1. Call to Order and Roll Call
Chair Kevin Cheng called the meeting to order at 2:15 p.m.

Present: Kevin Cheng, Howard Ash, Adam Nguyen,
Jamie Querubin and Scott Ungermann arrived at 2:27 p.m.

2. Public Comment: Members of the public may address RFB on matters that
are within the RFB’s jurisdiction and are not on today’s agenda

There were no members of the public.

Public Comment: None

3. Chair’s Report
Chair Cheng welcomed Public Utilities Vice President Ike Kwon to the meeting.
Deputy Chief Financial Officer Charles Perl also acknowledged Vice President
Kwon.

Mr. Perl introduced the Director of Financial Planning Kristina Alagar Cordero, who
replaced Mr. Crispin Hollings. Ms. Cordero is excited to join the SFPUC and happy
to return to her home city of San Francisco. She recently left Moody's Investor as a
credit analyst rating municipalities and private city entities.

To provide context for the afternoon’s presentation, Rates Administrator, Amy
Javelosa-Rio provided updates on the 2018 water and sewer rates study since the
contract was awarded to Carollo Engineers in the summer of 2016.

- Senior management have been engaged on a number of areas of the rates
  study.
- The following policies have been presented to the Board for comment, and
  were approved by the Commission, except for the Rates and Rates Assurance
  Policy which will be presented to the Commission on September 12, 2017.
  o Fund Balance Reserve Policy
  o Debt Service Coverage Policy
  o Capital Financing Policy
  o Rates and Rates Assurance Policy
- The Rates Fairness Board had met five times (including today)

Amy Javelosa-Rio introduced Carollo Engineers Consultant, Jennifer Ivey. Ms.
Ivey provided a short summary of the qualifications of the Carollo Engineers before
proceeding to the Revenue Requirement presentation. Ms. Ivey presented the analyses on the Revenue Requirement for Water and Wastewater Enterprise. She answered questions during the presentation.

The timeline of the study was presented to the Board. Staff will update the timeline to address questions and clarifications from the Board. A revised timeline will be presented at the next meeting.

Public Comment: None

4. Approval of RFB Minutes of May 19, 2017
   Member Ash approved and Member Querubin seconded the minutes.
   Ayes: Cheng, Ash, Querubin, Nguyen and Ungermann
   Member Kao was excused.

Public Comment: None

5. Announcements, Comments, Questions, and Future Agenda Items
   • The data on the Ratepayer Phone Survey will be presented at the next meeting.
   • A presentation of the Affordability Model & Analysis will be presented at the next meeting.
   • Member Ash requested that the Election of Officers move forward until we have a full Board that is present.

Public Comment: None

6. The meeting adjourned at 3:19 p.m.