[Administrative Code - San Francisco Self-Insurance Surety Bond Fund]

Ordinance amending the Administrative Code to authorize the City Administrator to pause, reduce, or return the annual contributions by the departments that contract for Public Works under Administrative Code Chapter 6 to the San Francisco Self-Insurance Surety Bond Fund.

NOTE: **Unchanged Code text and uncodified text** are in plain Arial font.
Additions to Codes are in *single-underline italics Times New Roman font*.
Deletions to Codes are in ~~*strikethrough italics Times New Roman font*~~.
Board amendment additions are in double-underlined Arial font.
Board amendment deletions are in ~~strikethrough Arial font~~.
Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. The Administrative Code is hereby amended by revising Section 14B.16 and 10.100-317 to read as follows:

SEC. 14B.16. SAN FRANCISCO BONDING AND OTHER ASSISTANCE.

(A) **San Francisco Bonding and Financial Assistance Program.**

(1) **Program Description**. The City and County of San Francisco, acting through the City Administrator, or, in the City Administrator's discretion, as delegated to the Risk Manager, intends to provide guarantees to private bonding companies and financial institutions in order to induce those entities to provide required bonding and financing to eligible Contractors and Subcontractors bidding on and performing City Public Works/Construction Contracts, and, upon the approval of the Risk Manager and provided that

funds are available, projects subject to development agreements or other agreements for construction of facilities where the City and County of San Francisco is partially or wholly funding the project. This bonding and financial assistance program is subject to the provisions of this Section 14B.16(A).

* * * *

(6) **Contributions to the San Francisco Self-Insurance Surety Bond Fund**. Subject to the budgetary and fiscal provisions of the Charter, each department that conducts public works or improvements under Chapter 6 of the Administrative Code shall contribute annually to the San Francisco Self-Insurance Surety Bond Fund ("the Fund") an amount that is set by multiplying the annual contribution rate set pursuant to Administrative Code Section 10.100-317(c) times its total appropriations for capital construction and improvement. *The City Administrator may pause, return, or reduce the requirement for annual contributions and return overages in contributions based on an analysis of the amount in the fund and the needs of the bonding and financial assistance program.*

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SEC. 10.100-317. SAN FRANCISCO SELF-INSURANCE SURETY BOND FUND.

(a) **Establishment of Fund**. The San Francisco Bonding and Financial Assistance Program is created in Section 14B.16 of the Administrative Code. That section requires City departments, *at the discretion of the City Administrator and* consistent with the budgetary and fiscal provisions of the San Francisco Charter, to contribute to the San Francisco Bonding and Financial Assistance Program. The San Francisco Self-Insurance Surety Bond Fund is hereby created as a category eight fund as defined in Section 10.100-1 of the Administrative Code and shall receive annual contributions as determined under the provisions of *Section 14B.16(A) and* subsection (c) of this Section and charged against all City capital projects appropriated after the effective date of this Section.

Section 2. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors intends to amend only those words, phrases, paragraphs, subsections, sections, articles, numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal Code that are explicitly shown in this ordinance as additions, deletions, Board amendment additions, and Board amendment deletions in accordance with the "Note" that appears under the official title of the ordinance.

Section 3. Effective Date. This ordinance shall become effective on the 31st day after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within 10 days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.

APPROVED AS TO FORM:
DAVID CHIU, City Attorney

By: /s/ Yadira Taylor
YADIRA TAYLOR
Deputy City Attorney

4916-9589-7242, v. 2

City and County of San Francisco
Tails
Ordinance

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

File Number: 260598 **Date Passed:** July 28, 2026

Ordinance amending the Administrative Code to authorize the City Administrator to pause, reduce, or return the annual contributions by the departments that contract for Public Works under Administrative Code Chapter 6 to the San Francisco Self-Insurance Surety Bond Fund.

June 17, 2026 Budget and Appropriations Committee - RECOMMENDED

July 14, 2026 Board of Supervisors - CONTINUED ON FIRST READING

Ayes: 11 - Chan, Chen, Dorsey, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill, Walton and Wong

July 21, 2026 Board of Supervisors - PASSED ON FIRST READING

Ayes: 11 - Chan, Chen, Dorsey, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill, Walton and Wong

July 28, 2026 Board of Supervisors - FINALLY PASSED

Ayes: 11 - Chan, Chen, Dorsey, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill, Walton and Wong

File No. 260598

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 7/28/2026 by the Board of Supervisors of the City and County of San Francisco.

f Angela Calvillo
Clerk of the Board

Daniel Lurie
Mayor

7 / 30 / 26

Date Approved