reserve - Municipal Transportation Agency - Portsmouth Square Garage Parking and Transit Fares - \$554,000 - FY2021-2022]

Sponsors: Chan; Peskin, Safai and Mar

Ordinance appropriating \$700,000 from the General Reserve to the Municipal Transportation Agency to support free parking in the Portsmouth Square Garage in February of Fiscal Year (FY) 2021-2022. (Fiscal Impact)

02/01/22; ASSIGNED to Budget and Finance Committee. 2/24/22 - President Walton waived the 30-day rule pursuant to Board Rule No. 3.22.

Heard in Committee. Speakers: None.

Member Mar moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by adding 'and transit fares' after 'Portsmouth Square Garage'; changing the appropriation amount from '\$700,000' to '\$554,000'; and to make other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Chair Haney moved that this Ordinance be CONTINUED AS AMENDED to the Budget and Finance Committee meeting of March 9, 2022. The motion carried by the following vote:

Ayes: 3 - Haney, Safai, Mar

Member Mar was noted not present from 12:40 p.m. and for the remainder of the meeting.

211292 [Various Codes - Street Vendor Regulation]**Sponsors: Mayor; Safai, Ronen, Mar and Haney**

Ordinance amending the Public Works Code to regulate vending, require permits for vending, and authorize permit fees and enforcement actions; amending provisions of the Administrative, Business and Tax Regulations, Park, and Police Codes to conform with those amendments; amending the Port Code to merge its permit program with the Public Works permit program; repealing reporting provisions from the Health Code; and adopting findings under the California Environmental Quality Act.

(Fiscal Impact)

(Racial Equity Impact)

12/14/21; ASSIGNED UNDER 30 DAY RULE to Land Use and Transportation Committee, expires on 1/13/2022.

12/17/21; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review; and Public Works, Port Department, Department of Public Health, Office of the City Administrator, Fire Department, Office of the Controller, Office of the Treasurer and Tax Collector, and the Recreation and Parks Department for informational purposes.

12/20/21; RESPONSE RECEIVED. The Fire Department noted there were no comments to report.

12/27/21; REFERRED TO DEPARTMENT. Referred to the Small Business Commission for comment and recommendation.

12/27/21; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

01/11/22; SUBSTITUTED AND ASSIGNED UNDER 30 DAY RULE to Land Use and Transportation Committee.

01/18/22; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review; Referred to the Small Business Commission for comment and recommendation; and Public Works, Port Department, Department of Public Health, Office of the City Administrator, Fire Department, Office of the Controller, Office of the Treasurer and Tax Collector, and the Recreation and Parks Department for informational purposes.

01/20/22; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

01/20/22; TRANSFERRED to Budget and Finance Committee. President Walton transferred this matter from Land Use and Transportation Committee meeting to the Budget and Finance Committee.

01/24/22; RESPONSE RECEIVED. On January 24, 2022, the Commission met and recommended support to the proposed legislation.

02/15/22; SUBSTITUTED AND ASSIGNED to Budget and Finance Committee. Mayor Breed introduced a substitute Ordinance bearing the same title.

02/18/22; REFERRED TO DEPARTMENT. Referred to the Planning Department for environmental review; Referred to the Small Business Commission for comment and recommendation; and Public Works, Port Department, Department of Public Health, Office of the City Administrator, Fire Department, Office of the Controller, Office of the Treasurer and Tax Collector, and the Recreation and Parks Department for informational purposes.

02/18/22; RESPONSE RECEIVED. Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

02/20/22; NOTICED. First 10-Day Fee Ad for March 2, 2022, Budget and Finance Committee hearing published in the Examiner; per Government Code Section 6062(a).

02/25/22; NOTICED. Second 10-Day Fee Ad for March 2, 2022, Budget and Finance Committee hearing

published in the Examiner; per Government Code Section 6062(a).

Heard in Committee. Speakers: Supervisor Hillary Ronen (Board of Supervisors); Ivy Lee (Mayor's Office); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Marlo Sandler (Civic Center Community Benefit District); Jessica Lemon (San Francisco Travel Association); Christian Pradia (United Food and Commercial Workers Local 648); Koreen Kelleher (University of California Hastings); Steve Pulliam (Heart of the City Farmers' Market); Chuck Obermeyer (Mid-Market Neighbors); spoke in support of the hearing matter. Sarah de la Riva (Silicon Point Partners); Francisco Da Costa; David Pilpel; spoke on various concerns regarding the hearing matter.

Supervisors Mar and Haney requested to be added as a co-sponsor.

Vice Chair Safai moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE, on Page 8, Line 23, by replacing 'Department' with 'inspecting agency'; on Page 14, Lines 10-11, by adding '(9) The process for selecting organizations to accept donated goods pursuant to Section 5.9-11 (f)(3).'; and on Page 21, Line 25, through Page 22, Line 7, by adding 'If the Vendor filed a written appeal pursuant to subsection (e)(6) and the appeal is not resolved within 90 days, the Department shall continue to store Vendor's items until the appeal is resolved in order to allow Vendor to recover items. After 90 days, or as soon as the Vendor's appeal is resolved if longer than 90 days, the Department shall donate non-Food items to organizations providing services to people who are unhoused, as appropriate. Prior to making any donations, the Department shall adopt regulations governing the process for selecting organizations to accept these donated goods.'. The motion carried by the following vote:

Ayes: 2 - Haney, Safai

Absent: 1 - Mar

(Fiscal Impact)

(Racial Equity Impact)

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

Ayes: 2 - Haney, Safai

Absent: 1 - Mar

211212 [Hearing - Staffing Shortages at San Francisco General Hospital]

Sponsors: Haney; Safai

Hearing on the ongoing staffing shortages at San Francisco General Hospital; and requesting San Francisco General Hospital, the Department of Public Health, and Department of Human Resources to report.

11/16/21; RECEIVED AND ASSIGNED to Government Audit and Oversight Committee.

11/24/21; REFERRED TO DEPARTMENT. Referred to the Department of Public Health and the Department of Human Resources for informational purposes.

02/08/22; TRANSFERRED to Budget and Finance Committee. President Walton transferred this matter from the Government Audit and Oversight Committee to the Budget and Finance Committee.

02/16/22; CONTINUED. Heard in Committee. Speakers: None.

Heard in Committee. Speakers: None.

Chair Haney moved that this Hearing be CONTINUED to the Budget and Finance Committee meeting of March 23, 2022. The motion carried by the following vote:

Ayes: 2 - Haney, Safai

Absent: 1 - Mar

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:43 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.