SAN FRANCISCO PUBLIC UTILITIES COMMISSION
City and County of San Francisco

Edwin M. Lee
MAYOR

AGENDA
Tuesday, September 12, 2017

1:30 P.M.
1 Dr. Carlton B. Goodlett Place
City Hall, Room 400
San Francisco, CA 94102

Commissioners
Anson Moran, President
Ike Kwon, Vice President
Ann Moller Caen
Francesca Vietor
Vince Courtney

Harlan L. Kelly, Jr.
General Manager

Donna Hood
Secretary

For information, contact the Commission Secretary at 554-3165.
Minutes and other information are available on the SFPUC web site:
www.sfwater.org
Gavel-to-Gavel coverage available at:
http://sanfrancisco.granicus.com/ViewPublisher.php?view_id=22
**Accessible Meeting Policy:** The San Francisco Public Utilities Commission meeting will be held in Room 400, at 1 Dr. Carlton B. Goodlett Place (400 Van Ness Ave.), San Francisco, CA. The closest accessible BART station is the Civic Center Station at United Nations Plaza and Market Street. Accessible MUNI lines serving this location are: MUNI Metro Lines J-Church, K-Ingleside, L-Taraval, M-Ocean View, N-Judah and T-Third at Van Ness and Civic Center Stations; F-Market; 19-Polk, 47-Van Ness; 49-Mission-Van Ness; 5-Fulton; 6-Parnassus, 21-Hayes; 9-San Bruno; and 71-Haight-Noriega. For information about MUNI accessible services call 701.4485.

The meeting room is wheelchair accessible. Accessible curbside parking spaces have been designated on the Van Ness Avenue and McAllister Street perimeters of City Hall for mobility-impaired persons. There is accessible parking available within the Civic Center Underground Parking Garage at the corner of McAllister and Polk Streets, and within the Performing Arts Parking Garage at Grove and Franklin Streets.

To obtain a disability-related accommodation, including auxiliary aids or services, or to obtain meeting materials in alternative format, please contact Donna Hood at 415.554.0761. Providing at least 72 hours notice will help to ensure availability. Written reports or background materials for calendar items are available for public inspection and copying at 525 Golden Gate Ave., 13th Floor during regular business hours and are available on-line at http://www.sfwater.org/index.aspx?page=167.

To assist the City's efforts to accommodate persons with severe allergies, environmental illnesses, multiple chemical sensitivity or related disabilities, attendees at public meetings are reminded that other attendees may be sensitive to various chemical based products. Please help the City to accommodate these individuals.

The ringing of and use of cell phones, pagers and similar sound-producing electronic devices are prohibited at this meeting. Please be advised that the President may order the removal from the meeting room of any person(s) responsible for the ringing or use of a cell phone, pager, or other similar sound-producing electronic devices.

**Know Your Rights Under the Sunshine Ordinance:** Government's duty is to serve the public, reaching its decision in full view of the public. Commissions, boards, councils and other agencies of the City and County exist to conduct the people's business. This ordinance assures that deliberations are conducted before the people and that City operations are open to the people's review. For more information on your rights under the Sunshine Ordinance or to report a violation of the ordinance, contact Administrator, by mail to Sunshine Ordinance Task Force, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.4689; by phone at 554.7724; by fax at 554.7854; or by email at sof@sfgov.org.

Copies of the Sunshine Ordinance can be obtained from the Clerk of the Sunshine Task Force, the San Francisco Public Library and on the City's website at http://www.sfgov.org.

**311 Free Language Assistance:** 免費語言協助 / Ayuda gratuita con el idioma / Бесплатная помощь переводчиков /ARRYUP Thông dịch Miễn phí / Assistance linguistique gratuite / 無料の言語支援 / 무료 언어 지원 / คำแนะนำ แปลน้อย ทำง"น"โดยไม่ / Libreng tulong para sa wikang Tagalog แปลเล็ก

**Lobbyist Registration and Reporting Requirements:** Individuals and entities that influence or attempt to influence local legislative or administrative action may be required by the San Francisco Lobbyist Ordinance [SF Campaign & Governmental Conduct Code §2.100] to register and report lobbying activity. For more information about the Lobbyist Ordinance, please contact the San Francisco Ethics Commission at 25 Van Ness Avenue, Suite 220, San Francisco, CA 94102; telephone (415) 252-3100; fax (415) 252-3112; web site at www.sfgov.org/ethics.

**CEQA Appeal Rights under Chapter 31 of the San Francisco Administrative Code:** If the Commission’s action on a project constitutes the Approval Action for that project (as defined in S.F. Administrative Code Chapter 31, as amended, Board of Supervisors Ordinance Number 161-13), then the CEQA determination prepared in support of that Approval Action is thereafter subject to appeal within the time frame specified in S.F. Administrative Code Section 31.16. Typically, an appeal must be filed within 30 calendar days of the Approval Action for a project that has received an exemption or negative declaration pursuant to CEQA. For information on filing an appeal under Chapter 31, contact the Clerk of the Board of Supervisors at City Hall, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102, or call (415) 554-5184. If the Planning Department’s Environmental Review Officer has deemed a project to be exempt from further environmental review, an exemption determination has been prepared and can be obtained on-line at http://www.sfplanning.org/index.aspx?page=3447. Under CEQA, in a later court challenge, a litigant may be limited to raising only those issues previously raised at a hearing on the project or in written correspondence delivered to the Board of Supervisors, Planning Commission, Planning Department or San Francisco Public Utilities Commission at, or prior to, such hearing, or as part of the appeal hearing process on the CEQA decision.
ORDER OF BUSINESS

1. Call to Order

2. Roll Call

3. Approval of the Minutes of August 8, 2017

4. General Public Comment (Discussion only)
   Members of the public may address the Commission on matters that are within
   the Commission’s jurisdiction and are not on today’s agenda.

5. Communications (Discussion only)
   a) Advance Calendar
   b) Correspondence Log
   c) Contract Advertisement Report
   d) Annual Water System Improvement Program Report
   e) Environmental Justice and Community Benefits Policies Update
   f) Sewer Inspection and Replacement Program Update
   g) Water Supply Conditions Update

6. Other Commission Business (Discussion only)

7. Report of the General Manager (Discussion only)
   a) CleanPowerSF Update (Hale)
   b) Proposed FY 2017-18 Capital Financing Plan (Sandler)
   c) FY 2016-17 Year End Budgetary Report (Sandler)
   d) Budget Kick-Off Update (Sandler)
   e) Hetch Hetchy Water & Power Capital Improvement Program Quarterly Report (How)
   f) Report on Recent SFPUC Activities, Events, and Announcements

8. Flood Resilience Programmatic Strategies (Discussion only) (How)

The following matters before the San Francisco Public Utilities Commission are
recommended for action as stated by the General Manager and City Attorney,
where applicable. Explanatory documents provided to the Commission in
connection with this agenda are available for public inspection and copying at the
Office of the Commission Secretary, 525 Golden Gate Avenue, 13th Floor, San
Francisco, CA 94102; Telephone: (415) 554-3165; Fax: (415) 554-3424; and are

CONSENT CALENDAR

9. All matters listed hereunder constitute a Consent Calendar, are considered to
   be routine by the San Francisco Public Utilities Commission, and will be acted
   upon by a single vote of the Commission. There will be no separate discussion
   of these items unless a member of the Commission or the public so requests, in
   which event the matter will be removed from the Calendar and considered as a
   separate item.
a) **Approve Amendment No. 1 to Agreement No. CS-229D**, Specialized and Technical Services, Water Enterprise, with MWH-Lee, Inc., Joint Venture, to provide continued assistance with specialized and technical services to the Water Enterprise; and **authorize** the General Manager to execute this amendment, **extending the term by one year and six months**, for a total agreement duration of six years, six months, with no change to the agreement amount. (Ritchie)

b) **Award Job Order Contract No. JOC-71R**, Electrical (C-10 License), Governor & Exciter Systems for Hydroelectric Powerhouses, San Joaquin, Stanislaus and Tuolumne Counties, Hetch Hetchy, **for a not-to-exceed amount of $5,000,000** to the lowest, qualified, responsible and responsive bidder, Big Valley Electric, to place, install, erect or connect any specialty high-voltage electrical work for Hetch Hetchy Operations. (How)

c) **Approve** the plans and specifications, and **award Contract No. WD-2713**, 48-Inch Diameter Water Main Replacement on Putnam Street from Peralta Avenue to Cortland Avenue, **in the amount of $4,822,675**, to the lowest, qualified, responsible and responsive bidder, Anvil Builders Inc. This action constitutes the Approval Action for the project for the purposes of California Environmental Quality Act, pursuant to Section 31.04 (h) of the San Francisco Administrative Code. (How)

d) **Approve Modification No. 1 to Contract No. WD-2737**, 12-Inch Ductile Iron Water Main Replacement on 6th Street from Market to Howard streets and on Taylor Street from Market to Pine streets, with M Squared Construction, Inc., **increasing contract amount by $172,204**, for a revised total contract amount of $4,356,929, and **extending the contract duration by 203 consecutive calendar days** (approximately seven months), for a total contract duration of 594 consecutive calendar days (approximately one year and eight months). (How)

e) **Approve an extension to the construction contract duration contingency up to 130 consecutive calendar days** (approximately four months), for **Contract No. WD-2760**, 12-Inch and 8-Inch Ductile Iron Water Main Replacement, Sewer Replacement and Pavement Renovation on Waller Street and Various Side Streets, with M. Hernandez Construction, Inc.; and **authorize** the General Manager to approve **future modifications to this contract for a total revised contract duration of up to 505 consecutive calendar days** (approximately one year and four and a half months), with no change to the contract cost. (How)

f) **Approve an increase in the construction duration contingency up to 164 consecutive calendar days** (approximately five and one-half months), for **Contract No. WW-622**, Haight-Ashbury/Tenderloin/Diamond Heights Districts Sewer Replacement and Pavement Renovation; and **authorize** the General Manager or his designee to approve **future modifications to the contract for a total revised contract duration up to 560 consecutive calendar days** (approximately one year, six and one-half months), with no change to the contract cost. (How)
g) **Approve** the plans and specifications, and **award Contract No. WW-634**, Various Locations Sewer Replacement and Pavement Renovation No. 3, in the **amount of $6,814,819**, to the lowest, qualified, responsible and responsive bidder, Shaw Pipeline, Inc., to replace the existing sewers and street pavement on the subject streets in the City and County of San Francisco. This action constitutes the Approval Action for the project for the purposes of California Environmental Quality Act, pursuant to Section 31.04(h) of the San Francisco Administrative Code. (How)

h) **Approve** the terms and conditions and **authorize** the General Manager to execute an **eight-year revocable license to 4445 Stevenson Property, LLC**, a California limited liability company, to use approximately 56,533 square feet of SFPUC Parcel No. 1211 adjacent to 4445 Stevenson Boulevard in Fremont, California, for purposes of ingress and egress across existing asphalt-paved parking areas, and maintenance of such parking areas and existing landscaping on the Premises. Licensee will pay an **annual use fee of $20,496**, subject to four percent (4%) annual increases. (Carlin)

i) **Approve** the terms and conditions and **authorize** the General Manager to execute a **seven-year revocable license to 554 San Antonio LLC**, to use approximately 12,937 square feet of SFPUC Parcel Nos. 222 and 223 adjacent to 554 San Antonio Road in Mountain View, California, for purposes of ingress and egress across existing asphalt-paved parking areas, and maintenance of such parking areas and existing landscaping on the Premises. Licensee will pay an **annual use fee of $58,800**, subject to four percent (4%) annual increases. (Carlin)

REGULAR SESSION

10. **Approve Amendment No. 1 to Agreement No. CS-375**, Scheduled Inspections and Maintenance for 525 Golden Gate, with Tractel, Inc., Swingstage Division West, for continued inspections and maintenance on the Tractel unit used for window washing and exterior building repairs; and **authorize** the General Manager to execute this amendment, **increasing the agreement by $125,000**, for a total not-to-exceed agreement amount of $210,000, and **with a time extension of four years**, for a total agreement duration of eight years. (How)

11. **Authorize** the General Manager to negotiate and execute **Agreement No. CS-1074** with Motorola Solutions Inc., for the design and installation of a new Water Enterprise land mobile radio system **in the amount of $10,906,297**, and **with a duration of up to nine years, two months, and 28 days**, subject to Board of Supervisors approval pursuant to Charter Section 9.118; **Approve** a **supplemental appropriation in the amount of $6,814,850** in capital project funding, subject to Board of Supervisors approval pursuant to Charter Section 9.103. (Sandler)

12. **Authorize** the General Manager to request that the Mayor recommend to the Board of Supervisors: (1) the **approval of a supplemental appropriation** ordinance **in the amount of $12,600,000 for FY 2018 implementation of**
Long Term Monitoring Permit Program (LTMPP) for the Vegetation Restoration of Water System Improvement Program (WSIP) Construction Sites and the Bioregional Habitat Restoration program, as required by federal and state regulatory permits related to the WSIP projects; and (2) the approval of an amending ordinance to increase by $12,600,000 the authorization for the issuance of Water Enterprise Revenue Bonds and other forms of indebtedness to finance the LTMPP projects. (Ritchie)

13. **Award Job Order Contract No. JOC-65R**, General Engineering (A – License) for a not-to-exceed amount of $5,000,000 and with a five-year term, to the lowest, qualified, responsible, and responsive bidder, Robert E. Boyer Construction, Inc., to perform general engineering construction tasks for all SFPUC Enterprise Operations and Bureaus in San Joaquin, Stanislaus and Tuolumne Counties. (How)

14. **Approve** the plans and specifications, and **award Contract WD-2687R**, Auxiliary Water Supply System (AWSS) Pumping Station No. 2 Improvements, in the amount of $17,949,125, to the lowest responsible and responsive bidder, Rubecon Builders, Inc., to construct various structural, architectural, mechanical and electrical system improvements at the AWSS Pumping Station No. 2 facility. (How)

15. **Adopt revisions to the Ratepayer Assurance Policy** as a combination of the Ratepayer Assurance Policy and Rates Policy of the San Francisco Public Utilities Commission. (Sandler)

16. **Authorize** the General Manager to execute a **Memorandum of Understanding (MOU) with the San Francisco Municipal Transportation Agency** to establish a process to identify individual and shared agency responsibilities which will allow the City and County of San Francisco to comply with the California Air Resources Board’s Low Carbon Fuel Standard program, for a term of five years, with an option to renew for an additional five years, for a total MOU term of 10 years. (Hale)

17. **Approve** the terms and conditions, and **authorize** the General Manager to execute, a **five-year lease to Bakeworks, LLC**, a California limited liability company, to use a portion of the lobby and portions of the basement of 525 Golden Gate Avenue, San Francisco as a café and food preparation and storage space for an initial annual rent of $42,900, with four percent (4%) annual rent increases. The Lease provides Bakeworks with one option to extend the Lease term for three additional years, for a potential cumulative total term of eight years. (Carlin)

18. **Adopt a finding declaring that the improved property at 7484 Sheridan Road in Sunol, unincorporated Alameda County, California, is surplus to the San Francisco Public Utilities Commission’s current and future utility needs; Authorize** the General Manager to negotiate and execute an **Agreement to sell the Property for $3,305,000** to the Buddhi Dharma Lien Guo Foundation; **Authorize** a request to the Board of Supervisors and the Mayor to approve the Property sale, subject to the terms of the Agreement. (Carlin)
CLOSED SESSION

19. Public Comment on matters to be discussed during Closed Session.

20. Motion on whether to assert the attorney-client privilege regarding the matters listed below as Conference with Legal Counsel.

The Commission will go into Closed Session to discuss the following items:

21. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (2) and San Francisco Administrative Code Section 67.10 (d) (2) (Action) (Gessner)

Unlitigated Claim
Kacey Christie v City and County of San Francisco
City Attorney Claim No.: 17-02281/Date Filed May 31, 2017
Proposed Settlement Amount: $62,500 with release of claim

22. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (Discussion only) (Mueller)

Existing Litigation:
Pacific Gas & Electric
Federal Energy Regulatory Commission
Tariff Withdrawal per 35.15: Notice of Termination of the 1987 CCSF Interconnection Agreement – PG&E Rate Schedule FERC No. 114 to be effective 6/30/15.
Case No.: ER15-702-000/Date Filed: December 23, 2014

23. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (Discussion only) (Mueller)

Existing Litigation:
Pacific Gas & Electric
Tariff Withdrawal per 35.15: Notice of Termination of The CCSF Facilities Charge Agreement for Moscone to be effective 6/30/15.
Case No.: ER15-703-000/Date Filed December 23, 2014

24. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (Discussion only) (Mueller)

Existing Litigation:
Pacific Gas & Electric
Federal Energy Regulatory Commission
§205(d) rate filing per 35.13 (a)(2)(iii): City and County of San Francisco Transmission Owner Tariff Replacement Agreements to be effective 7/1/15
Case No.: ER15-705-000/Date Filed: December 23, 2014
25. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (Discussion only) (Mueller)

Existing Litigation:
*Pacific Gas & Electric*
Federal Energy Regulatory Commission
§205(d) rate filing per 35.13 (a)(2)(iii): City and County of San Francisco Wholesale
Distribution Tariff Replacement Agreements to be effective 7/1/15
Case No.: ER15-704-000/Date Filed: December 23, 2014

26. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (Discussion only) (Mueller)

Existing Litigation:
*Pacific Gas & Electric*
Federal Energy Regulatory Commission
Notice of Termination of Facilities Charge Agreements between PG&E and the City and County of San Francisco
Case No.: ER15-735-000/Date Filed: December 23, 2014

27. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (Discussion only) (Mueller)

Existing Litigation:
*City and County of San Francisco v. Pacific Gas & Electric*
Federal Energy Regulatory Commission
Complaint under Sections 206 and 306 of the Federal Power Act.
Case No.: EL15-3-000/Date Filed: October 9, 2014

28. Threat to Public Services or Facilities – Pursuant to California Government Code Section 54957 and San Francisco Administrative Code Section 67.10 (a) (Discussion only) (Carlin)

*Following Closed Session, the Commission will reconvene in Open Session*

29. Announcement following Closed Session.

30. Motion regarding whether to disclose the discussions during Closed Session pursuant to S.F. Administrative Code Section 67.12(a).

31. Other New Business. (Discussion only)

32. Adjournment.
San Francisco Public Utilities Commission
525 Golden Gate Avenue, 13TH Floor
San Francisco, CA  94102