

From: [Oliveros Reyes, Jennifer](#)
To: [Chan, Connie \(BOS\)](#)
Cc: [Hsieh, Frances \(BOS\)](#); [Yu, Angelina \(BOS\)](#); [Yan, Calvin \(BOS\)](#); [Burke, Robyn \(BOS\)](#); [Spitz, Jeremy \(PUC\)](#); [Halliday, Kylie \(PUC\)](#)
Subject: Background for 7/15 B&F - on File No:260674, Amendment Agreement - Retroactive - City of Brisbane and Guadalupe Valley Municipal Improvement District - Joint Exercise of Powers Agreement for Sewer Service - At No Cost
Attachments: [image001.png](#)

Hello Chair Chan,

I would like to provide you some background on [File No:260674](#), Amendment Agreement - Retroactive - City of Brisbane and Guadalupe Valley Municipal Improvement District - Joint Exercise of Powers Agreement for Sewer Service - At No Cost, which will be heard at the July 15 Budget and Finance Committee hearing. Joel Prather, Assistant General Manager of the Wastewater Enterprise, will present.

Background Summary

The SFPUC has been treating wastewater for the City of Brisbane and the Guadalupe Valley Municipal Improvement District since 1995 under a Joint Exercise of Powers Agreement (JEPA). The agreement covered how wastewater is handled, how rates are calculated, discharge limits, and compliance with state and federal regulations. It was originally a 30-year, nonrenewable contract that expired on July 31, 2025.

Even though the contract expired, all parties have continued operating under the same terms while they work on a new long-term agreement. Negotiations have taken longer than expected for several reasons:

- Significant changes are needed to the way sewer rates are calculated.
- Regulatory requirements have evolved.
- Daly City and Bayshore Sanitary District joined in negotiations because they also send wastewater to San Francisco's system.
- Administrative delays slowed down the process.

Both Brisbane and the District have already approved the extension. The SFPUC Commission has also authorized the General Manager to move forward with the amendment. The amendment retroactively extends the expired agreement through December 31, 2027, or until a new agreement is signed. This ensures:

- Continuity of wastewater treatment services for Brisbane and the District.
- Continued revenue to the SFPUC from those services.
- Avoidance of any legal or operational uncertainty since the original agreement is no longer active.
- Time and stability to complete negotiations on a new, more modern long-term agreement.

Please let me know if you have any questions or if you would like a briefing on this item.

Best,
Jenny

Jennifer Oliveros Reyes (she/her/ella)
Policy & Government Affairs
San Francisco Public Utilities Commission
Cellphone: 628-249-8600
joliverosreyes@sfwater.org

