



San Francisco  
**Water Power Sewer**

Services of the San Francisco Public Utilities Commission

**SAN FRANCISCO PUBLIC UTILITIES COMMISSION**  
City and County of San Francisco

**London Breed**

Acting Mayor  
and  
President of the Board of Supervisors

**Minutes**

**Tuesday, January 9, 2018**

(Approved January 23, 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](http://www.sfwater.org)

Gavel-to-Gavel coverage available at:

[http://sanfrancisco.granicus.com/ViewPublisher.php?view\\_id=22](http://sanfrancisco.granicus.com/ViewPublisher.php?view_id=22)

1. Call to Order

*President Kwon called the meeting to order at 1:34 PM.*

2. Roll Call

*Present: Kwon, Courtney, Vietor and Moran  
Commissioner Caen arrived at 1:48 PM.*

*President Kwon announced there would be no Closed Session.*

3. Approval of the Minutes of December 12, 2017

*On Motion to approve the Minutes of December 12, 2017:  
Ayes: Kwon, Courtney, Vietor and Moran*

*No public comment.*

4. General Public Comment

*None.*

5. Communications

- a) Advance Calendar
- b) Correspondence Log
- c) Contract Advertisement Report
- d) Annual Comprehensive Financial Report
- e) Annual Popular Financial Report
- f) Citizens' Advisory Committee Resolution Adopted November 21, 2017
- g) Consideration of Alternative Productive Uses of Bay Division Pipeline 1 & 2
- h) Water Supply Conditions Update

*No public comment.*

6. Other Commission Business

*Vice President Courtney reported on the start of the 2018 class of the Mario De La Torre Academy at Gleneagles Golf Course (Pre-Apprenticeship Program), noting there are 13 participants in the eight-week program. He indicated an asphalt component has been added and that he is working on a dispatch component which will commence soon. He stated certifications will be provided. He will give the Commission periodic updates.*

*No public comment.*

7. Report of the General Manager

a) CleanPowerSF Update

*Barbara Hale, Assistant General Manager (AGM) Power, provided a CleanPowerSF update: (1) Enrollment: She noted the completion of small enrollment, and stated the program currently serves 80,500 sites. The opt-out rate is maintaining at 3.2%; SuperGreen upgrade is at 4.1%; Next small enrollment (April 2018) will include the 230 on the wait-list (65% of those seeking SuperGreen upgrade); Next large enrollment (citywide) in July; and current efforts to procure supply and financial support. AGM Hale noted*

items that will be brought before the Commission for approval at upcoming meetings. (2) Legislative: Board of Supervisor's Ordinance has been introduced authorizing the SFPUC with limited delegated authority to enter into supply contracts; California CCA preparing for lobbying day in January, with SFPUC's participation. (3) Regulatory: Continuing action on Exit Fee (PCIA), with the annual adjustment delayed until March 1<sup>st</sup>; SFPC will participate in January 16-17 California PUC (CPUC) workshops on general reform of PCIA; Update on CPUC Resolution on Resource Adequacy; and PG&E revisions to Solar Choice and Green Tariff Program.

AGM Hale responded to a question from Commissioner Vietor regarding district (business) enrollment. Commissioner Vietor requested a future presentation include the demographics of the enrollment profile.

AGM Hale responded to a question from Commissioner Moran as to whether PG&E's shifting of customers to time-of-day rates affects the SFPUC.

Commissioner Caen arrived at 1:48 PM.

No public comment.

- b) Report on Recent San Francisco Public Utilities Commission Activities, Events and Announcements

None.

8. Consent Calendar

- a) Approve Amendment No. 2 to Agreement No. CS-203A, Wastewater and Stormwater Technical Services, with CH2M Hill and Avila Associates, Joint Venture, extending the agreement duration by one year, for a total agreement duration of six years and two months, and increasing the agreement amount by \$1,000,000, for a total not-to-exceed agreement amount of \$5,000,000, in order to continue to provide as-needed specialized and technical services for the Wastewater Enterprise; and authorize the General Manager to execute this amendment. ([Resolution 18-0001](#))
- b) Approve increase to the existing contract cost contingency in the amount of \$1,600,000, and increase to the contract duration contingency by 57 consecutive calendar days, for Contract No. HH-983, Cherry Dam Outlet Works Rehabilitation; and authorize the General Manager to approve future modifications to the contract for a total revised contract amount of up to \$7,463,740, and a total revised contract duration of up to 760 consecutive calendar days. ([Resolution 18-0002](#))
- c) Approve increase in the construction contract cost and duration contingencies for Contract No. WD-2770, Cathodic Protection for Transmission Pipelines at Various Locations, Phase 1, in the amount of \$283,000, and with an increase to the existing contract duration contingency of 300 consecutive calendar days; and authorize the General Manager, or his designee, to approve future modifications to the contract for a total

revised contract amount of up to \$2,307,814, and a total duration of up to 564 consecutive calendar days. ([Resolution 18-0003](#))

- d) Approve an increase in the construction contract duration contingency for Contract No. WD-2817, Peninsula Pipeline Seismic Upgrade Phase 3, with Mitchell Engineering, Inc., by 150 consecutive calendar days; and authorize the General Manager or his designee to approve future modifications to the contract for a total revised contract duration of up to 585 consecutive calendar days. ([Resolution 18-0004](#))
- e) Accept work performed by J. Flores Construction, Inc., for Contract No. WW-619, As-Needed Spot Sewer Replacement No. 34, for a total contract amount of \$8,041,675, and with a total contract duration of 429 consecutive calendar days; and authorize final payment to the contractor. ([Resolution 18-0005](#))
- f) Approve the plans and specifications, and award Contract No. WW-657R, Drumm & Jackson Streets Sewer Improvements, in the amount of \$5,240,900, to the lowest, qualified, responsible, and responsive bidder, Anvil Builders Inc., to rehabilitate both the Drumm Street and Jackson Street Box Sewers. ([Resolution 18-0006](#))

*On Motion to approve Consent Calendar:*

*Ayes: Kwon, Courtney, Caen, Vietor and Moran*

*No public comment.*

- 9. Authorize the General Manager to execute a Memorandum of Understanding with the San Francisco Recreation and Parks Department (SFRPD) to establish authorized entry and access to SFRPD properties by SFPUC representatives in order to inspect, install, modify, remove, repair, replace, and test a temporary overhead powerline in McLaren Park. The Project is needed for the redevelopment of the Sunnysdale Housing facilities in San Francisco as part of HOPE SF. This action constitutes the Approval Action for the project for the purposes of the California Environmental Quality Act (CEQA), pursuant to Section 31.04(h) of the San Francisco Administrative Code. ([Resolution 18-0007](#))

*On Motion to approve item 9:*

*Ayes: Kwon, Courtney, Caen, Vietor and Moran*

*No public comment.*

- 10. Approve an increase to the existing contract cost in the amount of \$7,653,800, and an increase to the contract duration by 168 consecutive calendar days for Contract No. DB-128R2, Bay Corridor Transmission and Distribution – Phase 1; and authorize the General Manager to approve future modifications to the contract for a total revised contract amount of up to \$24,466,123, and a total contract duration of up to 672 consecutive calendar days. This action constitutes the Approval Action for the project for the purposes of the CEQA,

pursuant to Section 31.04(h) of the San Francisco Administrative Code.  
([Resolution 18-0008](#))

*On Motion to approve item 10:*

*Ayes: Kwon, Courtney, Caen, Vietor and Moran*

*No public comment.*

11. Approve the selection of Kennedy/Jenks Consultants-AGS Joint Venture (JV) (Kennedy/Jenks-AGS JV), AECOM Technical Services, Inc., and Stantec Consulting Services, Inc., Water Resources Engineering, Inc., (Stantec-WRE JV); and award Agreements Nos. PRO.0076A-C, As-Needed Engineering Design Services, to Kennedy/Jenks-AGS JV (PRO.0076A); AECOM Technical Services, Inc., (PRO.0076B); and Stantec-WRE JV (PRO.0076C), to provide specialized engineering design services on an as-needed basis; and authorize the General Manager to negotiate and execute three professional services agreements, each with an amount not to exceed \$4,000,000, and each with a duration of five years with the selected consultants, or in the event negotiations are not successful or City requirements are not satisfied, to negotiate and execute a professional services agreement with the next highest ranked proposer(s). ([Resolution 18-0009](#))

*On Motion to approve item 11:*

*Ayes: Kwon, Courtney, Caen, Vietor and Moran*

*No public comment.*

*President Kwon restated there would be no Closed Session.*

12. Public Comment on matters to be discussed during Closed Session.
13. Motion on whether to assert the attorney-client privilege regarding the matters listed below as Conference with Legal Counsel.
14. 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 6/30/15.  
Case No.: ER15-702-000/Date Filed: December 23, 2014
15. 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 6/30/15.

Case No.: ER15-703-000/Date Filed December 23, 2014

16. 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 7/1/15

Case No.: ER15-705-000/Date Filed: December 23, 2014

17. 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 7/1/15

Case No.: ER15-704-000/Date Filed: December 23, 2014

18. 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

19. 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

Complaint under Sections 206 and 306 of the Federal Power Act.

Case No.: EL15-3-000/Date Filed: October 9, 2014

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

21. Announcement following Closed Session.

22. Motion regarding whether to disclose the discussions during Closed Session pursuant to S.F. Administrative Code Section 67.12(a).
23. Other New Business  
*None.*
24. Adjournment  
*President Kwon adjourned the meeting at 1:51 PM.*