



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 Dorsey, Chyanne Chen, Danny Sauter

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

Wednesday, October 7, 2026

10:00 AM

City Hall, Legislative Chamber, Room 250

Regular Meeting

Present: 3 - Matt Dorsey, Chyanne Chen, and Danny Sauter

The Budget and Finance Committee met in regular session on October 7, 2026, with Chair Matt Dorsey presiding. Chair Dorsey called the meeting to order at 10:02 a.m.

ROLL CALL AND ANNOUNCEMENTS

On the call of the roll, Chair Dorsey and Vice Chair Chen were noted present. Member Sauter 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 Sauter Excused from Attendance

Chair Dorsey moved to excuse Supervisor Sauter from attending the Budget and Finance Committee meeting on October 7, 2026, until their arrival. The motion carried by the following vote:

Ayes: 2 - Dorsey, Chen
Excused: 1 - Sauter

REGULAR AGENDA

260959 [Appropriation - Department of Elections - Costs Associated for Statewide November 2026 Election - \$658,000 - FY2026-2027]

Sponsor: Mayor

Ordinance appropriating \$658,000 of State revenue to the Department of Elections to support costs associated with the Statewide November 2026 Election in Fiscal Year (FY) 2026-2027; this Ordinance requires a two-thirds approval vote of all members of the Board of Supervisors for \$308,000 appropriated for salary, overtime, mandatory fringe benefits, and non-personnel services pursuant to Charter, Section 9.113(c).

(Pursuant to Charter, Section 9.113(c), this matter shall require a vote of two-thirds (8 votes) of all members of the Board of Supervisors to approve such appropriation ordinance for passage.)

09/01/26; ASSIGNED to Budget and Finance Committee. 9/9/2026 - President Mandelman waived the 30-day hold pursuant to Board Rule 3.22.

Heard in Committee. Speaker(s): John Arntz, Director (Department of Elections); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

260996 [Professional Services Agreement Amendment - SFO Hotel Shuttle, Inc. - Airport Shuttle Bus Services - Not to Exceed \$98,110,172]

Resolution approving Modification No. 3 to a Professional Services Agreement for Airport Contract No. 50303 to provide shuttle bus services at the San Francisco International Airport, between SFO Hotel Shuttle, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, to increase the contract amount by \$25,962,586 for a new amount not to exceed \$98,575,004 with no change to the five year term of January 1, 2023, through December 31, 2027, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

08/28/26; RECEIVED FROM DEPARTMENT.

09/15/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dyanna Volek (Airport Department); Christina Malamut (Office of the Budget and Legislative Analyst); Brad Russi (Office of the City Attorney); provided an overview and responded to questions raised throughout the discussion.

Chair Dorsey moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by reducing the increased contract amount from '\$25,962,586' to '\$25,497,754' and new contract not to exceed amount from '\$98,575,004' to '\$98,110,172'; and by making clarifying and conforming changes throughout the resolution text. The motion carried by the following vote:

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

Resolution approving Modification No. 3 to Professional Services Agreement for Airport Contract No. 50303 to provide shuttle bus services at the San Francisco International Airport, between SFO Hotel Shuttle, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, to increase the Contract amount by \$25,497,754 for a new contract amount not to exceed \$98,110,172, with no change to the five year term of January 1, 2023, through December 31, 2027, pursuant to Charter, Section 9.118(b). (Airport Commission)
(Fiscal Impact)

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

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

261022 [Accept and Expend Grant - Retroactive - Crankstart Foundation - Access To Hope Initiative - \$525,000]

Sponsors: Mayor; Dorsey, Mandelman and Sauter

Resolution retroactively authorizing the Office of the District Attorney to accept and expend a grant in the amount of \$525,000 from the Crankstart Foundation to support participation in the District Attorney's Access To Hope Initiative, which includes a transformative educational journey where youth retrace the footsteps of the Civil Rights Movement by visiting historic landmarks across Alabama, Arkansas, Mississippi, and Tennessee, for the term of May 1, 2026, through April 30, 2029. (District Attorney)

09/15/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Monifa Willis (Office of the District Attorney); provided an overview and responded to questions raised throughout the discussion.

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

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

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

260946 [Accept and Expend Grant - Retroactive - California Office of Emergency Services - Probation Specialized Unit Program - \$300,000]

Resolution retroactively authorizing the Department of Adult Probation to accept and expend a grant in the amount of \$100,000 for the period of October 1, 2026, through September 30, 2027; \$100,000 for the period October 1, 2027, through September 30, 2028; \$100,000 for the period October 1, 2028, through September 30, 2029; for a total not to exceed amount of \$300,000 from the California Office of Emergency Services for Probation Specialized Units Program federally funded through the Violence Against Women Act, for the grant period of October 1, 2026, through September 30, 2029, to continue the Probation Specialized Unit Program federally funded through the Violence Against Women Act, should the grant be awarded. (Adult Probation)

08/04/26; RECEIVED FROM DEPARTMENT.

09/01/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Alex Hartwick (Department of Adult Probation); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

261004 [Real Property Lease - NorCal Rental Group, LLC - Pier 96 - \$4,312,110 Total Base Rent]

Resolution approving Port Commission Lease No. L-17432 with NorCal Rental Group, LLC, a limited liability corporation, for approximately 44,750 square feet of paved land at Pier 96 for the storage and parking of construction related vehicles and equipment, the term is effective upon approval of this Resolution and completion of Port's Pier 96 Gatehouse Project, with an initial lease term of five years with two options to extend the term for a total of five additional years, at a monthly base rent of \$31,772.50, subject to annual three percent increases for both the initial and extended terms, and with a total base rent of \$4,321,110 over the full extended term. (Port)

09/10/26; RECEIVED FROM DEPARTMENT.

09/22/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Kimberly Beale (Port Department); Christina Malamut (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

260967 [Accept and Expend Grant - Retroactive - National Institutes of Health - Family Health International - HIV Prevention Trials Network (HPTN) - \$181,434]

Sponsors: Mayor; Dorsey and Mandelman

Resolution retroactively authorizing the Department of Public Health to accept and expend Modification No. 3 for a grant increase of \$72,466 from the National Institutes of Health through the Family Health International for participation in a program, entitled "HIV Prevention Trials Network (HPTN)," for the period of December 1, 2025 through November 30, 2026, and a total grant amount of \$181,434 for the total grant period of April 1, 2024, through November 30, 2026; and to authorize the Director of Health to enter into amendments or modifications 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 Grant or this Resolution. (Public Health Department)

09/01/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dr. Hyman Scott (Department of Public Health); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 2 - Dorsey, Chen

Excused: 1 - Sauter

Member Sauter was noted present at 10:48 a.m.

261056 [Accept and Expend Grant - Grant Agreement - Retroactive - California Department of Health Care Services - Bond BHCIP Round 2 - 415 Trade Winds Avenue - Anticipated Revenue of \$14,184,580]

Sponsors: Mayor; Dorsey, Sherrill and Mandelman

Resolution retroactively authorizing the Department of Public Health ("DPH") to accept and expend grant funds; authorizing DPH to enter into a Grant Agreement for a term commencing on the execution of the Grant Agreement, through June 30, 2030, between the City and County of San Francisco ("City"), acting by and through DPH, and the California Department of Health Care Services under the Bond Behavioral Health Continuum Infrastructure Program (BHCIP) Round 2 by and through its third-party administrator Advocates for Human Potential, Inc., having anticipated revenue of \$14,184,580; including a provision allowing for the recapture of allowable project expenses incurred beginning on March 11, 2026; including a recorded declaration of restrictions at 415 Trade Winds Avenue; authorizing the Grantor to apply for a receiver in the event of the City's default; and authorizing DPH to enter into amendments or modifications to the Grant Agreement that do not materially increase the obligations or liabilities of the City and are necessary to effectuate the purpose of the Grant. (Public Health Department)
(Fiscal Impact)

09/22/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dr. Kellee Hom (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Dorsey, Chen, Sauter

Chair Dorsey requested File Nos. 260997 and 260998 be called together.

260997 [Real Property Lease - West Bay Local Development Corporation, dba West Bay Conference Center - 1290 Fillmore Street, Suite 103 and Gallery B - \$105,138.88 Initial Annual Base Rent]

Resolution approving and authorizing the Director of Property, on behalf of the Department of Public Health, to execute a lease agreement with West Bay Local Development Corporation, dba West Bay Conference Center, as Landlord, for a portion of 1290 Fillmore Street, consisting of approximately 2,992 rentable square feet; for an initial term of five years with two one-year extension options, commencing upon approval of this Resolution by the Board of Supervisors and the Mayor and the execution by the Director of Property; for an annual base rent of \$105,138.88, increasing by 3% at each term extension; and authorizing the Director of Property to enter into any amendments or make certain modifications to the Office Lease that the Director of Property determines, in consultation with the Department of Public Health and the City Attorney, do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City, and are necessary to effectuate the purposes of the Office Lease or this Resolution. (Real Estate Department)

09/04/26; RECEIVED FROM DEPARTMENT.

09/15/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Peter Byrne (Department of Public Health); Sarah Oerth, Director (City Administrator's Real Estate Division); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Dorsey, Chen, Sauter

260998 [Real Property Lease - Fillmore Center Associates, LP - 1533 Eddy Street, 2nd Floor - \$39,600 Initial Annual Base Rent with 3% Annual Increases]

Resolution approving and authorizing the Director of Property, on behalf of the Department of Public Health, to execute a Lease Agreement with Fillmore Center Associates, LP, as Landlord, for a portion of 1533 Eddy Street, consisting of approximately 1,500 rentable square feet; for an initial term of five years with two one-year extension options, commencing upon approval of this Resolution by the Board of Supervisors and the Mayor and upon execution by the Director of Property; for an annual base rent of \$39,600 with 3% annual increases; and authorizing the Director of Property, to enter into any amendments or make certain modifications to the Lease that the Director of Property determines, in consultation with DPH and the City Attorney, do not materially increase the obligations or liabilities to the City, do not materially decrease the benefits to the City, and are necessary to effectuate the purposes of the lease agreement or this Resolution. (Real Estate Department)

09/04/26; RECEIVED FROM DEPARTMENT.

09/15/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Peter Byrne (Department of Public Health); Sarah Oerth, Director (City Administrator's Real Estate Division); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Dorsey, Chen, Sauter

261024 [Master Lease Amendment - United States Navy - Treasure Island Land and Structures - Term Extension]**Sponsor: Dorsey**

Resolution approving Amendment No. 51 to the Treasure Island Land and Structures Master Lease between the Treasure Island Development Authority and the United States Navy to extend the term for one year to commence December 1, 2026, for a total term of November 19, 1998, through November 30, 2027; and to authorize the Treasure Island Development Authority Executive Director to execute and enter into amendments to the Lease that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes and intent of this Resolution.

09/15/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Sheela Jivan, Executive Director (Treasure Island Development Authority); provided an overview and responded to questions raised throughout the discussion.

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

Ayes: 3 - Dorsey, Chen, Sauter

261002 [Public Auction - Tax-Defaulted Real Property - 250 32nd Avenue]

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

09/08/26; RECEIVED FROM DEPARTMENT.

09/22/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): David Augustine (Treasurer and Tax Collector); provided an overview and responded to questions raised throughout the discussion.

Chair Dorsey moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by defining the property as '250-32nd Avenue, Assessor's Parcel Block No. 1391, Lot No. 014' and that the list of Tax-Defaulted Property Subject to Supplemental Public Tax Sale 2026 is on file with the Clerk of the Board; and by making clarifying and conforming changes throughout the resolution text. The motion carried by the following vote:

Ayes: 3 - Dorsey, Chen, Sauter

Resolution authorizing the San Francisco Tax Collector to sell tax-defaulted real property located at 250 32nd Avenue, Assessor's Parcel Block No. 1391, Lot No. 014, at public auction, as defined herein. (Treasurer-Tax Collector)

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

Ayes: 3 - Dorsey, Chen, Sauter

260792 [Business and Tax Regulations Code - Retroactive - Gross Receipts Tax Credit for Small Hardware Retailers]**Sponsors: Mandelman; Sherrill**

Ordinance amending the Business and Tax Regulations Code, retroactively to January 1, 2026, to provide small hardware retailers with a credit against their Gross Receipts Tax for tax years 2026 through 2035.

07/07/26; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 8/6/2026.

07/14/26; REFERRED TO DEPARTMENT. Referred to the Office of the Treasurer and Tax Collector for informational purposes.

09/08/26; RESPONSE RECEIVED. The Small Business Commission held a duly-noticed meeting on August 24, 2026, and recommended approval of the proposed legislation.

Heard in Committee. Speaker(s): Grace Huang (Office of Supervisor Mandelman); Ted Egan (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Terri Aston-Bennett; Jamie Gentner; spoke in support of the ordinance matter.

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

Ayes: 3 - Dorsey, Chen, Sauter

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 11:15 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.