MEETING MINUTES
Tuesday, January 21, 2014
5:30 p.m. – 7:00 p.m.
525 Golden Gate Ave., 2nd Floor O'Shaughnessy Conference Room

Members:
Wendy Aragon (D1)  Walt Farrell (D7)  Vacant - (M-Reg'l Water Customers)
Suki Kott (D2)  Javierree PruittHill (D8)  Stephen Bjorgan, Chair (M-
Doug Cain (D3)  Art Taylor (D9)  Eng./Financial)
David Pilpel (D4)  Vacant (D10)  Vacant (M-Lg Water User)
Ted Loewenberg (D5)  Jennifer Clary (D11)  Ted Ko (B-Small Business)
Mark Connors (D6)  Avni Jamdar (M-Env. Group)  Alex Lantsberg (B-Env Justice)

M = Mayoral appointment, B = Board President Appointment

Staff Liaison: Ryan Iwata and Jessica Buendia

Members of the public: Fabio Garcia, Tracy Zhu,

ORDER OF BUSINESS

1. Call to order and roll call 5:36

Members present: (12 members present, quorum confirmed) W. Aragon (D1), S.
Kott (D2) D. Cain (D3), D. Pilpel (D4), T. Loewenberg (D5), W. Farrell (D7), J.
PruittHill (D8), A. Taylor (D9), A. Lantsberg (B-Env Justice), J. Clary (D11), A.
Jamdar (M-Env group), T. Ko (B-Small Business), S. Bjorgan, Chair

Members Absent: M. Connors (D6)

Member Lantsberg leaves at 5:50 pm

No public comment.

2. Report from the Chair (Stephen Bjorgan, Chair) (5 minutes) 5:48 pm

• Welcome New and Prospective CAC Members

No public comment.

3. FY 2014-15 and FY 2015-16 Budget Hearings Presentations

Power Enterprise Operating & Capital Budget Presentation (10 minute presentation; 10
minute discussion) – AGM Barbara Hale 5:50 pm- 6:05 pm

The presentation included:
• Power priorities
• 10 year capital plan which totaled 545 million
• Sources of funds
• Retail vs general fund customers
• Expected challenges of 2015
• Options for balancing Capital and Operating budgets
• Issuing debt
• Protecting reserves
• Increasing rates
• Reducing costs
• Developing new revenue sources

Topics of Discussion:
• Cost of damages from the Rim fire
• Prop 218
• The need for sufficient revenue
• Reductions to the energy efficiency and renewable’s budget
• Changes that need to be made following the two year budget

Public comment: none

Water Enterprise Operating & Capital Budget Presentation (10 minute presentation; 10 minute discussion) – AGM Steve Ritchie

The presentation included:
• No significant changes to Water operating budget
• Seven candidate projects totaling 84,940,000 over 10 years
• Mountain Tunnel Rehab/ bypass
• Increasing regulatory load
• WECC/ NERC (North American Electric Reliability Corporation) challenges
• 125 million dollars for 5 WSIP projects
• 36 million for two local water supply projects (SF ground water & Westside Recycled Water)
• Calaveras Dam
• Increased water main renewal pipe replacement from 6-8 miles a year, to 15 miles a year
• Emergency Water Supply system
• Either a drought declaration or voluntary reductions

Topics of Discussion:
• Drought concerns
• Reserves policy
• What’s being done to help consumers realize their amount of savings
• How often the water meters will be updated
• Money left over from the 2002 bond issue
• Percentages of water demand: Residential: 1/3 Wholesale: 2/3

Action items:
Request #013- Member Loewenberg request to see links to join pilot program for website portal to view water usage meters.

Wastewater Enterprise Operating & Capital Budget Presentation (10 minute presentation; 10 minute discussion) – AGM Tommy T. Moala

The presentation included:
• No significant changes in budget
• Utilizing existing staff resources to address new programming
• Dealing with the antiquated equipment and how to address these issues
• Assessing new costs of cleaning the pipes
• WW= below 50 gallons a day
• Urban Watershed management program
• Expanding WWE stormwater incentive programs
• Workforce development needs and opportunities
• Majority of budget going towards General Reserve Debt Service 2013-14

Topics of Discussion:
• Progress towards receiving a state of good repair
• Planned maintenance VS unplanned maintenance
• Rates education presentation and recap

Public comment: none
Action items:
Request #014- W. Aragon request a rates education presentation

Budget presentation and background materials can be found under the Commission agendas: http://www.sfwater.org/index.aspx?page=167

4. Action Item: Citizen Advisory Committee Officer Elections (10 minutes)

Nominations will be heard for:
- Chair
- Vice Chair
- Secretary

Motion was made (D. Cain) and seconded (J. Clary) to nominate Wendy Aragon for Chair.

No public comment.

The motion PASSED by the following vote:
NOES: (0)
ABSENT: (2) M. Connors, A. Lantsberg,

Motion was made (W. Aragon) and seconded (D. Cain) to nominate A. Jamdar for Vice Chair.

No public comment.

The motion PASSED by the following vote:

The motion PASSED by the following vote:
NOES: (0)
ABSENT: (2) M. Connors, A. Lantsberg,

Motion was made (D. Cain) and seconded (W. Farrell) to nominate J. Clary for Secretary

No public comment.

The motion PASSED by the following vote:

The motion PASSED by the following vote:
NOES: (0)
ABSENT: (2) M. Connors, A. Lantsberg,

Member Ko leaves at 6:43 pm

5. Public Comment: members of the public may address the Committee on matters that are within the Committee’s jurisdiction and are not on today’s agenda (2 minutes per speaker)

Tracy Zhu speaks about replacing member Lantsberg as Environmental Justice appointee.

6. Approval of the December 17, 2013 minutes (5 minutes)

Motion was made (S. Bjorgan) to postpone approval of December 17, 2013 meeting minutes.
No opposition

Motion passed, minutes postponed to next full CAC meeting.

7. **Future Agenda Items** *(5 minutes)*
   1. CleanPowerSF- adopting a resolution for them to support it (LAFCO to revisit vote)
   2. Report Card for the CAC + a small orientation- what is it that we are doing here? Goals? How can we improve?
   3. Contractors Assistance Center
   4. Progress on Building Department handouts and resources for the public- presentation in February
   5. Rates education presentation

Motion was made by Chair Bjorgan to postpone future agenda items to next meeting.

None opposed.

Motion passed, Future Agenda Items postponed to next meeting.

8. **Staff Report** *(5 minutes)*

Motion was made by Chair Bjorgan to postpone Staff Report items to next meeting.

None opposed.

Motion passed, Staff Report Items postponed to next meeting.

9. **Announcements/Comments** – The next regularly scheduled meeting for the Full CAC will take place on Tuesday, February 18, 2014

10. **Adjournment**

Motion was made (S. Bjorgan) to adjourn meeting.

Meeting adjourned: 7:05 pm