



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, Myrna Melgar

Clerk: Brent Jalipa
(415) 554-7712 ~ brent.jalipa@sfgov.org

Wednesday, January 22, 2025

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

President Rafael Mandelman appointed Supervisor Matt Dorsey, in place of Supervisor Myrna Melgar, to the Budget and Finance Committee for the regular meeting of January 22, 2025.

Present: 3 - Connie Chan, Rafael Mandelman, and Matt Dorsey

Excused: 1 - Myrna Melgar

The Budget and Finance Committee met in regular session on Wednesday, January 22, 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 and Member Dorsey 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 public comment is taken on each item on the agenda. Alternatively, 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.

Supervisor Melgar Excused from Attendance

Chair Chan moved to excuse Supervisor Melgar from attending the Budget and Finance Committee meeting on January 22, 2025. The motion carried by the following vote:

Ayes: 2 - Chan, Dorsey

Excused: 1 - Melgar

Absent: 1 - Mandelman

REGULAR AGENDA

Vice Chair Mandelman was noted present at 10:06 a.m.

241105 [Accept and Expend Grant - Retroactive - California Department of Industrial Relations, Labor Commissioner's Office - Workers' Rights Enforcement Grant Program - \$410,000]

Sponsors: Chan; Dorsey and Mandelman

Resolution retroactively authorizing the Office of the City Attorney to accept and expend a grant in the amount of \$410,000 from the California Department of Industrial Relations, Labor Commissioner's Office, to fund the enforcement of state labor laws, for the period from August 1, 2024, through July 31, 2025. (City Attorney)

10/29/24; RECEIVED FROM DEPARTMENT.

11/19/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Katie Porter and Matthew Goldberg (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

Supervisors Chan, Dorsey, and Mandelman 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, Dorsey

Excused: 1 - Melgar

241058 [Agreement Amendment - AECOM Technical Services, Inc. - Mountain Tunnel Improvement Project - Not to Exceed \$34,000,000]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 3 to Professional Services Agreement No. PRO.0096, Mountain Tunnel Improvement Construction Management Services, with AECOM Technical Services, Inc., increasing the contract by \$9,500,000 for a total contract not to exceed amount of \$34,000,000 and extending the contract duration by five months from July 31, 2027, for a total contract term from July 31, 2019, through December 30, 2027, to continue providing specialized construction management services for the Mountain Tunnel Improvements Project, pursuant to Charter, Section 9.118. (Public Utilities Commission)

(Fiscal Impact)

10/25/24; RECEIVED FROM DEPARTMENT.

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Randy Anderson (Public Utilities Commission); Christina Malamut (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, Dorsey

Excused: 1 - Melgar

241090 [Accept and Expend Grant - Retroactive - James Irvine Foundation - Public Workforce Capacity Fund - \$496,684]**Sponsor: Mayor**

Resolution retroactively authorizing the Office of Economic and Workforce Development to accept and expend a grant in the amount of \$496,684 from the James Irvine Foundation for the Public Workforce Capacity Fund, during the grant period of November 1, 2024, through November 1, 2026. (Department of Economic and Workforce Development)

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Jennifer Salerno (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, Dorsey

Excused: 1 - Melgar

250033 [Accept and Expend Grant - Metropolitan Transportation Commission - Visitacion Avenue Pedestrian and Bicycle Safety Improvement Project - \$750,000]**Sponsors: Mayor; Mandelman**

Resolution authorizing the Recreation and Park Department (RPD) to accept and expend grant funds in the amount of \$750,000 from the Metropolitan Transportation Commission (MTC) for the Visitacion Avenue Bicycle and Pedestrian Safety Improvement Project for a grant performance period from Grant contract execution through August 30, 2029; approving the Grant contract with MTC that requires RPD to operate and maintain the project for a period of 20-years, commencing upon project completion, pursuant to Charter, Section 9.118(b); and authorizing the RPD General Manager to enter into amendments or modifications to the Grant contract that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of the Grant contract or this Resolution. (Recreation and Park Department)

01/08/25; RECEIVED AND ASSIGNED to Board of Supervisors.

01/14/25; REFERRED to Budget and Finance Committee. Supervisor Mandelman requested to be added as a co-sponsor.

Heard in Committee. Speaker(s): Beverly Ng (Recreation and Park Department); 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, Dorsey

Excused: 1 - Melgar

241215 [Accept and Expend Grant - Retroactive - California Department of Health Care Service - Heluna Health - SFDPH BHS CYF Proposed Approach for Implementing MATCH - \$750,000]

Sponsors: Mayor; Mandelman

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$750,000 from the California Department of Health Care Service through Heluna Health through the California Department of Health Care Services for participation in a program, entitled "San Francisco Department of Public Health (SFDPH) Behavioral Health Service (BHS) Children, Youth and Families (CYF) Proposed Approach for implementing Parent-Child Interaction Therapy (PCIT) and Modular Approach to Therapy for Children with Anxiety, Depression, Trauma, or Conduct Problems (MATCH)," for the period of October 4, 2024, through June 30, 2025. (Public Health Department) 12/17/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Farahnaz Farahmand and Ana Validzic (Department of Public Health); 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 Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by striking 'Parent-Chld Interaction Therapy (PCIT)' throughout the legislation; on Page 1, Lines 6-7, by striking 'through the California Department of Health Care Services'; on Page 2, Lines 3-7, by striking 'WHEREAS, PCIT is an evidence-based dyadic treatment model for children ages 2-10 experiencing significant social, behavioral, and/or emotional difficulties. It integrates attachment theory, social learning theory and behavioral principles in two phases - Child-Directed Interaction and Parent-Directed Interaction – to enhance the parent-child relationship and teach caregivers authoritative parenting skills; and'; on Page 2, Lines 8-11, to read 'WHEREAS, MATCH synthesizes decades of research into an expert-designed modular system that tailors Cognitive Behavioral Therapy to the specific needs of youth ages 6-17 experiencing anxiety, depression, trauma, and/or conduct problems. MATCH will serve 384 youth over the grant; and'; and by making other clarifying and conforming amendments. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Dorsey

Excused: 1 - Melgar

Resolution retroactively authorizing the Department of Public Health to accept and expend a grant in the amount of \$750,000 from the California Department of Health Care Service through Heluna Health for participation in a program, entitled "San Francisco Department of Public Health (SFDPH) Behavioral Health Service (BHS) Children, Youth and Families (CYF) Proposed Approach for implementing Modular Approach to Therapy for Children with Anxiety, Depression, Trauma, or Conduct Problems (MATCH)," for the period of October 4, 2024, through June 30, 2025. (Public Health Department)

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

Ayes: 3 - Chan, Mandelman, Dorsey

Excused: 1 - Melgar

241156 [Agreement - Pitney Bowes, Inc. - Mailroom Equipment and Supplies - Not to Exceed \$23,550,000]

Resolution approving the Agreement between the City, acting by and through the Office of Contract Administration, and Pitney Bowes, Inc. for mailroom equipment, supplies and postage, for an initial term of three years from February 1, 2025, through January 31, 2028, with the option to extend the term for two additional years, for a total contract duration of five years, and for a total not to exceed amount of \$23,550,000; and to authorize the Office of Contract Administration to make necessary, non-material changes to the Agreement prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Office of Contract Administration)
(Fiscal Impact)

11/22/24; RECEIVED FROM DEPARTMENT.

12/03/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Paul Cheng (City Administrator's Office of Contract Administration); Christina Malamut (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, Dorsey

Excused: 1 - Melgar

241152 [Agreement - Agurto Corporation, dba Pestec - Integrated Pest Management Services - Not to Exceed \$15,500,000]

Resolution approving the Agreement between the City, acting by and through the Office of Contract Administration, and Agurto Corporation, dba Pestec, for integrated pest management services, for a term of five years from February 15, 2025, through February 14, 2030, and for a total not to exceed amount of \$15,500,000; and to authorize the Office of Contract Administration to make necessary, non-material changes to the Agreement prior to its final execution by all parties that do not materially increase the obligations or liabilities to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Office of Contract Administration)
(Fiscal Impact)

11/08/24; RECEIVED FROM DEPARTMENT.

12/03/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Paul Cheng (City Administrator's Office of Contract Administration); Christina Malamut (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, Dorsey

Excused: 1 - Melgar

241089 [Accept and Expend Gift - Revised Distribution of Margaret Seneshen Living Trust - Police Department Mounted Unit - \$23,405.32]**Sponsor: Mayor**

Resolution authorizing the Police Department to accept and expend a donation of \$23,405.32 pursuant to the order of revised distribution of the Margaret Seneshen Living Trust to the Police Department Mounted Unit. (Police Department)

11/05/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Carl Nicita (Police Department); 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, Dorsey

Excused: 1 - Melgar

Chair Chan requested File Nos. 241170 and 241171 be called together.

241170 [Appropriation - General Obligation (GO) Bond Proceeds - \$40,000,000 - Preservation and Seismic Safety Series 2025E - MOHCD - FY2024-2025]**Sponsors: Mayor; Dorsey and Mandelman**

Ordinance appropriating \$40,000,000 of General Obligation (GO) Bond proceeds from Series 2025E Affordable Housing to the Mayor's Office of Housing and Community Development (MOHCD) to acquire, improve and rehabilitate and to convert at-risk multi-unit residential buildings to permanent affordable housing; and placing these funds on Controller's Reserve pending the sale of the Certificates of Participation in Fiscal Year (FY) 2024-2025.

(Fiscal Impact)

12/03/24; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 1/2/2025.

Heard in Committee. Speaker(s): Dan Adams, Director, and William Wilcox (Mayor's Office of Housing and Community Development); Vishal Trivedi (Controller's Office of Public Finance); Christina Malamut (Office of the Budget and Legislative Analyst); 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 AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 7, by replacing 'Certificates of Participation' with 'General Obligation Bonds'. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Dorsey

Excused: 1 - Melgar

Ordinance appropriating \$40,000,000 of General Obligation (GO) Bond proceeds from Series 2025E Affordable Housing to the Mayor's Office of Housing and Community Development (MOHCD) to acquire, improve and rehabilitate and to convert at-risk multi-unit residential buildings to permanent affordable housing; and placing these funds on Controller's Reserve pending the sale of the General Obligation Bonds in Fiscal Year (FY) 2024-2025.

(Fiscal Impact)

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

Ayes: 3 - Chan, Mandelman, Dorsey

Excused: 1 - Melgar

241171 [Sale of Taxable General Obligation Bonds (Affordable Housing, 2016 - Preservation and Seismic Safety), Series 2025E - Not to Exceed \$40,000,000]

Sponsors: Mayor; Dorsey and Mandelman

Resolution authorizing the issuance and sale of not to exceed \$40,000,000 aggregate principal amount of City and County of San Francisco Taxable General Obligation Bonds (Affordable Housing, 2016 - Preservation and Seismic Safety), Series 2025E; prescribing the form and terms of said bonds; providing for the appointment of depositories and other agents of said bonds; providing for the establishment of accounts related to said bonds; authorizing the sale of said bonds by competitive or negotiated sale; approving the forms of the Official Notice of Sale and the Notice of Intention to Sell Bonds and directing the publication of the Notice of Intention to Sell Bonds; approving the form of the Bond Purchase Contract; approving the form of the Preliminary Official Statement and the execution of the Official Statement relating to the sale of said bonds; approving the form of the Continuing Disclosure Certificate; authorizing and approving modifications to said documents; ratifying certain actions previously taken, as defined herein; and granting general authority to City officials to take necessary actions in connection with the authorization, issuance, sale, and delivery of said bonds, as defined herein.

(Fiscal Impact)

12/03/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dan Adams, Director, and William Wilcox (Mayor's Office of Housing and Community Development); Vishal Trivedi (Controller's Office of Public Finance); Christina Malamut (Office of the Budget and Legislative Analyst); 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 Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Dorsey

Excused: 1 - Melgar

241175 [Grant Application - California Department of Housing and Community Development - Prohousing Incentive Program - Not to Exceed \$1,500,000]

Sponsors: Mayor; Melgar, Dorsey and Mandelman

Resolution authorizing the City and County of San Francisco, acting by and through the Mayor's Office of Housing and Community Development, to execute and submit an application for a grant under the Prohousing Incentive Program administered by the California Department of Housing and Community Development, for a not to exceed amount of \$1,500,000 in program funding, for the period of January 1, 2026, through January 1, 2028. (Mayor's Office of Housing and Community Development)

12/03/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sheila Nickolopoulos (Mayor's Office of Housing and Community Development); 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 Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Chan, Mandelman, Dorsey

Excused: 1 - Melgar

241135 [Loan Amendment - 2530 18th, LLC - 100% Affordable Housing - 2530-18th Street - Not to Exceed Aggregate Amount of \$11,846,900]**Sponsors: Mayor; Fielder**

Resolution approving and authorizing the Mayor and the Director of the Mayor's Office of Housing and Community Development to execute a First Amendment to the Loan Agreement with 2530 18th, LLC, a California limited liability company, relating to a loan for the acquisition of real property located at 2530-18th Street intended for the development of a 100% affordable multifamily rental building for families (the "Project"), for a new total loan amount not to exceed \$6,900,000 and an aggregate funding amount not to exceed \$11,846,900 for the Project; approving the form of the loan agreement and ancillary documents; ratifying and approving any action heretofore taken in connection with the Project, as defined herein; granting general authority to City officials to take actions necessary to implement this Resolution, as defined herein; and finding that the loan is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1. (Mayor's Office of Housing and Community Development)
(Fiscal Impact)

11/19/24; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Anne Romero (Mayor's Office of Housing and Community Development); Christina Malamut (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, Dorsey

Excused: 1 - Melgar

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:21 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.