SAN FRANCISCO PUBLIC UTILITIES COMMISSION
City and County of San Francisco

Edwin M. Lee
MAYOR

AGENDA
Tuesday, December 12, 2017

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

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

Harlan L. Kelly, Jr.
General Manager

Donna Hood
Secretary

For information, contact the Commission Secretary at 415-554-3165
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](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 soff@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](http://www.sfgov.org).

**311 Free Language Assistance:** Free language assistance / Ayuda gratuita con el idioma / Бесплатная помощь переводчиков / Trợ giúp Thông dịch Miễn phí / Assistance linguistique gratuite / 無料の言語支援 / 무료 언어 지원 / คำอธิบาย / Libreng tulong para sa wikang Tagalog / ofrecen asistencia / assists offeren / يوفر / 제공을 / ให้ / Ayuda / Hospitality / Pomoc / Compte rendu / Mieszka /

**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](http://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](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 November 14, 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) 2016 Energy Benchmarking Report: San Francisco Municipal Buildings
   e) Annual Water Resources Division Report
   f) Annual Water Supply Development Report
   g) Emergency Declaration Revision: WD-2846 Tesla Treatment Facility
      Flywheel UPS
   h) Golden Pride Recognition Program Update
   i) O’Shaughnessy Dam Reservations Quarterly Report
   j) Water Supply Conditions Update

6. Other Commission Business (discussion only)

7. Report of the General Manager (discussion only)
   a) CleanPowerSF Update (Hale)
   b) Quarterly Audit and Performance Review Report (Sandler)
   c) Quarterly Budget Status Report (Sandler)
   d) Hetch Hetchy Water and Power Capital Improvement Program (CIP) Quarterly Report (How)
   e) Wastewater Enterprise CIP Quarterly Report (How)
   f) Sewer System Improvement Program Update (How)
   g) Report on Recent San Francisco Public Utilities Commission (SFPUC) Activities, Events, and Announcements

8. Annual Financial Audits Report (discussion only) (Sandler)

9. San Francisco’s Drought Planning (discussion only) (Ritchie)

10. Bay Area Water Supply and Conservation Agency Update (discussion only) (Sandkulla)

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
CONSENT CALENDAR

11. 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. 3 to Agreement No. CS-203.B, Wastewater and Stormwater Technical Services, with Brown & Caldwell - SRT, Joint Venture, extending the agreement duration by one year, for a total agreement duration of six years and two months, with no change to the contract amount, to continue to provide as-needed specialized and technical services for the Wastewater Enterprise; and authorize the General Manager to execute this amendment. (Henderson)

   b) Approve Amendment No. 2 to Agreement No. CS-203.D, Wastewater and Stormwater Technical Services, with Kennedy/Jenks Consultants-WRE, Joint Venture, extending the agreement duration by one year, for a total agreement duration of six years and two months, and increasing the agreement amount by $790,525, for a total not-to-exceed agreement amount of $5,000,000, in order to continue to provide as-needed specialized and technical services for the Wastewater Enterprise; and authorize the General Manager to execute this amendment. (Henderson)

   c) Approve Amendment No. 2 to Agreement No. CS-1004.B, Engineering Design Services for Oceanside Treatment Plant (OSP), with Stantec Consulting Services Inc. (Stantec), increasing the agreement by $1,500,000, for a total not-to-exceed amount of $6,500,000, with no change to the agreement duration, to provide updated design and support services, including additional operability and maintenance review, and facility start-up for the OSP Digester Gas Utilization Upgrade Project and Westside Pump Station Reliability Improvements Project; and authorize the General Manager to execute this amendment. (How)

   d) Approve an additional increase to the previously approved construction contract duration contingency for Contract No. WD-2548, Lake Merced Pump Station Essential Upgrades Project, with Western Water Constructors, Inc., of up to 181 consecutive calendar days (approximately six months), and authorize the General Manager to approve future modifications to the contract for a total revised contract duration up to 3,225 consecutive calendar days (approximately eight years and 10 months). The requested extension in the contract duration is needed to complete the testing and monitoring of the electrical reliability of the station’s pump starter equipment and to coordinate with the equipment vendor to make any necessary repairs. (How)
e) **Approve an increase in the existing construction contract duration contingency in the amount of up to 334 consecutive calendar days (approximately 11 months), for Contract No. WD-2621R, San Francisco Groundwater Supply Well Stations; and authorize the General Manager or his designee, to approve future modifications to the contract for a total revised contract duration of up to 1,387 consecutive calendar days (approximately three years and 10 months).** (How)

f) **Accept** work performed by Yerba Buena Engineering for Contract No. WD-2640, Bioregional Habitat Restoration Program, Goldfish Pond; and **approve** Modification No.12 (Final), **decreasing the contract amount by $5,162**, for a total contract amount of $3,026,664; and **authorize** final payment to the contractor. (How)

g) **Accept** work performed by Azul Works, Inc., for Contract No. WD-2746, Auxiliary Water Supply System New Cisterns E; and **approve** Modification No. 4 (Final), **decreasing the contract amount by $247,855 and increasing the contract duration by 219 consecutive calendar days (approximately seven months), to reconcile final payment items to reflect actual quantities used under unit price and allowance bid items and to reflect actual contract time, for a total contract amount of $4,126,854, and a total contract duration of 674 consecutive calendar days (approximately one year and 10 months); and authorize final payment to the contractor. (How)

h) **Accept** work performed by Cal State Constructors **Contract No. WW-572R**, Westside Pump Station Discharge Pipe Manifold Upgrade, for a total contract amount of **$4,396,765**, and with a total contract duration of **893 consecutive calendar days** (approximately two years and five months); and **authorize** final payment to the contractor. (How)

i) **Approve an increase in the construction contract duration contingency of 116 consecutive calendar days for Contract No. WW-618, Richmond/Sunset Districts Sewer Replacement and Pavement Renovation; and authorize the General Manager or his designee to approve future modifications to the contract term, for a total revised contract duration of up to 655 consecutive calendar days (approximately one year, 10 months).** (How)

j) **Approve** the plans and specifications, and **award** Contract No. WW-643R, Oceanside Water Pollution Control Plant Building 620 Safety Improvements, **in the amount of $2,156,000**, to the lowest, qualified, responsible and responsive bidder, Trinet Construction Inc., to perform selective hazardous paint mitigation and mechanical equipment removal, and furnish replacement mechanical equipment. (How)

k) **Approve** the terms and conditions, and **authorize** the General Manager to execute a revocable no-fee license to San Francisco Public Works, to use approximately 83,270 square feet of property under the jurisdiction of the SFPUC located at Napoleon Street near Evans Avenue and Cesar Chavez Street in San Francisco, for employee parking and storage of landscaping materials and equipment in accordance with the Memorandum of
Understanding between SFPUC and Public Works, dated October 25, 2016. The License will supersede and replace a previous permit SFPUC issued in 2000 to Public Works. (Carlin)

I) **Approve** the terms and conditions and **authorize** the General Manager to execute **three eight-year communications leases** to PTI US Development Sites I, LLC, a Delaware limited liability company consisting of: (1) a lease (**Runnymede Lease**) to use approximately 225 square feet of SFPUC Parcel 31-A in Woodside, California at a **rent of $57,630.84 during the first lease year**; (2) a lease (**San Mateo Lease**) to use approximately 300 square feet of SFPUC Parcel No. 31 in San Mateo, California at a **rent of $55,592.52 during the first lease year**; and (3) a lease (**Tank Hill Lease**) to use approximately 150 square feet of SFPUC Parcel No. 65 in Sunol, California at a **rent of $55,592.52 during the first lease year**, for the installation, maintenance, repair, and operation of antenna facilities and other equipment for the transmission and reception of radio communications signals on the Runnymede Premises, San Mateo Premises and Tank Hill Premises. PTI will pay rent in the sum $170,779.56 to use the three Premises during the first year of the Leases. Rent for the Leases is subject to four-percent annual increases. (Carlin)

**REGULAR SESSION**

12. **Authorize** the General Manager to execute on behalf of the SFPUC, a **Memorandum of Understanding** with San Francisco Municipal Transportation Agency (SFMTA) to set forth the agencies' respective responsibilities, including cost sharing allocations to reimburse SFMTA for sewer improvements on Illinois Street between 18th Street and 19th Street in conjunction with SFMTA's Mission Bay Loop Project, in an amount not-to-exceed $434,652. (How)

13. **Approve** modifications to the San Francisco Public Utilities Commission **Floodwater Management Grant Program** to increase the existing dollar cap on grants and expand the types of projects eligible for grant funding; and **authorize** the General Manager or his designee to execute **Grant Agreements** under the modified Grant Program with property owners who have an active SFPUC account for wastewater services. (Henderson)

14. **Authorize** the **Issuance of up to $900 million of the 2017 Series DEFG Water Revenue Bonds to Advance Refund a Portion of the 2011 Series A, 2011 Series B, 2011 Series C, 2011 Series D, 2012 Series A and 2012 Series C Water Revenue Bonds to Achieve Debt Service Savings.** The resolution will approve the issuance of the 2017 Series DEFG Water Revenue Bonds, consisting of four separate sub-series of bonds (Sub-Series A (WSIP); Sub-Series B (Non-WSIP); Sub-Series C (Hetch Hetchy); and Sub-Series G (Federally Taxable WSIP - Green Bonds), and approve the form of, and authorize the execution and delivery of, related documents; **Authorize** the General Manager to sell the Bonds in one or more series of bonds on either a competitive or negotiated basis, as the General Manager determines is in the best financial interest of the SFPUC; and delegate to the General Manager
authorization to award each series of bonds to the highest bidder (lowest cost).  
(Sandler)

15. **Authorize a Memorandum of Understanding** with the Office of the Treasurer and Tax Collector, Bureau of Delinquent Revenue, to provide professional and special collection services for delinquent water, sewer, and power charges.  
(Sandler)

16. **Authorize** the San Francisco Public Utilities Commission Wastewater Enterprise to accept and expend the Green Infrastructure Leadership Exchange 2017-2018 Collaborative Grant in the amount of $29,000. The grant will be used to develop national recommendations for green stormwater infrastructure monitoring and hydraulic modeling.  
(Henderson)

17. **Authorize** the General Manager to negotiate and execute a Memorandum of Understanding with the Port of San Francisco to occupy Seawall Lot 345 (SWL-345) to construct, operate, and maintain Mariposa Pump Station for a $502,294 lump-sum rental payment to the Port for a 30 year term.  
(How)

18. **Approve** the terms and conditions and **authorize** the General Manager to execute a second amendment to the Site License Agreement dated October 6, 2015 between TriStar Investors LLC and the City and County of San Francisco, acting through the SFPUC, reflecting the new terms regarding the SFPUC’s use of a telecommunications tower located at 2201 Blue Gum Avenue in Modesto, California, subject to Board of Supervisors approval pursuant to Charter Section 9.118. The Second Amendment provides for SFPUC to locate additional telecommunications equipment on the Premises and a corresponding $6,600 increase in the annual license fee effective as of June 1, 2017, for a new annual license fee of $25,758, subject to three percent annual fee increases.  
(Carlin)

19. **Authorize** the General Manager to execute a Memorandum of Understanding between the Treasure Island Development Authority and the SFPUC to continue to provide utility services for Naval Station Treasure Island.  
(Carlin)

20. **Authorize** the General Manager to solicit applications for, negotiate, and execute, approximately 15 to 25 Project Learning Partnership Grant Agreements with qualified selected local community-based nonprofit organizations and/or educational institutions to support San Francisco youth and young adults who will engage in SFPUC project-based service learning opportunities. Each grant agreement will provide approximately $25,000 in grant funds per year to the grantee and have a maximum duration of three years. The cumulative amount of grant funds to be awarded under the program shall not exceed $1,800,000 over the three-year period ($600,000 per year).  
(Ellis)

21. Public Comment on matters to be discussed during Closed Session.
22. 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:

CLOSED SESSION

23. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (4) and San Francisco Administrative Code Section 67.10 (d) (discussion only) (Knapp)

Anticipated Litigation: _______ as defendant _______ 2 ______ as Plaintiff

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) (action item) (Sheinfield)

Existing Litigation
David Alfaro, et al. v. City and County of San Francisco
San Francisco Superior Court No.: CGC-15-547492
Date Filed: August 20, 2017
Proposed partial settlement of action as to the property damage claims of the following plaintiffs: (1) David & Jessica Alfaro ($75,000); (2) Bainknour 1701 LLC ($34,284.59); (3) Cesar and Fe Ponferrada ($34,000); and (4) Rizaldi Gache ($65,000).

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
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

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
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
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:
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

28. 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

29. 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

30. 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

31. 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
32. Announcement following Closed Session.

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

34. Other New Business (discussion only)

35. Adjournment
SAN FRANCISCO PUBLIC UTILITIES COMMISSION
City and County of San Francisco

Edwin M. Lee
MAYOR

CANCELLATION NOTICE

The Regular Meeting of the
San Francisco Public Utilities Commission
Tuesday, December 26, 2017
1:30 P.M.
1 Dr. Carlton B. Goodlett Place
City Hall, Room 400
San Francisco, CA 94102

HAS BEEN CANCELLED

Commissioners

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

Harlan L. Kelly, Jr.
General Manager

Donna Hood
Secretary

For information, contact the Commission Secretary at 415-554-3165.
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