MINUTES
Tuesday, April 9, 2013
(Approved April 23, 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
Francesca Vietor
Anson Moran

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
1. Call to Order
   President Torres called the meeting to order at 1:35 PM.

2. Roll Call
   Present: Torres, Courtney, Vietor and Moran
   Excused: Caen

   Public Comments
   None.

   On Motion to Approve the minutes of March 12, 25 and 26, 2013:
   AYES: Torres, Courtney, Vietor and Moran

   President Torres thanked the Commission Secretary for her work on the minutes.

4. Public Comments
   None.

5. Communications
   a) Advance Calendar
   b) Letter Summary

6. Other Commission Business
   Commissioner Moran offered brief comments on the Lake Merced Workshop and
   requested that staff return with a MOU between the SFPUC and Recreation and
   Park in the near future.

   President Torres reiterated his desire to convene interested parties to discuss Lake
   Merced issues.

   Commissioner Courtney stated that Mr. Larry Mazzola, Plumbers Union Local 38,
   will be retiring. He requested that the commission publicly recognize Mr. Mazzola
   upon his retirement, and asked that staff follow-up.

7. Report of the General Manager
   Mr. Michael Carlin, Deputy General Manager, introduced Ms. Kim Malcolm,
   Community Choice Aggregation Manager, and provided a brief background.

   - WSIP Update
     Ms. Julie Labonte, WSIP Director, provided a brief WSIP update. She noted that
     a revised budget and schedule for the WSIP will be brought before the
     Commission for consideration on April 23, 2013. Ms. Labonte noted that the 5
     million worker hour milestone was passed. She indicated that negotiation of the
terms of the change order with the contractor on the Calaveras Dam has been completed. Ms. Labonte stated that the cutter-head of the tunnel boring machine for the Bay Tunnel has been removed and installation of the pipeline will begin in May. She touched on the New Irvington Tunnel Project and informed the Commission that the construction Notice-to-Proceed was issued on the San Antonio back-up Pipeline Project. She stated that remaining projects include the Peninsula Pipeline Seismic Upgrade and the Regional Groundwater Storage and Recovery Project. Ms. Labonte commended operations staff for their work.

8. Approve Amendment No. 1 to Agreement CS-941, Job Order Contract Implementation Services, to provide a SFPUC-customized job order contracting system with The Gordian Group. Authorize the General Manager to execute an amendment for a time extension of one year, for a total agreement duration of six years, with no change to the contract amount. (Resolution 13-0049)

On Motion to Approve Item 8:
AYES: Torres, Courtney, Vietor and Moran


Mr. Todd Rydstrom, Assistant General Manager, Business Services, introduced Mr. Rich Morales, Debt Services Manager, who provided an overview of the updates to the Debt Management Policies and Procedures. He reviewed what the Debt Management Policy covers, what changes are being made, and discussed the value of having updated Debt Management Policies.

President Torres asked for clarification on role the Government Finance Officers’ Association, which Mr. Morales provided.

Public Comment:
None.

On Motion to Adopt:
AYES: Torres, Courtney, Vietor and Moran

10. Approve an increase in the construction contract cost contingency for Contract WW-522, Southeast Water Pollution Control Plant Dewatering Facility Corrosion Repairs, with Monterey Mechanical Co., in the amount of $346,000. Authorize the General Manager to approve future modifications to the contract, if appropriate, for a potential total revised contract amount up to $10,309,800. The increase in the contract cost contingency is needed for additional debilitating corrosion issues discovered during the rehabilitation of the existing biosolids dewatering and storage facility. (Resolution 13-0051)
Public Comment:
None.

On Motion to Approve Item 10:
AYES: Torres, Courtney, Vietor and Moran

11. Recommend that the Board of Supervisors (BOS) approve the sale of an easement to PG&E, for a 7,799 square-foot portion of the San Francisco Public Utilities Commission’s real property in the Crystal Springs watershed in unincorporated San Mateo County, (Assessor’s Parcel No. 093-102-110), for $2,200; and authorize the General Manager or the City’s Director of Property to execute an easement agreement conveying the Easement to PG&E for its fair market value of $2,200, following approval by the BOS. (Resolution 13-0052)

Public Comment:
None.

On Motion to Approve Item 11:
AYES: Torres, Courtney, Vietor and Moran

12. Approve the selection of and authorize the General Manager to seek Board of Supervisors approval to award Agreement Nos. CS-211A-D, Specialized and Technical Services for the Water Enterprise to CDM Smith/ATS, a Joint Venture (CS-211A); ICF+Avila, a Joint Venture (CS-211B); Shaw Environmental and Infrastructure, Inc. (CS-211C); and URS Corporation (CS-211D), to provide watershed monitoring and management technical services. Authorize the General Manager to negotiate and execute the four professional services agreements for an amount not-to-exceed $5,000,000 each, and with a duration of 14 years per agreement, subject to the Board of Supervisors approval pursuant to Charter Section 9.118. (Resolution 13-0053)

Commissioner Vietor questioned the duration of the contracts, to which Mr. Steve Ritchie provided clarification. In response to a follow-up question, Mr. Ritchie stated that the contracts can be terminated for convenience.

Public Comment:
None.

On Motion to Approve Item 12:
AYES: Torres, Courtney, Vietor and Moran

13. Approve the Power Enterprise amendment to the Memorandum of Understanding (MOU) between the San Francisco Public Utilities Commission (SFPUC) and the San Francisco Local Agency Formation Commission (LAFCo). This amendment would extend the duties performed by LAFCo to monitor and advise the SFPUC and
San Francisco Board of Supervisors regarding the progress of CleanPowerSF development and implementation. Authorize the General Manager to execute this amendment, with a term extension of four years, for a total MOU term of seven years. (Resolution 13-0054)

Mr. Carlin reminded the Commission that the MOU was discussed at the March 25th joint LAFCo meeting and at that approval was being requested to extend the MOU for at time only, no-cost extension.

Public Comment:
None.

On Motion to Approve Item 13:
AYES: Torres, Courtney, Vietor and Moran

14. Public Comments on matters to be discussed in Closed Session.
None.

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

On Motion TO ASSERT:
AYES: Torres, Courtney, Vietor and Moran

16. Conference with Legal Counsel Pursuant to California Government Code Section 54956.9 (a) and San Francisco Administrative Code Section 67.10 (d) (1)

Existing Adjudicatory Proceeding:
Central Valley Regional Water Quality Control Board
Complaint No. R2-2013-0501

The Commission secretary noted a new California Government Code Section citation of 54956.9 (d) (1) for this item, as the State Legislature revised the Brown Act sections authorizing closed sessions.

17. Announcement following closed session.
Deputy City Attorney Ambrose stated that the Commission reached a settlement with California Regional Water Quality Control Board in the amount of $51,000.

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

On Motion NOT TO DISCLOSE:
AYES: Torres, Courtney, Vietor and Moran

19. Other new business.
None.

President Torres adjourned the meeting at 2:07 PM.