AGENDA
Tuesday, September 8, 2015

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

Commissioners
Ann Moller Caen, President
Francesca Vietor, Vice President
Vince Courtney
Ike Kwon
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
For questions about the meeting, please contact (415) 554-3165. The ringing of and use of cell phones, pages, and similar sound-producing electronic devices are prohibited. 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 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 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; phone: (415) 554-7724; Fax: (415) 554-7854; E-mail: 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 www.sfgov.org.

**Disability Access:** The SFPUC meeting will be held in Room 400, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA. The closest accessible BART Station is at Civic Center. Accessible MUNI lines serving this location are: 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 Farnsworth, 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 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, 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.

**LANGUAGE ACCESS**

Per the Language Access Ordinance (Chapter 91 of the San Francisco Administrative Code), Chinese, Spanish and or Filipino (Tagalog) interpreters will be available upon requests. Meeting Minutes may be translated, if requested, after they have been adopted by the Commission. Assistance in additional languages may be honored whenever possible. To request assistance with these services please contact the Commission Clerk Donna Hood at (415) 554-0761, or dhood@sfwater.org at least 48 hours in advance of the hearing. Late requests will be honored if possible.

**ACCESSO A IDIOMAS**

De acuerdo con la Ordenanza de Acceso a Idiomas “Language Access Ordinance” (Capítulo 91 del Código Administrativo de San Francisco “Chapter 91 of the San Francisco Administrative Code”) intérpretes de chino, español y/o filipino (tagalog) estarán disponibles de ser requeridos. Los minutos podrán ser traducidos, de ser requeridos, luego de ser aprobados por la Comisión. La asistencia en idiomas adicionales se tomará en cuenta siempre que sea posible. Para solicitar asistencia con estos servicios favor comunicarse con la Secretaría de la Comisión Donna Hood al (415) 554-0761, o dhood@sfwater.org por lo menos 48 horas antes de la reunión. Las solicitudes tardías serán consideradas de ser posible.

**PAG-ACCESS SA WIKA**


**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.sf-planning.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 11, 2015

4. General 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
   d) Annual Electric Resource Plan

6. Other Commission Business

7. Biennial Budget Development (FY 2016-17/FY 2017-18) (Sandler)

8. Climate Change Workshop (Behar)

   a) CCA Update (Hale)
   b) Drought Update (Ritchie)
   c) Mountain Tunnel Update (Ritchie)
   d) Hetch Hetchy Water and Power CIP Quarterly Report (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.

CONSENT CALENDAR

10. 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 Modification No. 1 to Contract No. WW-595**, 3rd/7th/8th/25th/33rd/42nd Avenues and Baker/Welsh Streets Sewer Replacement, with Shaw Pipeline, Inc., to perform emergency sewer replacement work on Fremont Street (from Mission Street to Natoma Street), and on Jackson Street (from Fillmore Street to Webster Street), **increasing the contract amount by an additional $638,659**, for a total contract amount of $3,603,504.  

b) **Accept** work performed by Kiewit Infrastructure West Company for **Contract No. WD-2601**, Crystal Springs/San Andreas Transmission System Upgrade Project, for a total contract amount of $132,421,418; **Approve** Modification No. 53 to account for the remaining balance under unit rate and bid item allowances, decreasing the amount of the contract by $768,339, for a total contract amount of $132,421,418, and with a time extension of 61 consecutive calendar days (approximately two months), for a total contract duration of 1492 consecutive calendar days (approximately four years and one month); and **authorize** final payment to the contractor.  

**REGULAR SESSION**

11. **Approve** the baseline of the **Hetch Hetchy Capital Improvement Active Projects proposed scope, schedule and budget**, a subset of projects within the adopted SFPUC Ten-Year Capital Plan for FY 2015-16 through FY 2024-25 for Hetch Hetchy Water and Power, based on Project Descriptions, Summary of Budgets, Summary of Proposed Schedules – Project Level, and Proposed Schedules – Project Phases. The Hetch Hetchy Capital Improvement Projects include proposed upgrades to aging water conveyance, water storage, hydro power generation, and operations facilities infrastructure to enhance the reliability of water deliveries to downstream wholesale and retail customers and optimize the benefits of hydro power generation and distribution upgrades to meet safety and regulatory requirements.  

12. **Adopt** resolution supporting the extension of the **Revenue Bond Oversight Committee Sunset** Date to January 1, 2019.  

13. **Authorize** the establishment of a new **Power Enterprise Commercial Paper Notes Program** in the principal amount not to exceed $90,000,000, and direct the General Manager to request approval from the Board of Supervisors for such authorization; **Approve a form of credit facility agreement in the principal amount not to exceed $90,000,000** (exclusive of 270 days interest), and forms of dealer agreements, which are in support of the Program. **Authorize** the General Manager to enter into separate agreements with (1) **Bank of America** for the credit facility agreement; and (2) **Barclays, Goldman Sachs and RBC Capital Markets** for the dealer agreements; subject to Board approval of the establishment of the Power Enterprise Commercial Paper Notes Program. **(Sandler)**

14. **Authorize** the General Manager to enter into **Equipment Lease/Purchase Agreement with Banc of America Leasing to issue not-to-exceed $4,100,000 in**
**New Clean Renewable Energy Bonds** for the installation of rooftop solar generation equipment at two locations (Marina Middle School and San Francisco Police Academy); and authorize submission to the Board of Supervisors for consideration of (1) authorizing legislation; and (2) a budget reallocation by supplemental appropriation. (Sandler)

15. **Authorize** the General Manager to negotiate and execute, on behalf of the City and County of San Francisco, a **Memorandum of Understanding with the North San Mateo County Sanitation District** (NSMCSD), a subsidiary of the City of Daly City, **for an amount not to exceed $2,400,000, and with a duration of 24 months** (two years), which will allow NSMCSD to retain the services of a contractor to conduct preliminary design and CEQA review for the expansion of tertiary treated recycled water capacity at their plant to serve additional customers; and authorize the SFPUC to provide **staff support for an amount not to exceed $200,000** to review and participate in the planning effort. (Ritchie)

16. **Approve Modification No. 2 to Contract No. WD-2652**, Bioregional Habitat Restoration – San Antonio Creek with Gordon N. Ball, Inc., to control pathogen infestation onsite and to add an extra year of maintenance and watering required as a result of the continuing drought, **increasing the contract by $1,098,897**, for a total contract amount of $16,320,494, **and with a time extension of 365 consecutive calendar days** (one year), for a total contract duration of 2,195 consecutive calendar days (approximately six years). (How)

17. **Approve Project No. CUW30201** San Francisco Westside Recycled Water Project, in the City and County of San Francisco, California; **Adopt** the required California Environmental Quality Act Findings, including a Statement of Overriding Considerations, and the Mitigation Monitoring and Reporting Program; and **authorize** the General Manager to implement the Project, in compliance with the Charter and applicable law, and subject to subsequent Commission action and Board of Supervisors approval, where required. (How)

18. Public Comments on matters to be discussed in Closed Session.

19. 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:*

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

**Existing Litigation**

*Restore Hetch Hetchy v City and County of San Francisco*

Tuolumne County Superior Court, Case No.: CV-59426
21. Conference with Legal Counsel - Pursuant to California Government Code Section 54956.9 (d) (1) and San Francisco Administrative Code Section 67.10 (d) (1) 

Existing Litigation: 
City and County of San Francisco v. Sunol Valley Golf and Recreation Co. 
Alameda Superior Court Case No.: RG14729649 
City Attorney File No.: 131321 
Date Filed: June 18, 2004

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) 

Existing Litigation
AIG Property Casualty Company v. CCSF et al. 
San Francisco Superior Court, Case No.: CGC-14-543126 
City Attorney No.: 150836 
Date Filed: December 9, 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) 

Existing Litigation: 
City and County of San Francisco v. Pacific Gas & Electric 
Federal Energy Regulatory Commission 
Case No.: EL15-3-000/Date Filed: October 10, 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) 

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 June 30, 2015. 
Case No.: ER15-702-000/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) 

Existing Litigation: 
Pacific Gas & Electric 
Tariff Withdrawal per 35.15: Notice of Termination of The CCSF Facilities Charge Agreement for Moscone to be effective June 30, 2015.
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) (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 July 1, 2015
Case No.: ER15-704-000/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) (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 July 1, 2015
Case No.: ER15-704-000/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) (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

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

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

Following Closed Session, the Commission will reconvene in Open Session

30. Announcement following Closed Session.

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

32. Other new business.

33. Adjournment.