

SAN FRANCISCO PUBLIC UTILITIES COMMISSION
City and County of San Francisco

Mark Farrell
Mayor

AGENDA
Tuesday, May 8, 2018

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

Commissioners
Ike Kwon, 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 415-554-3165
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

Accessible Meeting Policy: The San Francisco Public Utilities Commission meeting will be held in Room 400, at 1 Dr. Carlton B. Goodlett Place (400 Van Ness Ave.), 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-Ocean View, N-Judah and T-Third at Van Ness and Civic Center Stations; F-Market; 19-Polk, 47-Van Ness; 49-Mission-Van Ness; 5-Fulton; 6-Parnassus, 21-Hayes; 9-San Bruno; and 7-Haight Noriega. For information about MUNI accessible services call 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. Providing at least 72 hours notice will help to ensure availability. Written reports or background materials for calendar items are available for public inspection and copying at 525 Golden Gate Ave., 13th Floor during regular business hours and are available on-line at <http://www.sfwater.org/index.aspx?page=167>.

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 to accommodate these individuals.

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 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 decision 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 Administrator, by mail to Sunshine Ordinance Task Force, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco, CA 94102.4689; by phone at 554.7724; by fax at 554.7854; or by email at soft@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 <http://www.sfgov.org>.



311 Free Language Assistance: 免費語言協助 / Ayuda gratuita con el idioma / Бесплатная помощь переводчиков / Trợ giúp Thông dịch Miễn phí / Assistance linguistique gratuite / 無料の言語支援 / 무료 언어 / 지원 / คว"มขวั ยเหลลลล ท"งภ"ษ"โดยไม่ว"สัยคาไขจั าย / Libreng tulong para sa wikang Tagalog ยเหลลลล

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 April 24, 2018](#)
4. General Public Comment (discussion only)
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 (discussion only)
 - a) [Advance Calendar](#)
 - b) [Correspondence Log](#)
 - c) [Contract Advertisement Report](#)
 - d) [Schedule of Rates and Charges for Non-Municipal, Residential, Commercial Electric Service](#)
 - e) [Water Supply Agreement Update](#)
 - f) [Water System Improvement Program Status of Construction Change Orders](#)
 - g) [Water Supply Conditions Update](#)
6. Other Commission Business (discussion only)
7. Report of the General Manager (discussion only)
 - a) CleanPowerSF Update (Hale)
 - b) [Water Enterprise Capital Improvement Program Quarterly Report](#) (How)
 - c) [Water System Improvement Program Quarterly Update](#) and [Local](#) and [Regional](#) Reports (How)
 - d) Report on Recent San Francisco Public Utilities Commission Activities, Events and Announcements

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; and are available on-line at <http://www.sfwater.org/index.aspx?page=167>

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) Approve execution of an [attestation of veracity for SFPUC's CleanPowerSF program 2017 Power Source Disclosure \(PSD\) Report](#) and submission of that Report to the California Energy Commission. CleanPowerSF is required by State law to annually disclose the sources of electricity generation used to serve its end-use electric customers through the preparation of the PSD Report and Power Content Label. During the 2017 calendar year, CleanPowerSF successfully delivered 100% of its electric energy supply from greenhouse gas free sources and a substantial portion from renewable energy sources under California's Renewable Portfolio Standard. For Green customers, the percentage of supply attributable to renewable energy sources was 43%; for SuperGreen customers, renewable energy resources comprised 100% of the supply portfolio. (Hale)
- b) Approve execution of an [attestation of veracity for the San Francisco Public Utilities Commission Hetch Hetchy Power's 2017 Power Source Disclosure \(PSD\) Report](#) and submission of that Report to the California Energy Commission. The SFPUC is required by State law to annually disclose the sources of electricity generation used to serve the SFPUC's end-use electric customers through the preparation of the PSD Report and Power Content Label. The 2017 PSD Report discloses that the electricity sources used to serve Hetch Hetchy Power's end-use electric customers were 100% greenhouse-gas free hydroelectric generation. This PSD report covers the SFPUC's operations as a publicly-owned electric utility, Hetch Hetchy Power. (Hale)
- c) Accept work performed by Steve P. Rados Inc., for [Contract No. WD-2629](#), Seismic Upgrade of Bay Division Pipeline 3&4 at the Hayward Fault; approve Modification No. 35 (Final), decreasing the contract by amount by \$94,366 for a total contract amount of \$37,057,634, and increasing the contract duration by 766 consecutive calendar days (approximately two years, one and a half months) for a total contract duration of 1,698 consecutive calendar days (approximately four years, eight months); ratify correction of the initial award duration from 828 consecutive calendar days (approximately two years, three months) to 858 consecutive calendar days (approximately two years, four months); and authorize final payment to the contractor. (How)
- d) Approve an increase to the existing construction contract cost contingency in the amount of \$8,230,477 and an increase to the existing contract duration contingency in the amount of 358 consecutive calendar days (approximately one year), for [Contract No. WD-2668](#), Regional Groundwater Storage and Recovery; authorize the General Manager or his designee to approve future contract modifications for a total revised amount up to \$59,578,678, and a total revised contract duration up to 1,545 consecutive calendar days (approximately four years, three months); and ratify correction of the initial award duration from 917 consecutive calendar days (approximately two years, six months) to 1,007 consecutive calendar days (approximately two years, 10 months). (How)

REGULAR SESSION

9. Approve the selection of Arcadis U.S., Inc.; award [Agreement No. PRO.0068](#), Biosolids Digester Facilities Construction Management Staff Augmentation Services to provide fully qualified and experienced construction management personnel to assist the San Francisco Public Utilities Commission in managing the construction of the Biosolids Digester Facilities Project; and authorize the General Manager to negotiate and execute a professional services agreement with Arcadis for an amount not-to-exceed \$42,000,000, with a duration of seven years, subject to Board of Supervisors approval pursuant to Charter Section 9.118. (How)
10. Approve the terms and conditions and authorize the General Manager to seek approval by the Board of Supervisors and Mayor to execute a [60-year lease with MP Shoreline Associates Limited Partnership and MP Shorebreeze Associates, L.P.](#) as co-tenants to use approximately 1.96 acres of San Francisco Public Utilities Commission Parcel No. 201-A in Mountain View, California for parking, landscaping, and temporary construction staging serving the adjacent affordable housing complex, Shorebreeze Apartments, at an initial annual rent of \$100,874, with rent increases every five years. (Carlin)
11. [Public Hearing: Consider and Adopt the proposed Wholesale Revenue Requirement and rate schedule for FYE 2019, to be applied to meter readings on or after July 1, 2018.](#) This rate schedule reflects the terms of the 2009 Water Supply Agreement between the City and County of San Francisco and the Wholesale Customers, which was approved on April 28, 2009 by Commission Resolution No. 09-0069. This action constitutes the Approval Action for the purposes of California Environmental Quality Act, pursuant to Section 31.04(h) of the San Francisco Administrative Code. (Sandler)
12. [Public Hearing: Consider and adopt a new schedule of rates for Hetch Hetchy Power Enterprise electric utility service for General Use rates that apply to certain municipal entities supported primarily by the City's General Fund, and certain non-City governmental agencies](#) such as the San Francisco Unified School District, and certain non-profit entities such as the California Academy of Sciences, that are closely related to the City through City governance, financial support, or other legacy relationship for FY 2018-19 and FY 2019-20, **to be applied to meter readings on or after July 1, 2018.** The proposed action constitutes the Approval Action for the purposes of California Environmental Quality Act, pursuant to Section 31.04(h) of the San Francisco Administrative Code. (Sandler)
13. [Public Hearing: Consider and approve revisions to existing fees, elimination of certain fees, and adoption of new fees for: \(1\) billing and account services; \(2\) water service connections; \(3\) land use; \(4\) regulatory compliance; and \(5\) laboratory testing related to the San Francisco Public Utilities Commission provision of water and wastewater service.](#) If approved, the **proposed fees will become effective July 1, 2018.** The proposed action constitutes the Approval Action for the purposes of

California Environmental Quality Act, pursuant to Section 31.04(h) of the San Francisco Administrative Code. (Sandler)

14. Public Hearing: Proposal to: (1) reduce the Returned Check and Pending Shutoff Notice Fees; and (2) eliminate the New Account and Service Turn-On Fees charged for customers of the SFPUC Power Enterprise. The proposed action constitutes the Approval Action for the purposes of California Environmental Quality Act, pursuant to Section 31.04(h) of the San Francisco Administrative Code. (Sandler)

15. Public comment on matters to be addressed during Closed Session
16. Motion on whether to assert the attorney-client privilege regarding the matters listed below as Conference with Legal Counsel

The Commission will go into Closed Session to discuss the following item(s):

17. Conference with Legal Counsel – Pursuant to California Government Code Sections 54956.9 (d)(2) and (e)(3), and San Francisco Administrative Code Section 67.10 (d)(2) (Rothschild)

Pending Litigation

Charleen Maghzi v. City and County of San Francisco

Government Code Claim No.: 16-02226

Date Filed: February 17, 2016

Proposed partial settlement of claim with City to pay \$510,698 for home foundation repair work; and claimant to retain the services of an engineering firm with at least five years of subgrade foundation repair experience

18. Announcement following Closed Session
19. Motion regarding whether to disclose the discussions during Closed Session pursuant to San Francisco Administrative Code Section 67.12(a)
20. Other New Business (discussion only)
21. Adjournment

San Francisco Public Utilities Commission
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