San Francisco Water Power Sewer
Services of the San Francisco Public Utilities Commission

San Francisco Public Utilities Commission
City and County of San Francisco

Edwin M. Lee
MAYOR

AGENDA

Regular Meeting
Tuesday, November 8, 2011
1:30 P.M.
City Hall, Room 400
1 Dr. Carlton B. Goodlett Place

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

Departments and Enterprises
Water Enterprise
Wastewater Enterprise
Power Enterprise
Infrastructure
Business Services
External Affairs

Ed Harrington
General Manager

Michael Housh
Secretary

For information, contact the Commission Secretary at 554-3165.
Minutes and other information are available on the SFPUC web site: www.sfwater.org.

Disability Access

The Public Utilities Commission meeting will be held in Room 400, City Hall, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA. The Commission meeting room is wheelchair accessible. The closest accessible BART station is the Civic Center Station at United Nations Plaza and Market Street. Accessible MUNI lines serving this location are: #47 Van Ness, and #71 Haight/Noriega and the F Line to Market and Van Ness and the Metro Stations at Van Ness and Market and at Civic Center. For information about MUNI accessible services call (415) 923-6142. There is accessible curbside parking adjacent to City Hall on Grove Street and Van Ness Avenue and in the vicinity of the Veterans Building at 401 Van Ness Avenue adjacent to Davies Hall and the War Memorial Complex.

City Hall is accessible to persons using wheelchairs and other disabilities. The Polk Street/ Carlton B. Goodlett entrance is accessible via a ramp and a wheelchair lift. The other three entrances are accessible via ramps. Assistive listening devices are available and meetings are open captioned in the hearing room and closed captioned on SFGTV .Materials in alternative formats, American Sign Language interpreters, and other accommodations will be made available upon request. Please contact Michael Housh, Commission Secretary, at (415) 554-3165 or by Email mhoush@sfwater.org to make arrangements for any of these services. Providing at least 48 hours notice prior to the meeting will help to ensure availability.

In order 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 Minutes

   a) Minutes of the October 25, 2011 Regular Meeting

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) Letter Summary
   b) Advance Calendar
   c) Staff Reports
      (Written reports sent to the Commissioners)
      1. Quarterly Audit & Performance Review Report (*Rydstrom*)

      2. Proposed Approach for Emerging Contaminants of Concern (*Ritchie*)

      3. WSIP Groundwater Storage and Recovery Project Update (*Ritchie*)

6. Other Commission Business

7. Report of the General Manager

   a) Quarterly Financial Report (*Rydstrom*)

   b) Annual Financial Audits (*Rydstrom*)

   c) Sewer System Improvement Program Update (*Kubick*)

THE FOLLOWING MATTERS BEFORE THE PUBLIC UTILITIES COMMISSION ARE RECOMMENDED FOR ACTION AS STATED BY THE GENERAL MANAGER OF PUBLIC UTILITIES 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, 1155 Market Street, 11th Floor, San Francisco, CA 94103, Telephone: (415) 554-3165, Fax: (415) 554-3424.

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 Consent Calendar and considered as a separate item.

a) **Approve** Water Enterprise, Water Conservation Operating-funded High Efficiency Clothes Washer Rebate Program (CS-222) to Pacific Gas & Electric Company (PG&E) to administer and process the washing machine rebates for San Francisco Public Utilities Commission (SFPUC) customers; and **authorize** the General Manager of the SFPUC to negotiate and execute a professional services agreement with PG&E for an amount not-to-exceed $1,900,000 and with a duration of four (4) years.. (*Ritchie*)

b) **Accept** work performed by P&J Utility Company, Inc. for Water Enterprise Program-funded Contract No. WD-2617, 8-Inch Ductile Iron Main Installation and Pavement Renovation on Dolores Street from 21st Street to 25th Street, to replace distribution pipes and service pipes; **approve** Modification No. 2 (Final), decreasing the contract by $53,851 to reflect the actual quantity of materials and labor required to complete the contract, for a total contract amount of $1,221,440 with a total contract duration of 164 consecutive calendar days; and **authorize** final payment to the contractor. (*Ritchie*)

c) **Approve** Modification No. 1 to Power Enterprise-funded Contract No. HH-940, Job Order Contract, Heating, Ventilation and Air Conditioning (HVAC) Energy Efficiency (C-20 & B-Licenses), San Francisco/Peninsula/East Bay, with Western Allied Mechanical, Inc. to accomplish energy efficiency repair and renovation of mechanical systems in City buildings, increasing the contract by one year for a total contract duration of three years. This contract modification will allow for continued energy efficiency repair and renovation of mechanical systems in City facilities. . (*Kelly*)

d) **Approve** Modification No. 1 to Power Enterprise-funded Contract No. HH-941, Job Order Contract, Heating, Ventilation and Air Conditioning (HVAC) Energy Efficiency (C-20 & B-Licenses), San Francisco/Peninsula/East Bay, with Johnson Controls, Inc., to complete ongoing energy efficiency repair and renovation of mechanical systems in City buildings, increasing the contract duration by one year for a total contract duration of three years. (*Kelly*)

REGULAR BUSINESS

9. Discussion and possible action to **authorize** the General Manager of the San Francisco Public Utilities Commission (SFPUC) to execute a Memorandum of Understanding by and between the SFPUC and San Francisco Recreation and Parks Commission (RPD) regarding management of the Lake Merced Tract and to accept the Lake Merced Watershed Report as a resource in **planning, conducting environmental review and making recommendations** to the Commission for action on projects and activities within the Lake Merced Tract and watershed (*Ritchie*)

10. City Department Electricity Rates: Workshop and Discussion
(*Discussion will be limited to 30 minutes or such other duration set by the Commission)*
A workshop presentation, and discussion, of key considerations for setting future electric power rates and charges for City departments and other public entities, including evaluation of fiscal impacts on City departments and the long-term financial sustainability of the Hetch Hetchy Water & Power fund. A proposed schedule of these future electric power rates and charges will be presented to the Commission for consideration and adoption at a public hearing before the close of 2011. (*Rydstrom*)

11. Discussion and possible action to **approve** the plans and specifications, and **award** Water Enterprise, Water System Improvement Program (WSIP) - funded Contract No. WD-2652, Bioregional Habitat Restoration – San Antonio Creek, in the amount of $12,947,400 to the lowest, qualified, responsible and responsive bidder, Gordon N. Ball, Inc., to restore the existing San Antonio Creek, a site on the SFPUC's watershed in Alameda County. The project will provide wetland areas and endangered species habitat as compensation for impacts identified for the WSIP Calaveras Dam Replacement Project (CDRP) and two other possible WSIP projects - San Antonio Backup Pipeline and Seismic Upgrade of BDPL 3&4.. (*Labonte*)

12. Enforcement Program for the California Renewable Energy Resources Act:

Workshop and Discussion

(Discussion will be limited to 30 minutes or such other duration set by the Commission)
A workshop presentation and discussion of the SFPUC's Enforcement Program for SBX1-2 (Simitian) The California Renewable Energy Resources Act. This bill was signed into law this year and establishes renewable portfolio standards for electric utilities. Consistent with the new statute, the SFPUC's Enforcement Program will be brought to the Commission for consideration in its meeting on December 13, 2011. (*Hale*)

CLOSED SESSION

13. Public comments on matters to be discussed in Closed Session.

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

THE PUBLIC UTILITIES COMMISSION WILL GO INTO CLOSED SESSION TO DISCUSS THE FOLLOWING ITEMS:

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

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

16. Conference with Real Property Negotiator – Pursuant to California Government Code Section 54956.8 and San Francisco Administrative Code Section 67.8(a)(2). *(Russell)*

    Property: Mountain View, portion of BDPL 3 and 4, parcels 189, 190, 191 and 19s, located between Whisman Road and Tyrella Avenue.

    Parties Negotiating SFPUC –Russell
    KMJ Urban Communities, LLC

    Under Negotiation: Price and Terms

FOLLOWING THE CLOSED SESSION, THE PUBLIC UTILITIES COMMISSION WILL RECONVENE IN OPEN SESSION.

17. Announcement following Closed Session.

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

19. Other New Business

ADJOURNMENT

San Francisco Water Power Sewer
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PUBLIC NOTICE
POSTED NOVEMBER 4, 2011

Consideration and Possible Adoption of a Program for the Enforcement of Article 16 of the California Public Utilities Code Relating to the California Renewable Energy Resources Act

The San Francisco Public Utilities Commission (SFPUC), the governing board of the publicly owned electric utility operations of the City and County of San Francisco, with this public notice announces that it will consider for adoption an Enforcement Program, consistent with Section 399.30(e) of the Public Utilities Code, at its regular meeting scheduled for December 13, 2011.

The Enforcement Program establishes the Commission's process for ensuring that the SFPUC's obligations under the law are met.

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Michael Housh, Secretary
San Francisco Public Utilities Commission

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