1. **Call to Order**
   Vice President (VP) Moran called the meeting to order at 1:40 PM.

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

3. **Approval of the Minutes of October 13, 2015**
   On motion to approve the minutes of October 13, 2015:
   AYES: Moran, Caen, Courtney and Kwon
   
   **Public Comments**
   None.

4. **General Public Comments**
   None.

5. **Communications**
   a) **Advance Calendar**
   b) **Electric Storage Activities Report**
   
   **Public Comments**
   None.

6. **Other Commission Business**
   None.

   a) **Drought Update**
      Mr. Steve Ritchie, AGM Water, provided a drought update. He discussed current reservoir storage levels, noting water bank is at 33 percent; Cumulative precipitation; Upcountry 6-Station Precipitation Index; Total Deliveries, and Total System Water Savings. He provided an update regarding the Lower Cherry Aqueduct Full Scale Delivery Test.
      
      **Public Comments**
      • Mr. Eric Brook, SF Green Party, questioned where water storage is transferred during technical work.

8. **BAWSCA Update**
   Ms. Nicole Sandkulla, BAWSCA, congratulated President Vietor and VP Moran on their recent appointments. She thanked Commissioner Caen for her service.
   
   Ms. Sandkulla encouraged passage of the Mountain Tunnel item.
Ms. Sandkulla distributed and read a statement regarding hiring engineering consultants to help fix the Mountain Tunnel.

In response to a question from Commissioner Caen, Ms. Sandkulla indicated she had not received an emergency operations timeline from SFPUC. Commissioner Caen noted a timeline dated June 23, and reviewed the emergency operations item on the timeline. Ms. Sandkulla indicated she had requested a plan for sufficient water supplies in the event of a failure.

Mr. Steve Ritchie, Assistant General Manager (AGM), Water, indicated that a technical memo has been finalized which shows assessment for potential for failure 90, 180, 270 days. He indicated SFPUC staff has met with BASWCA and are actively working with them on this issue.

Public Comments
None.

9. Consent Calendar
a) Award Agreement No. CS-1014, Phase III Installation of Automated Water Meters, for procurement and installation of automated water meters as part of the Automated Water Meter Program; and authorize the General Manager to negotiate and execute a professional services agreement with Grid One Solutions for an amount not-to-exceed $3,000,000, and with a duration of two years. (Resolution 15-0212)

b) Authorize Amendment No. 1 to the Joint Funding Agreement with the U.S. Geological Survey in the amount of $30,970, for a total Agreement not-to-exceed amount of $1,916,695, which will allow for the installation of a replacement flow meter in the Cherry/Eleanor Tunnel necessary to maintain accurate water diversion records for water rights reported to the State Water Resources Control Board. (Resolution 15-0213)

c) Approve the terms and conditions and authorize the General Manager to execute a new five-year revocable license to the City of Milpitas to use approximately 40,424 square feet of Parcel 107-A, located in Milpitas, California, to maintain existing landscaping and an irrigation system and to maintain a wooden retaining wall and fence for no use fee. The New License will replace an existing 90-day license issued on September 29, 2015. The Temporary License replaced a license issued to the City of Milpitas on January 13, 1972. (Resolution 15-0214)

On motion to approve items 9a through c:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.
10. Approve Amendment No. 1 to Agreement No. CS-206, Hetch Hetchy Water and Power Support for Compliance with Regulatory Requirements, with Watershed Sciences, Inc.; and authorize the General Manager to negotiate and execute this amendment extending the term by three years, for a total agreement duration of seven years, two months, and 22 days, with no change to the contract amount. (Resolution 15-0215)

On motion to approve item 10:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

11. Approve the selection of McMillen Jacobs Associates; award Agreement No. CS-249, Planning and Design Services, Mountain Tunnel Improvements, to provide specialized planning and engineering services for the proposed Mountain Tunnel improvements; and authorize the General Manager to negotiate and execute a professional services agreement for an amount not to exceed $21,000,000, and with a duration of up to 10 years, subject to the Board of Supervisors approval pursuant to Charter Section 9.118. (Resolution 15-0216)

In response to a question from VP Moran, Ms. Kathy How, AGM Infrastructure, indicated that the selected engineer will be doing detailed design, providing interim repairs, and will be the engineer of record.

Commissioner Caen asked for clarification on the overall process, which AGM How provided.

On motion to approve item 11:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

12. Approve the plans and specifications, and award Contract No. WD-2654R Peninsula Vegetation Removal in the amount of $11,062,544, to the lowest, qualified, responsible and responsive bidder, NTK Construction, Inc., to remove invasive vegetation that is degrading San Francisco garter snake and Crystal Springs fountain thistle habitat. The SFPUC is required to provide this bioregional habitat restoration compensation for WSIP projects at different locations within the San Francisco Peninsula watershed in unincorporated San Mateo County. (Resolution 15-0217)

Commissioner Caen asked a question about the protest, which AGM How provided.
On motion to approve item 12:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

13. Approve Project No. CWWSIPTPNP01, North Point Facility Outfall System Rehabilitation Project; and authorize the General Manager to implement the Project in compliance with the Charter and applicable law. This action constitutes the Approval Action for the project for the purposes of the California Environmental Quality Act, pursuant to Section 31.04(h) of the San Francisco Administrative Code. This action will be followed by requests for this Commission for approval and award of the construction contract and to execute a loan agreement with the State Water Resources Control Board under the Clean Water State Revolving Fund Loan Program, at a later date. (Resolution 15-0218)

On motion to approve item 13:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

14. Approve Project No. CWWSIPSE04, Southeast Water Pollution Control Plant Primary and Secondary Clarifiers Upgrades Project; and authorize the General Manager to implement the Project in compliance with the Charter and applicable law. This action constitutes the Approval Action for the project for the purposes of CEQA, pursuant to Section 31.04(h) of the San Francisco Administrative Code. This action will be followed by requests for this Commission to approve the loan agreement to receive Clean Water State Revolving Fund loan financing, and approval and award of the construction contract at a later date. (Resolution 15-0219)

On motion to approve item 14:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

15. Approve Project No. CWWSIPSE05, Southeast Water Pollution Control Plant Building 521/522 and Disinfection Upgrades; and authorize the General Manager to implement the Project in compliance with the Charter and applicable law, including authority to negotiate and execute a lease agreement with the California Department of Transportation for a lease for construction staging of a property at 2 Rankin Street. This action will be followed by requests for this Commission to approve the loan agreement to receive Clean Water State Revolving Fund loan financing, and approval and award of the construction contract at a later date.
This action constitutes the Approval Action for the project for the purposes of CEQA, pursuant to Section 31.04(h) of the San Francisco Administrative Code. (Resolution 15-0220)

On motion to approve item 15:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

16. Public hearing, discussion and possible action to adopt amendments to Section F Water Efficient Irrigation, of the San Francisco Public Utilities Commission Rules and Regulations Governing Water Service to Customers; and recommend the Board of Supervisors pass and urge Mayor Edwin M. Lee to sign modifications to the Water Efficient Irrigation Ordinance that lower the compliance trigger from 1,000 square feet of new or modified landscape area to 500 square feet. (Resolution 15-0221)

AGM Ritchie discussed the reason for the proposed amendments, indicating they are needed to comply with the State’s Model Water Efficient Landscape Ordinance revision.

On motion to approve item 16:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
None.

17. Approve the selection of a pool of qualified respondents to the CleanPowerSF Request for Offers of Power Supplies; conditionally authorize the General Manager to negotiate and execute one or more contracts with the approved pool of qualified respondents and to seek approval from the Board of Supervisors to execute one or more contracts with the approved pool of qualified respondents, to the extent required. (Resolution 15-0222)

AGM Hale provided a summary of the item and reviewed the specific conditions required for the pool of suppliers. She briefly noted the process for the selection of the pool of bidders.

AGM Hale responded to a question from Commissioner Caen on when the SFPUC will know what green option PG&E has chosen. She indicated the SFPUC and PG&E are nearly on the same schedules.

In response to a question from VP Moran, AGM Hale said there were no changes to the timeline.
On motion to approve item 17:
AYES: Moran, Caen, Courtney and Kwon

Public Comments
• Mr. Eric Brooks, SF Green Party/Our City SF/Clean Energy Advocates, encouraged movement. He discussed the PG&E program. He discussed work of the advocates and expressed the desire for monthly meetings with staff.
• Jeremy (inaudible), Sierra Club, concurred with Mr. Brooks and encouraged active collaboration.
• Mr. Jason Fried, LAFCo, encouraged passage. He discussed the PG&E Program vs. CleanPowerSF Program.

Commissioner Courtney discussed the level of advocate engagement with staff. He asked that staff provide a memo outlining the dialogue that is taking place, how agendas are set, and announcements made.

Mr. Charles Sheehan, SFPUC Communications Manager, provided an update on marketing and outreach efforts. He reviewed the past events and noted upcoming events; and discussed the outreach timeline. Mr. Sheehan outlined Phase I Outreach and Engagement tactics; and noted upcoming activities. He displayed a “Super Green” t-shirt. VP Moran noted the website where individuals can sign-up for CleanPowerSF. Brief discussion ensured on the need for knowing your PG&E account number in order to sign-up.

• Mr. Eric Brooks, SF Green Party/Our City SF/Clean Energy Advocates, discussed social media marketing, and the need for a larger logo.
• Mr. Jason Fried, LAFCo, discussed the PG&E account number issue.

The Commission Secretary read the Closed Session items, noting items 25 through 31 would not be heard.

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

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

On motion to assert:
AYES: Moran, Caen, Courtney and Kwon

The Commission entered Closed Session at 2:31 PM.

20. Conference with Real Property Negotiator pursuant to Government Code Section 54956.8 and San Francisco Administrative Code Section 67.8 (a) (2)
Property
55 Selby, San Francisco, CA; and 1975 Galvez, San Francisco, CA
Persons Negotiations:
SFPUC: Michael Carlin
55 Selby: Selby and Hudson Corporation
1975 Galvez: WYL Five Star Service Industries, Inc.
Under Negotiation:
Price ___ Terms of Payment ______ Both ___ X ___

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
State Farm Mutual Automobile Ins. Co. v. City and County of San Francisco
San Francisco Superior Court Case No.: 14-542045
City Law File No.: 150416/Date Filed: October 3, 2014
(Resolution 15-0223)

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
Filip Kesler 2011 Revocable Trust; Brandon Hughes v. City and County of San Francisco
San Francisco Superior Court Case No.: 14-541914
City Law File No.: 150620/Date Filed: September 29, 2014
(Resolution 15-0224)

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 Claim
David Leung v. City and County of San Francisco
City Attorney Claim No.: 15-01980/Date Filed: January 5, 2015
(Resolution 15-0225)

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
Restore Hetch Hetchy v. City and County of San Francisco
Tuolumne County Superior Court, Case No.: CV-59426
City Law Number 151139/Date Filed: April 21, 2015

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

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)
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.
Case No.: ER15-703-000/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)
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.: ER15-705-000/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)
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

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)
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

The Commission exited Closed Session at 2:44 PM.

32. Announcement following Closed Session
Vice President Moran announced that settlements were reached on items 21, 22, and 23, and that no other action was taken.

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

On motion not to disclose:
AYES: Moran, Caen, Courtney and Kwon

34. Other new business
None.

35. Adjournment
Vice President Moran adjourned the meeting at 2:45 PM.