

File No. 230667

Committee Item No. 22

Board Item No. \_\_\_\_\_

# COMMITTEE/BOARD OF SUPERVISORS

## AGENDA PACKET CONTENTS LIST

Committee: Budget and Appropriations Committee Date June 14, 2023

Board of Supervisors Meeting Date \_\_\_\_\_

### Cmte Board

- Motion
- Resolution
- Ordinance
- Legislative Digest
- Budget and Legislative Analyst Report
- Youth Commission Report
- Introduction Form
- Department/Agency Cover Letter and/or Report
- MOU
- Grant Information Form
- Grant Budget
- Subcontract Budget
- Contract/Agreement
- Form 126 – Ethics Commission
- Award Letter
- Application
- Public Correspondence

### OTHER (Use back side if additional space is needed)

- MYR Budget Submission Letter 6/1/2023
- MYR Trailing Legislation List
- MYR 30-Day Waiver Request
- Presidential Action Memo - 30-Day Waiver 6/5/2023
- PUC Reso No. 23-0038 2/14/2023
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1 [San Francisco Public Utilities Commission Power Revenue Bond and Other Forms of  
2 Indebtedness Issuance - Various Capital Projects Benefitting the Power Enterprise - Not  
3 to Exceed \$41,031,367]

4 **Ordinance authorizing the issuance and sale of tax-exempt or taxable Power**  
5 **Revenue Bonds and other forms of indebtedness (as described below) by the San**  
6 **Francisco Public Utilities Commission (“Commission”) in an aggregate principal**  
7 **amount not to exceed \$41,031,367 to finance the costs of various capital projects**  
8 **benefitting the Power Enterprise under the Charter, including amendments to the**  
9 **Charter enacted by the voters on June 5, 2018 commonly referred to as Proposition**  
10 **A; authorizing the issuance of Power Revenue Refunding Bonds; declaring the**  
11 **Official Intent of the Commission to Reimburse Itself with one or more issues of**  
12 **tax-exempt or taxable bonds or other forms of indebtedness; and ratifying previous**  
13 **actions taken in connection therewith, as defined herein.**

14 NOTE: **Unchanged Code text and uncodified text** are in plain  
15 Arial font. **Additions to Codes** are in *single-underline italics Times*  
16 *New Roman font*. **Deletions to Codes** are in *strikethrough italics*  
17 *Times New Roman font*. **Board amendment additions** are in  
18 double-underlined Arial font. **Board amendment deletions** are in  
~~strikethrough Arial font~~. **Asterisks (\* \* \* \*)** indicate the  
omission of unchanged Code subsections or parts of tables.

19 Be it ordained by the People of the City and County of San Francisco:

20  
21 Section 1. Findings. The Board of Supervisors (“Board”) of the City hereby finds  
22 and declares as follows:

23 A. On June 5, 2018, the voters of the City and County of San Francisco (“City”)  
24 approved Proposition A (“Proposition A”), which among other things, authorized the  
25 Commission to issue revenue bonds, including notes, commercial paper or other forms of

1 indebtedness, when authorized by ordinance approved by a two-thirds vote of the Board  
2 of Supervisors, for the purpose of reconstructing, replacing, expanding, repairing or  
3 improving water facilities, clean water facilities or power facilities or combinations of  
4 water, clean water facilities and power facilities under the jurisdiction of the Commission,  
5 or for any lawful purpose of the water, clean water and power facilities; and

6 B. The Commission adopted the Indenture dated as of May 1, 2015, as further  
7 amended and supplemented from time to time ("Indenture"), between the Commission  
8 and U. S. Bank National Association and in connection therewith, has from time to time  
9 issued power revenue bonds to finance projects benefitting the Power Enterprise; and

10 C. By Resolution 23-0038, adopted by the Commission on February 14, 2023  
11 ("Commission Resolution") the Commission has determined to issue Power Revenue  
12 Bonds ("Power Revenue Bonds") and other forms of indebtedness (including without  
13 limitation state and federal loan programs as described below), as well as interim funding  
14 vehicles such as commercial paper, revolving credit agreements, bond anticipation notes  
15 or other forms of notes, which interim funding vehicles will be issued in advance of being  
16 paid off by either Power Revenue Bonds and other forms of indebtedness (including  
17 without limitation state and federal loan programs) to finance the costs of various capital  
18 projects benefitting the Power Enterprise (the "Capital Improvement Projects" such  
19 projects being more fully described in the Commission Resolution), pursuant to  
20 Proposition A, and has formally requested this Board to authorize the issuance and sale  
21 of Power Revenue Bonds and other forms of indebtedness for such purposes, such  
22 Commission Resolution being on file with the Clerk of the Board in File No. 230667; and

23 D. In order to finance the costs of the Capital Improvement Projects, the Board now  
24 desires to authorize the issuance and sale of Power Revenue Bonds and other forms of  
25 indebtedness, as described above, for such purposes, including obtaining SRF Loans

1 and/or grants from the State Water Resources Control Board, or other loans under other  
2 federal loan programs;

3 E. This Board, on behalf of the Commission, adopts this Ordinance as official  
4 action of the Commission in order to comply with Treasury Regulation §1.150-2 and any  
5 other regulations of the Internal Revenue Service relating to the qualification for  
6 reimbursement of Commission expenditures incurred prior to the date of issue of the  
7 Power Revenue Bonds and other forms of indebtedness (including, without limitation and  
8 for illustrative purposes only, SRF Loans, commercial paper, revolving credit agreements,  
9 and bond anticipation notes).

10 Section 2. Authorization to Issue Power Revenue Bonds and other forms of  
11 indebtedness. The Board hereby authorize the issuance and sale of taxable or tax-  
12 exempt Power Revenue Bonds and other forms of indebtedness (including, without  
13 limitation and for illustrative purposes only, SRF Loans, commercial paper, revolving  
14 credit agreements, and bond anticipation notes) in one or more series from time to time  
15 by the Commission pursuant the Charter, including Proposition A, in an aggregate  
16 principal amount not to exceed \$41,031,367 (inclusive of financing costs), at a maximum  
17 rate or rates of interest of not to exceed twelve percent (12%) per annum to finance a  
18 portion of the costs of the design, acquisition and construction of the Capital Improvement  
19 Projects.

20 Section 3. Authorization to Issue Power Revenue Refunding Bonds; Commercial  
21 Paper Retirement. Notwithstanding Section 2 immediately above, the Board further  
22 authorizes and approves the issuance by the Commission of Power Revenue Refunding  
23 Bonds (“Refunding Bonds”) without limitation as to principal amount, in one or more series  
24 on one or more dates, at a maximum interest rate or rates of interest not to exceed twelve  
25 percent (12%) per annum, provided that each such Refunding Bond issue is permitted

1 under the applicable policies and procedures of the City and authorized by Section 9.109  
2 of the Charter (including related ordinances and resolutions of the Board). The Refunding  
3 Bonds may be issued as taxable or tax-exempt obligations, or any combination thereof.  
4 Refunding Bonds authorized hereunder shall be subject to the further following conditions,  
5 that: (i) three percent (3%) net present value debt service savings or greater is achieved  
6 to ensure ratepayer savings (exclusive of any issuance to refund commercial paper,  
7 revolving credit notes, or bond anticipation notes); (ii) that the maturity of the refunded  
8 bonds is not extended; (iii) this authorization is subject to a 5-year term through June 30,  
9 2028, at which time this Board may consider an extension; (iv) principal payments and  
10 term may be adjusted, where permitted under federal and state tax law, only if and when  
11 the underlying capital asset funded through said refunded bonds has a useful life not in  
12 excess of any limit permitted under federal and state tax law than the refunded term; and  
13 (v) the Commission shall within 30 days of any executed refunding transaction provide a  
14 refunding savings report (“Bond Refunding Savings Report”) prepared by its municipal  
15 advisors (that reflects at least a three percent (3%) net present value debt service  
16 savings) to the Board, together with a copy of the final Official Statement (if any) with  
17 respect to such series of Refunding Bonds, provided that the failure to deliver such Bond  
18 Refunding Savings Report shall in no way affect the validity of any Refunding Bonds.  
19 Notwithstanding the foregoing, the Commission is authorized to issue Refunding Bonds  
20 that do not meet all of the foregoing conditions provided that the Commission makes a  
21 finding, by resolution, that significant non-economic factors exist that justify the waiver of  
22 the three percent (3%) net present value debt service savings test and other conditions  
23 set forth above. Such non-economic factors may include, by way of illustration and not  
24 limitation, eliminating onerous covenants and obsolete provisions contained in the  
25 Commission’s indenture or other security documents, or restructuring a series of bonds in

1 response to then-current market conditions. In furtherance of the purpose of managing  
2 the Commission outstanding indebtedness, the General Manager is hereby authorized  
3 and directed, in consultation the City Attorney, from Available Power Enterprise Revenues  
4 to retire outstanding Power Enterprise Commercial Paper at such times and in such  
5 amounts advantageous to the Commission.

6 Section 4. Declaration of Official Intent. The Board, on behalf of the Commission,  
7 hereby declares the official intent of the Commission to reimburse the Commission with  
8 proceeds of the Power Revenue Bonds or other forms of indebtedness (including SRF  
9 Loans or other federal loans, commercial paper, revolving credit notes, or bond  
10 anticipation notes) for the Expenditures with respect to the Capital Improvement Projects  
11 made on and after a date that is no more than 60 days prior to the adoption of this  
12 Ordinance. The Commission reasonably expects on the date hereof that it will reimburse  
13 the Expenditures with proceeds of the Power Revenue Bonds or other forms of  
14 indebtedness (including, without limitation and for illustrative purposes only, SRF Loans,  
15 commercial paper, revolving credit notes or bond anticipation notes). Each said  
16 Expenditure was and will be either (A) of a type properly chargeable to a capital account  
17 under general federal income tax principles (determined in each case as of the date of the  
18 Expenditure), (B) a cost of issuance with respect to such obligations, (C) a nonrecurring  
19 item that is not customarily payable from current revenues, or (D) a grant to pay a party  
20 that is not related to or an agent of the issuer so long as such grant does not impose any  
21 obligation or condition (directly or indirectly) to repay any amount to or for the benefit of the  
22 Commission. The Commission will make a reimbursement allocation, which is a written  
23 allocation by the Issuer that evidences the Commission's use of proceeds of the Power  
24 Revenue Bonds or other forms of indebtedness to reimburse an Expenditure, no later than  
25 18 months after the later of the date on which the Expenditure is paid or the component of

1 the Capital Improvement Projects is placed in service or abandoned, but in no event more  
2 than three years after the date on which the Expenditure is paid. The Commission  
3 recognizes that exceptions are available for certain “preliminary expenditures,” costs of  
4 issuance, certain de minimis amounts, expenditures by “small issuers” (based on the year  
5 of issuance and not the year of expenditure) and expenditures for construction projects of  
6 at least 5 years.

7 Section 5. General Authority. The Controller, Treasurer, the City Attorney and  
8 other officers of the City and their duly authorized deputies and agents are hereby  
9 authorized and directed, jointly and severally, to take such actions and to execute and  
10 deliver such certificates, agreements, requests or other documents, as they may deem  
11 necessary or desirable to facilitate the issuance, sale and delivery of the Power Revenue  
12 Bonds, Refunding Bonds, to obtain bond insurance or other credit enhancements with  
13 respect to such obligations, to obtain surety, to obtain title and other insurance with  
14 respect to the facilities to be financed, and otherwise to carry out the provisions of this  
15 Ordinance. The Commission is hereby directed to provide the final form to the Clerk of  
16 the Board of any disclosure document prepared in connection with the execution of any  
17 Power Revenue Bonds or Refunding Bonds, and the final executed Installment Sale  
18 Agreement or other document reflecting the incurrence of an SRF Loan or loan under  
19 eligible federal program, within 30 days of the closing of such transactions.

20 Section 6. Ratification of Prior Actions. All actions authorized and directed  
21 by this Ordinance in connection with the issuance of the Power Revenue Bonds or  
22 other forms of indebtedness, Refunding Bonds, and heretofore taken are hereby  
23 ratified, approved and confirmed by this Board.

24 Section 7. File Documents. All documents referred to as on file with the Clerk of  
25 the Board are in File Nos. 230667.

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Section 8.

Effective Date. Pursuant to Charter Section 8B.124, this Ordinance shall take effect thirty (30) days after its adoption.

APPROVED AS TO FORM:  
DAVID CHIU, City Attorney

By: /s/ Mark D. Blake  
Mark D. Blake  
Deputy City Attorney



## **LEGISLATIVE DIGEST**

[San Francisco Public Utilities Commission Power Revenue Bond and Other Forms of Indebtedness Issuance - Various Capital Projects Benefitting the Power Enterprise - Not to Exceed \$41,031,367]

**Ordinance authorizing the issuance and sale of tax-exempt or taxable Power Revenue Bonds and other forms of indebtedness (as described below) by the San Francisco Public Utilities Commission (“Commission”) in an aggregate principal amount not to exceed \$41,031,367 to finance the costs of various capital projects benefitting the Power Enterprise under the Charter, including amendments to the Charter enacted by the voters on June 5, 2018 commonly referred to as Proposition A; authorizing the issuance of Power Revenue Refunding Bonds; declaring the Official Intent of the Commission to Reimburse Itself with one or more issues of tax-exempt or taxable bonds or other forms of indebtedness; and ratifying previous actions taken in connection therewith, as defined herein.**

### Existing Law

This is new law.

### Background Information

On November 5, 2002, the voters of the City and County of San Francisco approved Proposition E (“Proposition E”) which authorized the Commission to issue revenue bonds, including notes, commercial paper or other forms of indebtedness, when authorized by ordinance approved by a two-thirds vote of the Board of Supervisors, for the purpose of reconstructing, replacing, expanding, repairing or improving water facilities or clean water facilities or combinations of water and clean water facilities under the jurisdiction of the Commission.

The proposed Ordinance authorizes the issuance of tax-exempt or taxable Power Revenue Bonds and other forms of indebtedness in an amount not to exceed \$41,031,367. Proceeds of the Power Revenue Bonds will be used to provide funds to pay the costs to finance of projects benefitting the Power Enterprise, as more fully set forth in the staff report accompanying the proposed Ordinance.

The Power Revenue Bonds will be issued under an Indenture dated as of May 1, 2015 (as further amended and supplemented from time to time (“Indenture”), between the Commission and U. S. Bank National Association, as the trustee.

The proposed Ordinance also authorizes the issuance of Refunding Power Revenue Bonds to refund outstanding indebtedness of the Power Enterprise subject to the following conditions,

among others i) three percent (3%) net present value debt service savings or greater is achieved; (ii) the maturity of the refunded bonds is not extended; (iii) the refunding authorization sunsets on June 30, 2028, unless extended by the Commission. Staff is required to provide a savings report within 30 days following the bond sale.

The proposed Ordinance also authorizes the Commission to issue Refunding Bonds for non-economic factors which may include, by way of illustration, eliminating onerous covenants and obsolete provisions contained in the Commission's Indenture or other security documents, or restructuring a series of bonds in response to then-current market conditions.

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# PUBLIC UTILITIES COMMISSION

City and County of San Francisco

RESOLUTION NO. 23-0038

WHEREAS, On December 13, 2022 and January 30, 2023, this Commission heard and considered budget priorities for the department and the San Francisco Public Utilities Commission (SFPUC) General Manager and staff presented the preliminary proposed FY 2023-24 Capital Budget for the Water Enterprise, Wastewater Enterprise, and Hetch Hetchy Water & Power, including the Power Enterprise and CleanPowerSF (“Capital Budget”) including the list of projects, cost estimates, and schedules to the Commission; and

WHEREAS, An overview of the proposed FY 2023-24 Capital Budget for each SFPUC Enterprise is set forth as Attachment A and is on file with the Commission Secretary; and

WHEREAS, As a preliminary step to development of the FY 2023-24 Capital Budget, a baseline review of all existing project appropriations was completed for potential closeout or repurposing to new capital budget needs; and

WHEREAS, The FY 2023-24 Capital Budget submittals went through a quality review to assure the budget addresses the immediate capital improvement needs of each Enterprise and reflects a sound project prioritization process which included a validation of costs and schedule of all proposed projects and an assessment of the ability to deliver the projects within FY 2023-24; and

WHEREAS, The proposed FY 2023-24 Capital Budget must be submitted to, and approved by the Mayor and the Board of Supervisors; and

WHEREAS, The SFPUC General Manager recommends that the Commission request a supplemental appropriation ordinance for the capital expenditures for each of the three Enterprises presented in the proposed FY 2023-24 Capital Budget to timely implement public improvement projects; and

WHEREAS, This action does not constitute a project under the California Environmental Quality Act (CEQA) Guidelines Sections 15060(c) and 15378(b)(4), because adoption of the Capital Budget involves creation of a government funding mechanism or other fiscal activities and does not involve any commitment to any specific project which may result in a potentially significant impact on the environment; and the SFPUC will consider approval of projects to be funded through this Capital Budget only after completing any environmental review required by CEQA, Administrative Code Chapter 31, and Proposition E (approved by the voters in 2002 for Water and Wastewater projects); and

WHEREAS, This Commission has considered the proposed FY 2023-24 Capital Budget for the Water Enterprise, Wastewater Enterprise, and Hetch Hetchy Water and Power, including the Power Enterprise and CleanPowerSF, which totals \$1,601,613,100, as set forth in Attachment A to the February 14, 2023 staff report; now, therefore, be it

RESOLVED, That this Commission hereby adopts the FY 2023-24 SFPUC Capital Budget in the amount of \$1,601,613,100 for the Water Enterprise, the Wastewater Enterprise, and Hetch Hetchy Water and Power, including the Power Enterprise and CleanPowerSF as presented at the public hearings on January 30, 2023 and as set forth in the attached Attachment A, as follows:

<b>FY 2023-24 Capital Budget</b>	<b>Amount</b>	<b>Financing Costs</b>	<b>Total</b>
Wastewater	985,504,159	157,093,243	1,142,597,402
Water	289,992,804	42,285,202	332,278,006
Hetchy Water	85,888,257	11,562,616	97,450,873
Hetchy Power	21,524,894	6,154,705	27,679,599
CleanPowerSF	1,607,220	0	1,607,220
<b>Total</b>	<b>\$1,384,517,334</b>	<b>\$217,095,766</b>	<b>\$1,601,613,100</b>

and be it;

FURTHER RESOLVED, That the SFPUC General Manager is authorized to reallocate funds within an Authority Code as provided in the staff report and Attachment A appended to this Resolution and to make further technical adjustments to these approved amounts as may be necessary, or upon further direction from the Commission, the Mayor, or the Board of Supervisors; and, be it

FURTHER RESOLVED, The General Manager is hereby authorized and directed to submit to the Board of Supervisors proposed ordinances authorizing the issuance of (1) not to exceed \$358,985,453 aggregate principal amount of Water Revenue Bonds and other forms of indebtedness, including commercial paper and State Revolving Fund (SRF) loans, (2) \$1,047,288,286 aggregate principal amount of Wastewater Revenue Bonds and other forms of indebtedness, including commercial paper and SRF loans, under the terms of Proposition E (approved by the voters November 2002), and (3) \$41,031,367 aggregate principal amount of Power Revenue Bonds and other forms of indebtedness, including commercial paper and loans, subject to the terms of Charter Sections 9.107(6) and 9.107(8). The General Manager shall return to this Commission for a subsequent discretionary approval of any disclosure and transaction related documents prepared in connection with the issuance of such Bonds and other forms of indebtedness.

*I hereby certify that the foregoing resolution was adopted by the Public Utilities Commission at its meeting of February 14, 2023.*

  
 Secretary, Public Utilities Commission

# **Attachment A**

## **FY 2023-24 SFPUC Capital Budget**

## Attachment A Wastewater Enterprise

<b>Authority</b>	<b>Funding Source \$</b>	<b>FY 2023-24</b>
	<b>Description of Appropriation or Fund</b>	
19471	Proceeds Sale of Bonds	1,047,288,286
19141	Wastewater Revenue	81,338,116
19141	Wastewater Capacity Fee	13,971,000
	<b>TOTAL - Funding Source</b>	<b>1,142,597,402</b>
<b>Authority</b>	<b>Use of Funds \$</b>	<b>FY 2023-24</b>
	<b>Description of Appropriation or Fund</b>	
<b>SSIP</b>		
19142	Program Management	18,000,000
19142	Biosolids/Digester Project	535,788,474
19142	Treatment Plant Improvements - Southeast	47,996,135
19142	Treatment Plant Improvements - Other	25,443,455
	SSIP - Treatment Facilities Program	<u>609,228,064</u>
19142	Collection System Improvements	83,121,607
	Stormwater Management/Green	
19142	Infrastructure	24,836,303
19142	Flood Resilience/Hydraulic Improvements	43,349,386
	<b>TOTAL - SSIP</b>	<b>778,535,360</b>
<b>Non-SSIP</b>		
19141	Renewal & Replacement-Collection System	89,097,199
19141	Renewal & Replacement-Treatment Facilities	6,211,917
19134	Treasure Island	111,659,683
	<b>TOTAL - Non SSIP</b>	<b>206,968,799</b>
19471	Financing Cost	157,093,243
	<b>TOTAL - Use of Funds</b>	<b>1,142,597,402</b>

## Attachment A Water Enterprise

Authority	Funding Source \$ Description of Appropriation or Fund	FY 2023-24
17731	Proceeds Sale of Bonds	281,901,348
19133	Water Enterprise Revenue	45,579,658
19063	Water Capacity Fee	4,797,000
	<b>TOTAL - Funding Source</b>	<b>332,278,006</b>

Authority	Use Of Funds \$ Description of Appropriation or Fund	FY 2023-24
19056	Regional Water Treatment Program	153,057,848
19058	Water Supply and Storage	4,764,596
19059	Watershed & Land Management	12,158,483
19060	Communications and Monitoring	1,998,767
19061	Buildings & Grounds Regional	9,096,882
19069	Long Term Monitoring & Permit Program	400,000
	<b>Total Regional Water</b>	<b>181,476,576</b>

Local Water	Description of Appropriation or Fund	FY 2023-24
80119	Water Supply Projects	2,336,692
19063	Local Water Conveyance/Distribution	87,789,810
19065	System Monitoring & Control	3,833,442
19066	Local Reservoir & Tank Improvements	10,582,000
19067	Pump Station Improvements	859,859
19112	Automated Meter Reading System	3,114,425
	<b>TOTAL - Local Water</b>	<b>108,516,228</b>

17731	Financing Costs	42,285,202
	<b>TOTAL - Use of Funds</b>	<b>332,278,006</b>

## Attachment A Hetch Hetchy

Authority	Funding Source \$ Description of Appropriation or Fund	FY 2023-24
15366	Proceeds Sale Power Bonds	41,031,367
15366	Proceeds Sale Water Bonds	77,084,105
15405	Hetch Hetchy Revenue Funds	5,015,000
15404	Cap and Trade Revenue	890,000
21284	Low Carbon Fuel Standard	1,110,000
	<b>TOTAL - Funding Source</b>	<b>125,130,472</b>

Authority	Use of Funds \$ Description of Appropriation or Fund	FY 2023-24
15372	Distribution Services Retail - SFO Substation	9,122,894
15377	Streetlights	2,815,000
15400	Small Renewables	1,000,000
15404	Energy Efficiency - General Fund	1,000,000
15383	Power Asset Acquisition	7,587,000
	<b>TOTAL - Power</b>	<b>21,524,894</b>
15363	Water Infrastructure Projects	48,857,770
15365	Joint Water/Power Projects	37,030,487
	<b>TOTAL - Water</b>	<b>85,888,257</b>
15366	Financing Cost Power	6,154,705
15366	Financing Cost Water	11,562,616
	<b>TOTAL - Use of Funds</b>	<b>125,130,472</b>



# Attachment A CleanPowerSF

<b>Authority</b>	<b>Funding Source \$ Description of Appropriation or Fund</b>	<b>FY 2023-24</b>
80233	ITI from CleanPowerSF Funds	759,000
80444	DAC Program	848,220
	<b>TOTAL-Source of Fund</b>	<b>1,607,220</b>

<b>Authority</b>	<b>Use of Funds \$ Description of Appropriation or Fund</b>	<b>FY 2023-24</b>
80233	Local Renewable Energy Program	759,000
80444	DAC Solar Program	848,220
	<b>Total-Uses of Fund</b>	<b>1,607,220</b>

OFFICE OF THE MAYOR  
SAN FRANCISCO



RECEIVED  
LONDON N. BREED  
SAN FRANCISCO MAYOR  
2023 MAY 32 9:05 AM  
PH 2:31  
BY *[Signature]*

To: Angela Calvillo, Clerk of the Board of Supervisors  
From: Anna Duning, Mayor's Budget Director  
Date: June 1, 2023  
Re: Mayor's FY 2023-24 and FY 2024-25 Budget Submission

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Madam Clerk,

In accordance with City and County of San Francisco Charter, Article IX, Section 9.100, the Mayor's Office hereby submits the Mayor's proposed budget by June 1<sup>st</sup>, corresponding legislation, and related materials for Fiscal Year (FY) 2023-24 and FY 2024-25.

In addition to the Mayor's Proposed FY 2023-24 and FY 2024-25 Budget Book, the following items are included in the Mayor's submission:

- The Annual Appropriation Ordinance and Annual Salary Ordinance, along with Administrative Provisions
- The proposed budget for the Office of Community Investment and Infrastructure for FY 2023-24
- The Airport Annual Salary Ordinance Supplemental for FY 2023-24
- The Port of San Francisco Annual Salary Ordinance Supplemental for FY 2023-24 and Annual Appropriation Ordinance Supplemental for FY 2023-24
- The Public Utilities Commission Capital Budget for FY 2023-24 and Annual Appropriation Ordinance Supplemental for FY 2023-24
- 34 separate pieces of trailing legislation (see list attached)
- A Transfer of Function letter detailing the transfer of positions from one City department to another
- An Interim Exception letter
- A letter addressing funding levels for nonprofit corporations or public entities for the coming two fiscal years
- Memo to the Board President requesting for 30-day rule waivers on ordinances

Please note the following:

- Technical adjustments to the June 1 budget are being prepared, but are not submitted with this set of materials.

Sincerely,

*[Signature]*  
Anna Duning  
Mayor's Budget Director

cc: Members of the Board of Supervisors  
Budget & Legislative Analyst's Office  
Controller

RECEIVED  
BOARD OF SUPERVISORS  
SAN FRANCISCO  
2023 JUN - 1 PM 2:34  
BY *[Signature]*

<b>DEPT</b>	<b>Item</b>	<b>Description</b>	<b>Type of Legislation</b>	<b>File #</b>
ADM	Code Amendment	Amending the Administrative Code to eliminate the Annual Joint Fundraising Drive	Ordinance	230648
ADM	Code Amendment	Amending the Administrative and Environment Codes to reduce reporting burdens, so as to update insurance manuals when requested or necessary, instead of on an annual basis, and eliminating some scheduled reports	Ordinance	230647
ADM	Code Amendment	Amending the Administrative Code relating to Technology Commodities and Services Procurements, to eliminate the Tech Marketplace fee	Ordinance	230649
ADM	Continuing Prop J	City Administrator's Office convention facility management services, Real Estate custodial services, and Fleet and Real Estate security services	Resolution	230672
BOS	Continuing Prop J	Board of Supervisors Budget and Legislative Analyst Services for FY 2023-24	Resolution	230672
CON	Access Line Tax (ALT) Tax Rates	Sets Access Line Tax in line with 2023 Consumer Price Index. Revenues assumed in budget.	Ordinance	230676
CON	Neighborhood Beautification Fund	Neighborhood Beautification and Graffiti Clean-Up Fund Option (now known as the Community Challenge Grant Program)	Ordinance	230668
DBI	Department of Building Inspection Fee Changes	Changing the fee structure for DBI fees that are charged for permitting and inspection	Ordinance	230658
DEC	Early Care and Education Commercial Rents Tax Baseline	Amending the baseline funding requirements for early care and education programs to enable the City to use Early Care and Education Commercial Rents Tax revenues for those programs	Ordinance	230661
DEC	Early Care and Education, Commercial Rents Tax Deductions	Amending the Business and Tax Regulations Code relating to the Early Care and Education Commercial Rents Tax Sublessor Deduction	Ordinance	230660
DEM	EMSA Fee Changes	Updating medical services fees due to annual adjustments for the purposes of funding trauma and pediatric centers. Fees also required for certain additional services.	Ordinance	230659

DPH	Patient Rates	Amending the Health Code to set patient rates and rates for other services provided by the Department of Public Health.	Ordinance	230662
DPH	Recurring State Grants	Accept and expend for annual, recurring state grant funds.	Resolution	230677
DPH	Managed Care Rates	Amending the Health Code to set managed care rates provided by the Department of Public Health.	Ordinance	230650
DPH	Public Health Foundation MOU	MOU between DPH and San Francisco Public Health Foundation to establish roles and responsibilities for purposes of fundraising and capital projects	Resolution	230673
DPH	Hospital Foundation MOU	MOU between DPH and San Francisco General Hospital Foundation to establish roles and responsibilities for purposes of fundraising and capital projects	Resolution	230674
DPH	Mobile Crisis Grant	Grant agreement between DPH and Advocates for Human Potential Inc. for anticipated revenue that support behavioral health mobile crisis and non-mobile crisis services	Resolution	230679
DPH	Continuing Prop J	Department of Public Health Security Services	Resolution	230672
DPW	Continuing Prop J	Department of Public Works Security Services for FY 2023-24	Resolution	230672
ECN	Contract Amendment - MidMarket Foundation	Contract amendment to reflect budgeted funding levels for the Mid-Market Foundation - Mid-Market/Tenderloin Community-Based Safety Program	Resolution	230681
ECN	Contract Amendment – San Francisco Tourism Improvement District Management Corporation	Contract amendment to reflect budgeted funding levels for the San Francisco Tourism Improvement District Management Corporation – Downtown Welcome Ambassador Program	Resolution	230680
ECN	Film Commission Fee Changes	Increase of filming fees for the SF Film Commission	Ordinance	230651
HOM	CAAP Legislation	Annual legislation for CAAP housing, required if appropriations for HSH fund exceed \$11.9 million, including expenditure details and explanation of benefits provided	Resolution	230675
HOM	Continuing Prop J	Homelessness and Supportive Housing security services	Resolution	230672

HSA	Continuing Prop J	Human Services Agency Security Services for FY 2023-24	Resolution	230672
HSH/ DPH	Funding Reallocation - Our City, Our Home Homelessness Gross Receipts Tax	Ordinance reallocating approximately \$60,000,000 in unencumbered revenues from the Our City, Our Home Fund to allow the City to use revenues from the Homelessness Gross Receipts Tax to provide services to prevent homelessness.	Ordinance	230657
LIB	Friends of the Library A&E	Annual Accept & Expend legislation for the SFPL's Friends of the Library Fund	Resolution	230678
MOHCD	Continuing Prop J	Mayor's Office of Housing and Community Development security services for undeveloped real property	Resolution	230672
OCII	OCII Interim Budget Resolution	OCII Interim Budget Resolution	Resolution	230670
	Citywide Tax Changes	Gross Receipts Tax Rate Increase Postponement and Credits for Opening City Location	Ordinance (Introduced)	File No. 230155
REG	Continuing Prop J	Department of Elections Envelope Assembly Services for FY 2023-24	Resolution	230672
REG	Ballot Arguments Opt-Out	Legislation for CCSF opt out of arguments on ballots required in AB 1416	Ordinance	230663
SHF	Continuing Prop J	Sheriff's Department County Jails Food Services for FY 2023-24	Resolution	230672
TTX	First Year Free	Continues waiving certain small business first-year permit, license, and business registration fees	Ordinance	230664

OFFICE OF THE MAYOR  
SAN FRANCISCO



LONDON N. BREED  
MAYOR

TO: Aaron Peskin, President of the Board of Supervisors; Angela Calvillo, Clerk of  
the Board of Supervisors  
FROM: Tom Paulino  
RE: 30-day Waiver Request for 7 Ordinances Related to Budget  
DATE: June 2, 2023

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A formal request to waive the 30-day hold on the following 7 ordinances introduced along with the budget on Thursday, June 1, 2023:

- Interim AAO
- Interim ASO
- Proposed AAO
- Proposed ASO
- Airport ASO Supplemental
- Port ASO Supplemental
- PUC Capital Budget and AAO Supplemental

Should you have any questions, please contact Tom Paulino at 415-554-6153.

President, District 3  
BOARD of SUPERVISORS



City Hall  
1 Dr. Carlton B. Goodlett Place, Room 244  
San Francisco, CA 94102-4689  
Tel. No. 554-7450  
Fax No. 554-7454  
TDD/TTY No. 544-6546

**Aaron Peskin**

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**PRESIDENTIAL ACTION**

Date:

To: Angela Calvillo, Clerk of the Board of Supervisors

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Madam Clerk,

Pursuant to Board Rules, I am hereby:

Waiving 30-Day Rule (Board Rule No. 3.23)

File No.

(Primary Sponsor)

Title.

Transferring (Board Rule No 3.3)

File No.

(Primary Sponsor)

Title.

From:

Committee

To:

Committee

Assigning Temporary Committee Appointment (Board Rule No. 3.1)

Supervisor:

Replacing Supervisor:

For:

Meeting

(Date)

(Committee)

Start Time:

End Time:

Temporary Assignment: Partial

Full Meeting

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Aaron Peskin, President  
Board of Supervisors

**Board of Supervisors  
Legislation Introduced**

<b>Legislation Introductions - 6/6/23</b>					
<b>Number</b>	<b>Requests or IA</b>	<b>File No.</b>	<b>Sponsor</b>	<b>File Type</b>	<b>Description</b>
	30-Day	<b>230642</b>	Mayor	O	Proposed Interim Budget and Annual Appropriation Ordinance (AAO)
	30-Day	<b>230643</b>	Mayor	O	Proposed Interim Annual Salary Ordinance (ASO)
	30-Day	<b>230644</b>	Mayor	O	Proposed Budget and Annual Appropriation Ordinance (AAO)
	30-Day	<b>230645</b>	Mayor	O	Proposed Annual Salary Ordinance (ASO)
	30 Day Waiver	<b>230646</b>	Mayor	O	Admin Code - Minimum Compensation Ordinance
	30 Day Waiver	<b>230647</b>	Mayor	O	Admin & Environment Codes - Reducing Reporting Burdens
	30 Day Waiver	<b>230648</b>	Mayor	O	Admin Code - Eliminating Annual Joint Fundraising Drive
	30 Day Waiver	<b>230649</b>	Mayor	O	Admin Code - Technology Commodities and Services Procurements
	30 Day Waiver	<b>230650</b>	Mayor	O	Admin Code - DPH Managed Care Contracts
	30 Day Waiver	<b>230651</b>	Mayor	O	Admin Code - Film Commission Programs
	30-Day	<b>230652</b>	Mayor	O	Appropriation - \$124,020,472 in Proceeds from Revenue Bonds, Hetch Hetchy Revenue, Cap and Trade Allowance - FY 2023-24
	30-Day	<b>230653</b>	Mayor	O	Appropriation - Proceeds from CleanPowerSF Revenue and CPUC Grant Funds for CleanPowerSF Capital Improvements - \$1,607,220 - FY2023-24
	30-Day	<b>230654</b>	Mayor	O	Appropriation - \$332,278,006 in Proceeds from Revenue Bonds, State Loan or Grant Funds, Water Revenues, and Water Capacity Fees - FY2023-24
	30-Day	<b>230655</b>	Mayor	O	Appropriation - Proceeds from Revenue Bonds, State Loans or Grant Funds, Wastewater Revenues, and Wastewater Capacity Fees for Wastewater Capital Improvements - \$1,142,597,402 - FY2023-24
	30-day	<b>230656</b>	Mayor	O	Appropriation - Port Commission - \$501,908 - PUC - \$97,057,341 - FY2023-24
	30 Day Waiver	<b>230657</b>	Mayor	O	Funding Reallocation - Our City, Our Home Homelessness Gross Receipts Tax
	30 Day Waiver	<b>230658</b>	Mayor	O	Building Code - Fees
	30 Day Waiver	<b>230659</b>	Mayor	O	Business & Tax Regulations, Health Codes - Emergency Medical Services Fees
	30 Day Waiver	<b>230660</b>	Mayor	O	Business & Tax Regulations Code - Early Care and Education Commerical Rents Tax Sublessor Deduction
	30 Day Waiver	<b>230661</b>	Mayor	O	Business & Tax Regulations Code - Early Care and Education Commerical Rents Tax Baseline
	30 Day Waiver	<b>230662</b>	Mayor	O	Health Code - Patient Rates for FY 2023-24 and 2024-25
	30 Day Waiver	<b>230663</b>	Mayor	O	Municipal Elections Code - Supporters and Opponents in Ballot Questions for Local Measures
	30 Day Waiver	<b>230664</b>	Mayor	O	Business & Tax Regulations Code - Waiver of Permit, License, and Business Registration Fees for Certain Small Businesses



**Board of Supervisors  
Legislation Introduced**

<b>Legislation Introductions - 6/6/23</b>					
<b>Number</b>	<b>Requests or IA</b>	<b>File No.</b>	<b>Sponsor</b>	<b>File Type</b>	<b>Description</b>
	30-Day	<b>230665</b>	Mayor	O	SFPUC Water Revenue Bond and Other Forms of Indebtedness Issuance - NTE \$358,985,453
	30-Day	<b>230666</b>	Mayor	O	SFPUC Wastewater Revenue Bond Issuance - NTE \$1,047,288,286
	30-Day	<b>230667</b>	Mayor	O	SFPUC Power Revenue Bond and Other Forms of Indebtedness Issuance - NTE \$41,031,367
	30 Day Waiver	<b>230668</b>	Mayor	O	Neighborhood Beautification and Graffiti Clean-Up Fund Tax Designation Ceiling
	30-Day	<b>230669</b>	Mayor	O	Public Employment - Amendment to the Salary Ordinance for the Port Commission and the Airport Commission - FY2023-24

OFFICE OF THE MAYOR  
SAN FRANCISCO



LONDON N. BREED  
MAYOR

TO: Angela Calvillo, Clerk of the Board of Supervisors  
FROM: Tom Paulino, Liaison to the Board of Supervisors  
RE: San Francisco Public Utilities Commission Power Revenue Bond and Other  
Forms of Indebtedness Issuance----Not to Exceed \$41,031,367  
DATE: June 1, 2023

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**Ordinance authorizing the issuance and sale of tax-exempt or taxable Power Revenue Bonds and other forms of indebtedness (as described below) by the San Francisco Public Utilities Commission (“Commission”) in an aggregate principal amount not to exceed \$41,031,367 to finance the costs of various capital projects benefitting the Power Enterprise under the Charter, including amendments to the Charter enacted by the voters on June 5, 2018 commonly referred to as Proposition A; authorizing the issuance of Power Revenue Refunding Bonds; declaring the Official Intent of the Commission to Reimburse Itself with one or more issues of tax-exempt or taxable bonds or other forms of indebtedness; and ratifying previous actions taken in connection therewith.**

Should you have any questions, please contact Tom Paulino at 415-554-6153.