





INTER-OFFICE MEMORANDUM

DATE: October 24, 2014

TO: Commissioner Ann Moller Caen, President

THROUGH: Harlan L. Kelly, Jr. 
General Manager

FROM: Steven R. Ritchie 
Assistant General Manager, Water

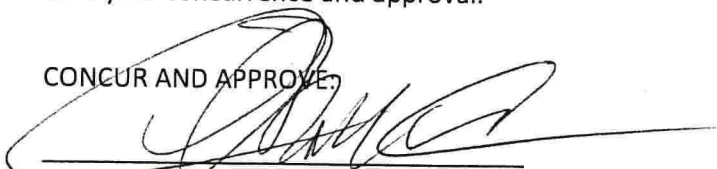
SUBJECT: Update on Declaration of Emergency – 2014 Drought Conditions

California continues to experience one of the most extreme droughts in our history and the Hetch Hetchy system is no exception. In response to the 2014 drought conditions, on February 21, 2014, General Manager Harlan Kelly requested and Commission Vice President Ann Moller Caen approved an emergency declaration regarding the 2014 Drought Conditions and critical repairs and projects needed to extend our precious water supplies. On April 28, 2014, General Manager Harlan Kelly and Commission President Vince Courtney approved an update to the declaration of emergency.

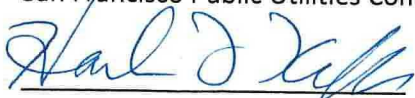
The original emergency declaration was estimated in excess of \$10,000,000 and provided authorization to enable the Water Enterprise to procure construction and professional services for projects that were identified for immediate action including the rehabilitation of the Lower Cherry Aqueduct, pump station and water treatment plant improvements in the Sunol area, and other necessary work to extend our water supplies. The April 28, 2014 updated declaration was necessary to address emergency work associated with the San Antonio Pump Station and Sunol Valley Water Treatment Plant Emergency Improvements¹ and a refined estimate for the Lower Cherry Aqueduct Emergency Rehabilitation Project.

Due to unforeseen delays relating to local, state and federal permitting requirements the cost and schedule associated with the emergency work has increased, thus necessitating the current update. The total cost of the combined projects is now estimated at \$35,000,000. I am therefore updating the declaration of an emergency to reflect these changes – increasing the costs of the work to a total of \$35,000,000. I trust that this meets with your concurrence and approval.

CONCUR AND APPROVE:



Ann Moller Caen – President
San Francisco Public Utilities Commission



¹ The San Antonio and Sunol Improvements represent an acceleration of already planned capital improvements.

Edwin M. Lee
Mayor

Ann Moller Caen
President

Francesca Vietor
Vice President

Vince Courtney
Commissioner

Anson Moran
Commissioner

Harlan L. Kelly, Jr.
General Manager

