SAN FRANCISCO PUBLIC UTILITIES COMMISSION
City and County of San Francisco

Edwin M. Lee
MAYOR

AGENDA

Special Meeting of the San Francisco Public Utilities Commission
1:30 PM
Tuesday, May 27, 2014

and

Special Joint Meeting of the San Francisco Public Utilities Commission and
the Commission on the Environment
3:00 PM
Tuesday, May 27, 2014

NOTE ROOM CHANGE

City Hall
1 Dr. Carlton B. Goodlett Place
Room 250
San Francisco, CA 94102

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

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 Regular meeting of the SFPUC and the Special Joint meeting of the SFPUC and Environment Commission will be held in Room 250, at 1 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 the Minutes of May 13, 2014

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) Summary of Discussion at LAFCo Meeting of January 24, 2104
   c) Progress on Achieving Water Supply Level of Service Objectives
   d) Hetch Hetchy Water and Power Enterprises Capital Improvement Program Quarterly Reports
   e) Wastewater Enterprise Capital Improvement Program Quarterly Report
   f) Franchise Compliance Reports
   g) Virtual Net Energy Metering Pilot Program

6. Other Commission Business

7. Report of the General Manager

   a) Water Supply Outlook (Ritchie)

8. BAWSCA Update (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 Francisco, CA 94102, Telephone: (415) 554-3165, Fax: (415) 554-3424.

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. 3 to Agreement No. CS-914**, Bay Division Regional Construction Management services, with Jacobs Engineering Group, Inc. for construction closeout support services; and **authorize** the General Manager to negotiate execute this amendment, **extending the agreement duration by 11 months**, for a total agreement duration of six years and two months, with no change to the agreement amount. (Cruz)

b) **Approve** the plans and specifications, and **award Contract No. WD-2622**, San Francisco Groundwater Supply Pipeline, **in the amount of $8,676,685**, to the lowest, qualified, responsible and responsive bidder, Ranger Pipelines Inc., to construct approximately 4.8 miles of 8, 12, and 16-inch groundwater transmission pipeline from 40th Avenue and Wawona Street, and 24th Avenue and Ortega Street to Golden Gate Park, to connect the future groundwater well stations to Sunset Reservoir. (Cruz)

c) **Accept** work performed by NTK Construction, Inc., for **Contract No. WW-514R** Southeast Water Pollution Control Plant Medium Voltage System Reliability Upgrades, **for a total contract amount of $2,357,588**, and with a total contract duration of 930 consecutive calendar days; and **authorize** final payment to the contractor. (Cruz)

d) **Approve** the plans and specifications, and **award Contract No. WW-562**, Instrumentation & Backup Power Systems Improvements at the Southeast Plant, Bruce Flynn Pump Station, North Point Wet Weather Facility, and Griffith Pump Station, **in the amount of $1,328,500**, to the lowest qualified, responsible, and responsive bidder, Phoenix Electric Company. (Cruz)

e) **Approve and adopt** a resolution establishing the principles by which several of the Bay Area’s largest public water agencies will work collaboratively to develop regional solutions to improve water supply reliability in the region. The **Bay Area Regional Water Supply Reliability Partnership** would enable Bay Area agencies to develop projects and programs to address water supply reliability concerns on a mutually beneficial and regionally focused basis. (Ritchie)

**REGULAR CALENDAR**

10. **Approve an increase in the construction contract cost contingency for Contract No. WW-483RR**, North Shore to Channel Force Main Drainage Improvement, with KJ Woods Construction, **in the amount of $12,726,300**, for a total revised contract amount up to $45,087,100, **and an increase in the contract duration contingency of 60 consecutive calendar days**, for a total revised contract duration up to 1,079 consecutive calendar days. **Approve a reallocation** of the remaining/allocated balances from Interim WWE Capital Improvement Program to CENMSCIC52 to support the Project. **Approve a transfer of funds** in the amount of $10,000,000 from Project CWP11001 Treasure Island, and $11,000,000 from Project CWWSSIPDP, Biosolids/Digester to Construction Contract WW-483RR, for additional project management, engineering support, environmental mitigation monitoring, construction and construction management support. **Approve** an increase in Project cost for
Contract No. WW-483RR in the amount of $23,000,000, for a total revised Project amount of $61,317,332. **Authorize** the General Manager to approve future modifications to the contract. **Authorize** the General Manager to seek Board of Supervisor’s authorization for appropriation of funds for the project. The increase in the Project costs, which includes contract cost contingency, and the increase in construction duration contingency is needed for unforeseeable differing site conditions and additional utility conflicts encountered when constructing the pipeline in downtown San Francisco, and the subsequent schedule delays related to these issues. (Cruz)

11. **Approve Amendment No. 4 to Agreement No. CS-716**, Calaveras Dam Replacement, with URS Corporation to provide ongoing engineering support during construction, start-up, and commissioning of the project, and authorize the General Manager to negotiate and execute Amendment No. 4, increasing the agreement up to $4,500,000, for a total agreement amount of $28,500,000, and with a time extension up to two years, nine months, for a total agreement duration of 15 years, nine months, subject to the Board of Supervisors approval pursuant to Charter Section 9.118. (Wade)

12. **Authorize** the General Manager to enter into separate agreements to provide one or more Credit Facilities authorized under 2002 Proposition E for the Water Enterprise Commercial Paper Program with The Bank of Tokyo-Mitsubishi UFJ, Ltd., Royal Bank of Canada and U.S. Bank, NA, the lowest cost, responsive and responsible bidders to the SFPUC’s competitive Request for Proposals process. The agreements replace expiring agreements and provide $500,000,000 in available credit with total annual costs not-to-exceed $2,500,000 for a duration of up to 4 years, and provide annual savings of approximately $2,000,000 over the terms of the current facilities. The General Manager is further authorized to select the next lowest cost, responsive and responsible bidder(s) should any of the selected banks be unable to meet City contracting requirements or if negotiations are otherwise not successful. (Rydstrom)

13. **Public Hearing** before the San Francisco Public Utilities Commission to consider and possibly adopt a proposed revised schedule of rates, fees and charges for Hetch Hetchy Power Enterprise electric utility service to those municipal departments of the City and County of San Francisco and other public or governmental agencies that are currently paying for that electric service based on a rate, fee or charge of less than the cost of service, to be applied to meter readings (or equivalent) on or after July 1, 2014. Adoption of this proposed schedule also includes full cost recovery of natural gas and steam services procured on behalf of municipal customers. (Rydstrom)

14. Public Comments on Matters to be discussed in Closed Session.

15. 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:

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

Existing Litigation:
Lee Ann Crocker v. City and County of San Francisco
San Francisco Superior Court Case No.: CGC-13-531600
City Attorney File No.: 140146
Date Filed: May 21, 2013

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

Existing Litigation:
City and County of San Francisco v. Pacific Gas & Electric Company
San Francisco Superior Court Case No.: CGC-13-529309
City Attorney File No. 0000657
Date Filed March 6, 2013: Served June 6, 2013

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

Existing Litigation:
City and County of San Francisco v. Pacific Gas & Electric Company
San Francisco Superior Court Case No.: CGC-13-529310
City Attorney File No. 0000657
Date Filed June 6, 2013

19. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) (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
Date Filed: January 29, 2010

20. Threat to Public Services or Facilities – Pursuant to California Government Code Section 54957 and San Francisco Administrative Code 67.10 (a) (Barrett)

Consultation with Agency Chief of Security concerning security of SFPUC Water and Power Systems.

Following Closed Session, the Commission will reconvene in Open Session

21. Announcement following Closed Session.
22. Motion regarding whether to disclose the discussions during Closed Session.
23. Other new business.

ADJOURNMENT
SPECIAL JOINT MEETING  
San Francisco Public Utilities Commission  
and  
Commission on the Environment  

3:00 PM Time Certain  

1. Call to Order  

2. Roll Call  


4. Presentation and discussion of SFPUC and SFEnvironment’s (SFE) shared responsibilities and plans to advance the City’s environmental goals in toxics reduction and environmental safety, water conservation, wastewater management, clean vehicle adoption, and renewable generation and energy efficiency, including a discussion of opportunities, challenges, and potential future collaboration in pursuit of environmental objectives. (Michael Carlin, Deputy General Manager, SFPUC & David Assmann, Acting Director, SFE).  
   a. Toxics Reduction and Environmental Safety (Chris Geiger, SFE & Steve Ritchie, SFPUC)  
   b. Water Conservation (Steve Ritchie, SFPUC & Tamar Hurwitz, SFE)  
   c. Wastewater Management (Tommy Moala, SFPUC, Commissioner Ruth Gravanis, Environment Commission & Sushma Bhatai, SFE)  
   d. Clean Vehicle Adoption (William Zeller, SFE & Barbara Hale, SFPUC)  
   e. Renewable Generation and Energy Efficiency (Barbara Hale, SFPUC & Cal Broomhead, SFE)  

5. General Public Comment  
   Members of the public may address the Special Joint Meeting of the San Francisco Public Utilities Commission and the Commission on the Environment on matters that are within either of their respective jurisdictions and are not on today’s agenda  

ADJOURNMENT
NOTICE OF PUBLIC HEARING

NOTICE OF PUBLIC HEARING Tuesday, May 27, 2014 – 1:30 PM City Hall, Room 250, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102, at a Special Meeting of the San Francisco Public Utilities Commission, the governing board of the publicly owned electric utility operations of the City and County of San Francisco: Public hearing, discussion, and possible action to adopt the schedules of rates, fees and charges for furnishing power to municipal departments of the City and County of San Francisco and other public or governmental agencies, as applied to meter readings on or after July 1, 2014. The detailed agenda and related files will be available at least 72 hours before the scheduled meetings at the SFPUC website www.sfwater.org, or by calling (415) 554-3165.