

PUBLIC UTILITIES COMMISSION

City and County of San Francisco

RESOLUTION NO. 26-0021

WHEREAS, On September 9, 2025 and January 12, 23, 29 and February 5, 2026, this Commission heard and considered budget priorities for the department and the San Francisco Public Utilities Commission (SFPUC). The General Manager and staff presented the preliminary proposed FY 2024-25 and FY 2025-26 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 2026-27 and FY 2027-28 Capital Budget for each SFPUC Enterprise is set forth as Attachment A and is on file with the Director of Commission Affairs; and

WHEREAS, As a preliminary step to development of the FY 2026-27 and FY 2027-28 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 2026-27 and FY 2027-28 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 the two-year time frame; and

WHEREAS, The proposed FY 2026-27 and FY 2027-28 Capital Budget must be submitted to, and approved by the Mayor and the Board of Supervisors; and

WHEREAS, This action does not constitute a project under the California Environmental Quality Act (CEQA) Guidelines section 15378(b)(4) because it involves the creation of government funding mechanisms or other government fiscal activities, which do not involve any commitment to any specific project that may result in a potentially significant impact on the environment; and

WHEREAS, Approval of projects to be funded through this action would only occur after the necessary environmental review process is completed in conformance with the CEQA and any certification required by Proposition E (approved by the voters in 2002 for water and wastewater projects) and Proposition A (approved by the voters in 2018 for power projects); and

WHEREAS, On August 1, 2024, and June 25, 2025, the Environmental Review Officer issued Certificates of the City and County of San Francisco Planning Department, pursuant to Section 8B.124(b) of the City Charter under Proposition E (November 2002) and Proposition A (June 2018), certifying that the projects to be funded through the sale of Water, Wastewater, and Power Revenue Bonds and/or Other Forms of Indebtedness, including Commercial Paper, either

already comply with the requirements of the CEQA or will undergo CEQA review when they are defined; and

WHEREAS, This Commission has considered the proposed FY 2026-27 and FY 2027-28 Capital Budget for the Water Enterprise, Wastewater Enterprise, and Hetch Hetchy Water and Power, including the Power Enterprise and CleanPowerSF, which totals \$1,163,787,041 for FY 2026-27 and \$1,316,552,550 for FY 2027-28, as set forth in Attachment A to the February 10, 2026, staff report; now, therefore, be it,

RESOLVED, That this Commission hereby adopts the FY 2026-27 and FY 2027-28 SFPUC Capital Budget in the amount of \$1,163,787,041 for FY 2026-27 and \$1,316,552,550 for FY 2027-28 and 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 12, 23, 29 and February 5, 2026 and as set forth in the attached Attachment A, as follows:

FY 2026-27 Capital Budget	Amount	Financing Costs	Total
Wastewater	527,567,324	65,731,701	593,299,025
Water	311,187,010	35,723,054	346,910,064
Hetchy Water	160,684,133	10,024,599	170,708,732
Hetchy Power	51,426,203	1,370,089	52,796,292
CleanPowerSF	72,928	0	72,928
Total	\$1,050,937,598	\$112,849,443	\$1,163,787,041

FY 2027-28 Capital Budget	Amount	Financing Costs	Total
Wastewater	670,517,999	86,320,856	756,838,855
Water	266,102,460	29,214,911	295,317,371
Hetchy Water	207,717,517	9,302,064	217,019,581
Hetchy Power	42,865,942	4,370,089	47,236,031
CleanPowerSF	140,712	0	140,712
Total	\$1,187,344,630	\$129,207,920	\$1,316,552,550

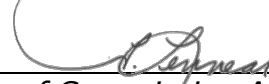
And, be it;

FURTHER RESOLVED, That the 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 appropriate, 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) \$551,871,916 aggregate principal amount of Water Revenue Bonds and other forms of indebtedness, including commercial paper and State Revolving Fund (SRF) loans,

(2) \$1,165,736,266 aggregate principal amount of Wastewater Revenue Bonds and other forms of indebtedness, including commercial paper and SRF loans, and (3) \$138,164,938 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 San Francisco Public Utilities Commission at its meeting of February 10, 2026.



*Director of Commission Affairs
San Francisco Public Utilities Commission*