

**MINUTES OF A REGULAR MEETING OF THE
OVERSIGHT BOARD OF THE CITY AND
COUNTY OF SAN FRANCISCO HELD ON THE
12TH DAY OF SEPTEMBER 2022**

The members of the Oversight Board of the City and County of San Francisco met in a regular meeting via teleconference at 11:00 a.m. on the 12th day of September 2022.

In accordance with Governor Gavin Newsom’s statewide order for all residents to “Stay at Home” - and the numerous preceding local and state proclamations, orders and supplemental directions - aggressive directives have been issued to slow down and reduce the spread of the COVID-19 virus. Individuals are encouraged to participate in the meetings remotely by calling during the public comment section of the meeting.

PUBLIC COMMENT CALL-IN: 1-415-655-0001 **Access Code:** 2491 428 9258

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1. CALL TO ORDER/ROLL CALL

This meeting was chaired by Vice-Chair Ely because Chair Van Degna was available only by phone. The meeting was called to order by Vice-Chair Ely at 11:00 a.m.

Roll call was taken.

Chair Anna Van Degna - present
Vice-Chair Lydia Ely – present
Board member Moses Corrette – present
Board member Janice Li - present
Board member Shanell Williams - present

All Board members were present. It was noted that the seats for the City and County of San Francisco and the San Francisco Unified School District were still vacant.

Vice-Chair Ely requested that Item 5A from the Regular Agenda be taken out of order and dealt with first.

5. REGULAR AGENDA

A. Resolution making findings to allow teleconferenced meetings under California Government Code Section 54953(e) (Discussion and Action) (Resolution No. 06-2022)

Presenter: Thor Kaslofsky, Executive Director

PUBLIC COMMENT – None

Board member Williams motioned to move Item 5A and it was seconded by Board member Li.

Voice vote was taken for Item 5A.

Chair Van Degna - yes
Vice-Chair Ely - yes
Board member Corrette - yes
Board member Li - yes
Board member Williams - yes

ADOPTION: IT WAS VOTED BY FIVE BOARD MEMBERS THAT RESOLUTION NO. 06-2022, RESOLUTION MAKING FINDINGS TO ALLOW TELECONFERENCED MEETINGS UNDER CALIFORNIA GOVERNMENT CODE SECTION 54953(E), BE ADOPTED.

2. APPROVAL OF MINUTES - Regular Meeting of March 28, 2022

Secretary Cruz read instructions for the public to call in.

PUBLIC COMMENT – None

Board member Williams stated that a correction needed to be made in the 2nd paragraph on page 6 which should state “several construction projects at City College of San Francisco”, and not “in the City.”

Board member Corrette motioned to move Item 2 and it was seconded by Board member Williams.

Voice vote was taken for Item 2.

Chair Van Degna - yes
Vice-Chair Ely - yes
Board member Corrette - yes
Board member Li - yes
Board member Williams - yes

ADOPTION: IT WAS VOTED BY FIVE BOARD MEMBERS THAT APPROVAL OF MINUTES FOR THE REGULAR MEETING OF MARCH 28, 2022, BE ADOPTED WITH THE CHANGES PROVIDED.

3. ANNOUNCEMENTS

A. Announcement of Time Allotment for Public Comments

Please be advised that a member of the public has up to three minutes to make pertinent public comments on each agenda item unless the Oversight Board adopts a shorter period on any item. Please note that during the public comment period, all dial-in participants from the

public will be instructed to call a number and use their touch-tone phones to register any desire to provide public comment. Comments will be taken in the order that it was received. Audio prompts will signal to dial-in participants when their audio input has been enabled for commenting. Instructions were given to call in for public comment.

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4. CONSENT AGENDA – None

5. REGULAR AGENDA

B. Workshop on Amendment to 2022-2023 Recognized Obligation Payment Schedule for January 1, 2023, to June 30, 2023 (Discussion)

Presenters: Thor Kaslofsky, Executive Director; Mina Yu, Budget and Project Finance Manager; Elizabeth Colomello, Housing Program Manager; Bree Mawhorter, Deputy Director of Finance and Administration

Board member Corrette thanked Ms. Yu for the presentation. He referred to line 151 and inquired about changes to funding for the Mexican Museum, specifically, that there was some City funding that did not come through, which was mentioned in the presentation, but was absent from the paperwork that was sent out.

Ms. Mawhorter asked for clarification from Mr. Corrette.

Board member Corrette responded that Ms. Yu referred to a missing piece of funding and requested her to elaborate.

Ms. Mawhorter responded that there was a change in the funding source from bonds to “other” which was due to an unusual treatment of bond proceeds by the California Department of Finance (DOF). While the IRS and GAAP treat interest earned on bond proceeds as bond proceeds, DOF instructed OCII to report interest earned on bond proceeds as Other. OCII learned this information after last year’s ROPS had been submitted, so the change in the treatment of funds from Bonds to Other was in response to DOF’s reporting requirement.

Ms. Yu responded that Board member Corrette might be referring to the affordable housing project.

Board member Corrette repeated that he thought he heard on line 151 that there was some City funding that was expected that didn’t come through and requested a high-level explanation on why that didn’t.

Ms. Yu responded that they had received a grant extension for their construction contract for the Mexican Museum; however, there was no City funding component. She added that they did lose some state funding for an affordable housing project.

Mr. Kaslofsky interjected that this might have been a misstatement because there certainly was and still would be a relationship between the City and the Mexican Museum. This was in the Yerba Buena project area but it was no longer an active project area.

Chair Van Degna referred to the 5254 affordable housing project and inquired about whether the \$4 million was a fully funded amount.

Ms. Colomello responded that this amount would get them to the point of starting construction. She reported that their third application for bonds and tax credits with the State had gone through so with the increase in funds from OCII they would be able to start construction next April.

Board member Li referred to the aforementioned grant extension and inquired about what this was and why it occurred. Also, since there were still many questions and concerns related to the Mexican Museum, she requested a general update on the grant extension.

Ms. Mawhorter responded that the reasons for the Mexican Museum grant extension were the same as those reported earlier in the year when Board members granted that extension and were mostly related to the pandemic and the challenges of getting the Museum construction moving forward. She explained that, unfortunately, the Mexican Museum was not able to join them for this meeting and she offered to follow up with a written explanation to all Board members.

Board member Li recognized that fundraising for a museum in the middle of a pandemic was probably an extremely challenging task, however, it seemed like the Mexican Museum was having funding problems prior to the pandemic. Although she would love to celebrate the overall completion of this construction and opening of the museum, she wanted to hear about staff's recommendation and asked at which point they would end granting these extensions.

Ms. Mawhorter responded that they have been in conversations with the museum on that topic and were hopeful that this would be the last grant extension and that funds would be fully expended by the end of this extension.

Board member Corrette confirmed with Board member Li if she would like to request a written update form the Mexican Museum.

Board member Li concurred and requested a written update regarding the Mexican Museum and felt that this would be helpful to have on record.

Board member Corrette asked if we could append that written response to the minutes of this meeting.

PUBLIC COMMENT - None

6. NEW MATTERS FOR FUTURE CONSIDERATION - None

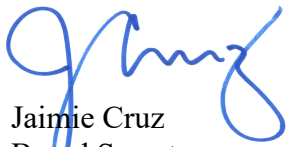
7. PUBLIC COMMENT ON NON-AGENDA ITEMS - None

8. ADJOURNMENT

Board member Williams motioned to move Item 8 and it was seconded by Chair Van Degna.

The meeting was adjourned by Vice-Chair Ely at 11:31 a.m.

Respectfully submitted,



Jaimie Cruz
Board Secretary

ADOPTED: