SAN FRANCISCO PUBLIC UTILITIES COMMISSION
City and County of San Francisco

Edwin M. Lee
MAYOR

AGENDA
Tuesday, February 12, 2013

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

Commissioners
Art Torres, President
Vince Courtney, Vice President
Ann Moller Caen
Anson Moran
Francesca Vietor

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
Disability Access

The Public Utilities Commission meeting will be held in Room 400, at One Dr. Carlton B. Goodlett Place, (400 Van Ness Avenue), 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 Oceanview, N Judah and T Third at Van Ness and Civic Center Stations; F Market Line; and bus routes 19 Polk, 47 Van Ness, 49 Mission Van Ness, 5 Fulton, 6 Parnassus, 21 Hays, 9 San Bruno, 9L San Bruno Limited, 71 Haight Noriega and 71L Noriega Limited. For more information about MUNI accessible services call (415) 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) 554-3165, or by emailing dhood@sfwater.org. Providing at least 72 hours notice will help to ensure availability.

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 accommodate these individuals.

Know your rights under the Sunshine Ordinance
(Chapter 67 of the San Francisco Administrative Code)

Government’s duty is to serve the public, reaching its decisions 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 the Sunshine Ordinance Task Force, City Hall, Room 409, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102-4683 at Phone No.: (415) 554-7724; Fax No.: (415) 554-7854; E-mail: sotf@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 www.sfgov.org.

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 Chair 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.

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.
ORDER OF BUSINESS:

1. Call to Order
2. Roll Call
3. Approval of Minutes of January 22, 2013.
4. Public Comments
   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
   a) Advance Calendar
   b) Letter Summary
   c) Annual Report: FY 2013-14 Retail Electric Rates (non-Municipal, non-
      CleanPowerSF)
   d) Water Supply Level of Service Report (Revised from December 11)
   e) Annual Electric Reliability Compliance Program Report
   f) Annual Energy Procurement and Risk Management
   g) Six-Month Budget Update Report
   h) Local Water Supply Program Quarterly Report
   i) Water Enterprise Capital Improvement Program Quarterly Reports
      • Regional
      • Local
   j) WSIP Quarterly Reports
      • Regional
      • Local
   k) Six Month Audit and Performance Review Reports
      • Memo: SFPUC Quarterly Audit & Performance Review Report Second
        Quarter/FY 2012-13
      • FY 2011-12 Audited Financial Statements:
        ▪ Water Enterprise
        ▪ Wastewater Enterprise
        ▪ Hetch Hetchy Water & Power
      • The San Francisco Public Utilities Commission’s Power Enterprise Lacks
        Adequate Controls to Safeguard Its Inventory
      • Agreed-Upon Procedures Report for Settlement Meter Data Processing
      • The SFPUC Implemented Both of the Recommendations From a 2011
        Audit of the Tesla Water Treatment Facility and the East/West
        Transmission Main
      • The Job Order Contract Program Lacks Sufficient Oversight to Ensure
        Program Effectiveness
6. Other Commission Business
7. Report of the General Manager
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.

CONSENT CALENDAR

8. 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) **Authorize** the General Manager to apply to the United States Bureau of Reclamation WaterSMART Water and Energy Efficiency Grant Program for funding up to $300,000 for a High-Efficiency Municipal Fixture Retrofit Project, that will engage plumbers from the City’s Department of Public Works to replace high water using toilets, urinals, washing machines and other water-using devices with efficient models in a maximum of 46 municipal buildings. (Ritchie)

b) **Approve** the plans and specifications, and award **Contract WD-2649, Geary Road Bridge Project**, in the amount of $3,387,720, to the lowest, qualified, responsible and responsive bidder, Gordon N. Ball, Inc., to demolish and remove the existing bridge; construct a new bridge with abutments and piers; install new and refurbished access roads; replace culverts; upgrade storm water drainage facilities; perform site restoration and landscaping work; and maintain a 2.5 year plant establishment period. The contract work location is Sunol, California, in the Sunol Regional Wilderness area. (Wong)

c) **Approve** the selection of Mohr Engineering Division, a division of Stress Engineering Services, Inc., for **Agreement CS-307, Manufacture and Testing of a Slip Joint System for the Seismic Upgrade of BDPL 3 & 4** at the Hayward Fault Project, to provide design, manufacture and testing services of a slip joint. **Authorize** the General Manager to negotiate and execute a combined professional services and commodities agreement with Mohr Engineering Division for an amount not-to-exceed $3,000,000, and with a duration of 16 months, subject to final approval and award by the Purchaser. (Labonte)
REGULAR BUSINESS

9. **Approve an increase in the contract duration contingency** for **Contract HH-935C, San Joaquin Pipeline System – Eastern Segment and other facilities**, of up to 109 consecutive calendar days. **Authorize** the General Manager to approve future time extensions to the contract duration for a **total revised contract duration up to 758 consecutive calendar days**. The potential increase in the contract duration is due to design modifications required to meet performance criteria for Oakdale Portal, differing site conditions, and unanticipated bird migrations. (Labonte)

10. Budget Hearing (Rydstrom)

PRESENTATION MATERIALS
a) **FY 2013-14 Budget Mid-cycle Review**
   - Executive Summary
   - Water Enterprise
   - Power Enterprise
   - Wastewater Enterprise
   - Community Benefits and Workforce Development
b) **FY 2013-14 through FY 2022-23 10-Year Capital Plan**
c) **FY 2013-14 through FY 2022-23 10-Year Financial Plan**
d) Ratepayer Assurance Policy Next Steps

ACTION ITEMS
e) **Public Hearing** to consider and possible action to **adopt** the **SFPUC’s 10-Year Financial Plan for FY 2013-14 through FY 2022-23**.
f) **Public Hearing** to consider and possible action to **adopt** the **SFPUC 10-Year Capital Plan for FY 2013 through FY 2022-23**; and **authorize** the General manager to coordinate a request for Supplemental Appropriation for the Enterprises of the SFPUC to adjust the adopted FY 2013-14 Capital Budget, based on updated capital investment needs.
g) **Discussion** and possible **adoption of FY 2013-14 Operating Budget Mid-Cycle Adjustments**.

SUPPORTING DOCUMENTS
h) **Capital Project Summary by Enterprise**
i) **Programmatic Budget Summary**

11. **CleanPowerSF Workshop** (Hale/Rydstrom)
   - Update on Customer Survey
   - Initial Responses to Commissioner Questions

12. Public comments on matters to be discussed in Closed Session.

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

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

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

(Ambrose)

Anticipated Litigation - As Plaintiff

15. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9(a) and San Francisco Administrative Code Section 67.10 (d). (Mueller)

Existing Litigation:

Pacific Gas & Electric Company, v. City and County of San Francisco
Court of Appeal of the State of California, First Appellate District, Division Five
Case No. A127554; Filed January 29, 2010

16. Pursuant to Government Code Section 54957 and San Francisco Administrative Code Section 67.10(b), to consider public employee appointment/hiring for the position of Assistant General Manager for Infrastructure of the San Francisco Public Utilities Commission; and Pursuant to Government Code Section 54954.5(f) and Administrative Code Section 67.8(a)(5).

Following Closed Session, the Commission will reconvene in Open Session

17. Announcement following closed session.

18. Motion regarding whether to disclose the discussions during Closed Session.

19. Discussion and possible action to approve the terms of an employment contract, pursuant to San Francisco Charter Section 8B.126(a), between the San Francisco Public Utilities Commission and Mr. Emilio Cruz, for the position of Assistant General Manager for Infrastructure of the San Francisco Public Utilities Commission and authorize the General Manager to execute the contract.

(Kelly, Jr.)

20. Other new business.

ADJOURNMENT