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 28, 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 28, 2026, with Chair Matt Dorsey presiding. Chair Dorsey called the meeting to order at 10:01 a.m.

ROLL CALL AND ANNOUNCEMENTS

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

All members were 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.

REGULAR AGENDA

Chair Dorsey requested File Nos. 261090 and 261091 be called together.

261090 **[Accept and Expend Grant - California Governor's Office of Emergency Services - Elder Abuse Program - $640,008]**

Sponsors: Mayor; Mandelman and Sherrill

Resolution authorizing the Office of the District Attorney to accept and expend a grant with the California Governor's Office of Emergency Services for an estimated annual amount of $213,336 for ar estimated total amount of $640,008 dependent on approval of the California Governor's Office of Emergency Services funding for recurring grants that support the Elder Abuse Program for the three-year grant term of January 1, 2027, through December 31, 2029, should the parties agree to an amendment as allowed under the provisions of the grant agreement. (District Attorney)

09/29/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Karima Baptiste (Office of the District Attorney); provided an overview and responded to questions raised throughout the discussion. Johnathan Ellis; spoke in support of the resolution matter.

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

Ayes: 3 - Dorsey, Chen, Sauter

261091 **[Accept and Expend Grant - California Governor's Office of Emergency Services, Unserved/Underserved Victim Advocacy and Outreach Program - $590,718]**

Sponsors: Mayor; Sherrill and Mandelman

Resolution authorizing the Office of the District Attorney to accept and expend a grant with California Governor's Office of Emergency Services for an estimated annual amount of $196,906 for an estimated total grant amount of $590,718 dependent on approval of the California Governor's Office of Emergency Services funding for recurring grants that support the Unserved/Underserved Victim Advocacy and Outreach Program, for a three-year term of January 1, 2027, through December 31, 2029, should the parties agree to an amendment as allowed under the provisions of the grant agreement. (District Attorney)

09/29/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Karima Baptiste (Office of the District Attorney); provided an overview and responded to questions raised throughout the discussion. Johnathan Ellis; spoke in support of the resolution matter.

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

Ayes: 3 - Dorsey, Chen, Sauter

261106 **[Accept and Expend Grant - Retroactive - United States Environmental Protection Agency - Brownfield Cleanup Program - India Basin Shoreline Park - $4,000,000]**

Sponsors: Mayor; Walton and Mandelman

Resolution authorizing the Recreation and Park Department ("RPD") to retroactively accept and expend a grant from the United States Environmental Protection Agency ("EPA") for the Brownfield Cleanup Program to support environmental remediation and park redevelopment at India Basin Shoreline Park ("Project"), in the amount of $4,000,000 for the period of July 1, 2026, through September 30, 2029; approving the associated grant agreement; and authorizing the RPD General Manager, acting in consultation with the City Attorney, to enter into modifications and amendments to the agreement that do not materially increase the obligations or liabilities of the City and are necessary to effectuate the purposes of the Project or this Resolution. (Recreation and Park Department)

10/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Katlin Holl (Recreation and Park Department); 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

261048 **[Professional Services Agreement - Professional Business Providers, Inc. - Terminal 2 Baggage Handling Systems and Passenger Boarding Bridges in Domestic Terminals - Operations, Maintenance, Repair, and On-Call Services - Not to Exceed $38,000,000]**

Resolution approving the award of the Professional Services Agreement for Airport Contract No. 50448, between Professional Business Providers, Inc., and the City and County of San Francisco, acting by and through its Airport Commission, for operations, maintenance, repair, and on-call services of Airport-Owned Terminal 2 Baggage Handling Systems and Passenger Boarding Bridges in the Domestic Terminals, in an amount not to exceed amount of $38,000,000 pursuant to Charter, Section 9.118(b), for a contract term of five years commencing on February 1, 2027. (Airport Commission)
(Fiscal Impact)

09/21/26; RECEIVED FROM DEPARTMENT.

09/29/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dyanna Volek and Enrique Guadiamos (Airport Department); 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

261049 **[Contract Amendment - Towne Ford Sales - Pickup Trucks and Added Equipment - Not to Exceed $30,500,000]**

Resolution approving Amendment No. 2 between the City, acting by and through the Office of Contract Administration (OCA), and Towne Ford Sales for pickup trucks and added equipment, for an increased amount of $20,531,000 for a total not to exceed amount of $30,530,000 with no changes to the five year term of December 1, 2024, through November 30, 2029; and authorizing OCA to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Amendment. (Office of Contract Administration)
(Fiscal Impact)

09/18/26; RECEIVED FROM DEPARTMENT.

09/29/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Angela Yip (Office of the City Administrator); 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: 3 - Dorsey, Chen, Sauter

261108 **[Program Funding Agreement - California Department of Health Care Services - Bond BHCIP Round 2 - UCSF Health Hyde Hospital - Not to Exceed $70,893,613]**

Sponsors: Mayor; Sauter and Mandelman

Resolution approving the Program Funding Agreement (“PFA”) for the Bond Behavioral Health Continuum Infrastructure Program ("Bond BHCIP") Round 2, between the City and County of San Francisco (“City”), acting by and through its Department of Public Health (“DPH”), and UCSF Health Community Hospitals (“UCSF”), as Grantees, and the California Department of Health Care Services (“DHCS”) and DHCS’s third-party administrator Advocates for Human Potential, Inc., as Grantors; including Permitted Use for UCSF Health Hyde Hospital at 900 Hyde Street for a term effective upon the execution of the PFA, through June 30, 2030, with an amount not to exceed $70,893,613; authorizing DHCS to apply for a receiver in the event of the Grantees’ default under the PFA or the Regulatory Agreement and Declaration of Restrictions; and authorizing DPH to enter into amendments or modifications to the PFA 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)

10/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Yoonjung Kim (Department of Public Health); Nicolas Menard (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Johnathan Ellis; spoke on various concerns relating to the resolution matter.

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

Ayes: 3 - Dorsey, Chen, Sauter

261076 **[Real Property Acquisition - Easement - Associated Limousine Operators of San Francisco, Inc. - Folsom Area Stormwater Improvements Project - Not to Exceed $1,454,926]**

Resolution approving and authorizing the terms and conditions and authorizing the General Manager of the San Francisco Public Utilities Commission and/or the Director of Property to execute a Purchase and Sale Agreement and Easement Deed with Associated Limousine Operators of San Francisco, Inc., for the acquisition of an approximately 4,500-square-foot Sewer Tunnel Easement and an approximately 3,400-square-foot Restricted Development Easement on and across property located at 1398 Bryant Street, designated as a portion of Assessor's Parcel Block No. 3923, Lot No. 002, for a total amount not to exceed $1,454,926, effective on the date the Purchase and Sale Agreement is executed by both parties, pursuant to Charter, Section 9.118; adopting findings that the conveyance is consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and adopting a finding that the Purchase and Sale Agreement furthers a proper public purpose sufficient to meet Administrative Code, Section 23.30, market value requirements. (Public Utilities Commission)
(Fiscal Impact)

09/25/26; RECEIVED FROM DEPARTMENT.

10/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Dina Brasil (Public Utilities Commission); 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

261077 **[Professional Services Agreement - Jacobs Associates, Inc., dba Delve Underground - CS-249, Planning and Design Services, Mountain Tunnel Improvements - Not to Exceed $30,780,000]**

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 2 to the Mountain Tunnel Improvements Project, Agreement No. CS-249, Planning and Design Services, Mountain Tunnel Improvements, with Jacobs Associates, Inc., dba Delve Underground, formerly known as McMillen Jacobs Associates, Inc. (Jacobs Associates, Inc., dba Delve Underground), to continue to provide specialized engineering services during construction for the Mountain Tunnel Improvements Project, increasing the contract amount by $2,000,000 for a new total not to exceed contract amount of $30,780,000 with no change to the contract duration of February 15, 2016, through February 14, 2029, pursuant to Charter, Section 9.118. (Public Utilities Commission)
(Fiscal Impact)

09/28/26; RECEIVED FROM DEPARTMENT.

10/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Tedman Lee and 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 Dorsey moved that this Resolution be RECOMMENDED. The motion carried by the following vote:

Ayes: 3 - Dorsey, Chen, Sauter

261043 **[Grant Agreement Amendment - Conard House - Allen, Aranda, and McAllister Hotels - Support Services, Property Management and Master Lease Stewardship Not to Exceed $32,803,756]**

Resolution approving the second amendment to the grant agreement between the City, acting by and through the Department of Homelessness and Supportive Housing ("HSH"), and Conard House for support services, property management and master lease stewardship at the Allen, Aranda, and McAllister Hotels, extending the grant term 31 months from November 30, 2026, for a total term of July 1, 2025, through June 30, 2029, and increasing the agreement amount by $9,997,868 for a new total amount not to exceed $32,803,756; and to authorize HSH to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Department of Homelessness and Supportive Housing)
(Fiscal Impact)

09/14/26; RECEIVED FROM DEPARTMENT.

09/29/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

Heard in Committee. Speaker(s): Emily Cohen (Department of Homelessness and Supportive Housing); Christina Malamut (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Griffin Lee; Johnathan Ellis; spoke on various concerns relating to the resolution matter.

Chair Dorsey moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, on Page 1, Line 8, by replacing the increased agreement amount of '$9,997,848' with '$22,806,076'. The motion carried by the following vote:

Ayes: 3 - Dorsey, Chen, Sauter

Resolution approving the second amendment to the grant agreement between the City, acting by and through the Department of Homelessness and Supportive Housing ("HSH"), and Conard House for support services, property management and master lease stewardship at the Allen, Aranda, and McAllister Hotels, extending the grant term 31 months from November 30, 2026, for a total term of July 1, 2025, through June 30, 2029, and increasing the agreement amount by $22,806,076 for a new total amount not to exceed $32,803,756; and to authorize HSH to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Agreement. (Department of Homelessness and Supportive Housing)
(Fiscal Impact)

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

Ayes: 3 - Dorsey, Chen, Sauter

261023 **[Grant Agreement Amendment - Five Keys Schools and Programs - Baldwin SAFE Navigation Center - Not to Exceed $55,624,790]**

Sponsor: Mayor

Resolution approving the Fourth Amendment to the grant agreement between the City, acting by and through the Department of Homelessness and Supportive Housing ("HSH"), and Five Keys Schools and Programs for navigation center operations and support services at the Baldwin SAFE Navigation Center, extending the grant term by 32 months from October 31, 2026, for a total term of July 1, 2022, through June 30, 2029; and increasing the agreement amount by $25,110,592 for a new total amount not to exceed $62,182,906; and to authorize HSH to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Agreement.
(Fiscal Impact)

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

Heard in Committee. Speaker(s): Heard in Committee. Speaker(s): Emily Cohen (Department of Homelessness and Supportive Housing); Christina Malamut (Office of the Budget and Legislative Analyst); provided an overview and responded to questions raised throughout the discussion. Johnathan Ellis; spoke on various concerns relating to the resolution matter.

Chair Dorsey moved that this Resolution be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by reducing the extension of the grant term of 32 months through June 30, 2029, increasing the agreement amount by $25,110,592 for a total amount not to exceed $62,182,906 to an extension of grant term of 24 months through October 31, 2028, increasing the agreement amount by $18,552,476 for a total amount not to exceed $55,624,790 throughout the resolution text. The motion carried by the following vote:

Ayes: 3 - Dorsey, Chen, Sauter

Resolution approving the Fourth Amendment to the grant agreement between the City, acting by and through the Department of Homelessness and Supportive Housing ("HSH"), and Five Keys Schools and Programs for navigation center operations and support services at the Baldwin SAFE Navigation Center, extending the grant term by 24 months from October 31, 2026, for a total term of July 1, 2022, through October 31, 2028; and increasing the agreement amount by $18,552,476 for a new total amount not to exceed $55,624,790; and to authorize HSH to enter into any amendments or other modifications to the Amendment that do not materially increase the obligations or liabilities, or materially decrease the benefits to the City and are necessary or advisable to effectuate the purposes of the Agreement.
(Fiscal Impact)

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

Ayes: 3 - Dorsey, Chen, Sauter

261012 **[Appropriation - General Reserve - Mayor's Office of Housing and Community Development - Rent Relief Support Services - $3,940,000 - FY2026-2027]**

Sponsors: Mayor; Mandelman, Fielder, Melgar, Chen, Chan, Mahmood, Sauter and Dorsey

Ordinance appropriating $3,940,000 from the General Reserve to the Mayor's Office of Housing and Community Development to support costs associated with rent relief support services in Fiscal Year (FY) 2026-2027.

(Fiscal Impact)

09/15/26; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/15/2026.

Heard in Committee. Speaker(s): Julia Sabory and Nickolas Pagoulatos (Mayor's Office of Housing and Community Development); Christina Malamut (Office of the Budget and Legislative Analyst); Devin Macaulay (Office of the Controller); 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: 3 - Dorsey, Chen, Sauter

Chair Dorsey moved to RESCIND the previous vote to recommend the Ordinance out of Committee. The motion carried by the following vote:

Ayes: 3 - Dorsey, Chen, Sauter

Chair Dorsey moved that this Ordinance be AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE, by adding language that this Ordinance requires a two-thirds vote of all members of the Board of Supervisors, pursuant to the Charter Section 9.113(c); and by making clarifying and confirming changes throughout the ordinance text. The motion carried by the following vote:

Ayes: 3 - Dorsey, Chen, Sauter

Ordinance appropriating $3,940,000 from the General Reserve to the Mayor's Office of Housing and Community Development to support costs associated with rent relief support services in Fiscal Year (FY) 2026-2027; this Ordinance requires a two-thirds vote of all members of the Board of Supervisors for approval of the Mayor's Office of Housing and Community Development's appropriation of $3,940,000 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.)

(Fiscal Impact)

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

Ayes: 3 - Dorsey, Chen, Sauter

261107 **[Loan Purchase Agreement - MEDA Small Properties, LLC - 2059-2065 Mission Street - 100% Affordable Housing - Acquisition, Rehabilitation and Permanent Financing - Not to Exceed $22,157,500]**

Sponsors: Mayor; Fielder

Resolution 1) approving and authorizing a Loan Purchase Agreement for the purchase of an existing loan in an amount of $20,258,781 for a purchase price not to exceed $20,258,781 from the San Francisco Housing Accelerator Fund ("SFHAF Loan") related to the acquisition, preservation, and rehabilitation of a 39-unit mixed-use building as 100% affordable housing for low- to moderate-income households, comprised of 35 residential units, including one manager's unit, and four commercial units, located at 2059-2065 Mission Street (Assessor's Parcel Block No. 3570, Lot No. 023) (the "Project"); 2) authorizing the assumption of obligations under the SFHAF Loan to disburse an amount not to exceed $2,033,139 to complete rehabilitation and fund reserves of the Project; 3) approving and authorizing an Amended and Restated Loan Agreement with MEDA Small Properties, LLC ("Borrower") in an amount not to exceed $22,157,500 for a minimum loan term of 40 years ("City Loan Agreement") to amend and restate the SFHAF Loan and provide permanent financing for the Project after completion of all rehabilitation; 4) adopting findings that the Project and proposed transactions are consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; 5) authorizing the Mayor and the Director of Mayor's Office of Housing and Community Development ("MOHCD") to execute the Loan Purchase Agreement and the City Loan Agreement, and make certain modifications to such agreements, as defined herein, and take certain actions in furtherance of this Resolution, as defined herein; and 6) authorizing the Director of MOHCD to enter into any additions, amendments, or other modifications to the Loan Agreement that do not materially increase the obligations or liabilities to the City and are necessary to effectuate the purposes of this Resolution. (Mayor's Office of Housing and Community Development)
(Fiscal Impact)

10/06/26; RECEIVED AND ASSIGNED to Budget and Finance Committee.

10/21/26; CONTINUED TO CALL OF THE CHAIR. Heard in Committee. Speaker(s): Sheila Gregorius (Mayor's Office of Housing and Economic Development); Nicolas Menard (Office of the Budget and Legislative Analyst); Greg Wagner, City Controller (Office of the Controller); provided an overview and responded to questions raised throughout the discussion. Daniel Cruz (Mission Economic Development Agency); spoke in support of the resolution matter.

Heard in Committee. Speaker(s): Alea Gage and Sheila Gregorius (Mayor's Office of Housing and Community Development); Nicolas Menard (Office of the Budget and Legislative Analyst); Luis Granados, Chief Executive Officer (Mission Economic Development Agency); provided an overview and responded to questions raised throughout the discussion. Luis Granados and José García (Mission Economic Development Agency); spoke in support of the resolution matter. Griffin Lee; spoke in opposition to the resolution matter.

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

Ayes: 3 - Dorsey, Chen, Sauter

261055 **[De-Appropriation and Appropriation - District 7 General City Responsibility (GEN) - District 7 Projects and Services - Various Departments - $540,000 - FY2026-2027]**

Sponsor: Melgar

Ordinance de-appropriating $540,000 from General City Responsibility (GEN) and appropriating $290,000 to the Department of Public Works (DPW) for the replacement of missing sidewalks in Midtown Terrace, the Sloat Boulevard-Junipero Serra Boulevard safety pathway upgrade, the Junipero Serra Boulevard median maintenance plan, the Ocean Avenue sidewalk garden renewal, the Merced Triangle restoration project, and the Congo Street-Circular Avenue pedestrian island upgrade; $50,000 to the Office of Economic and Workforce Development (ECN) for West Portal arts activation; $50,000 to the Fire Department (FIR) for the District 7 emergency storage container network; and $150,000 to the Municipal Transportation Agency (MTA) for Lincoln Way-5th Avenue Golden Gate Park entrance safety, 16th Avenue pedestrian safety improvements, and traffic calming in the Hearst school-area, in Fiscal Year (FY) FY2026-2027.
(Fiscal Impact)

09/22/26; ASSIGNED UNDER 30 DAY RULE to Budget and Finance Committee, expires on 10/22/2026.

Heard in Committee. Speaker(s): Joe Adkins (Office of Supervisor Myrna Melgar); 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: 3 - Dorsey, Chen, Sauter

ADJOURNMENT

There being no further business, the Budget and Finance Committee adjourned at the hour of 12:30 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.