

CITY AND COUNTY OF SAN FRANCISCO

PUBLIC UTILITIES COMMISSION CAPITAL PROJECTS BUDGET AND SUPPLEMENTAL APPROPRIATION ORDINANCE

AS OF MAY 1, 2026



File No. _____

Ordinance No. _____

FISCAL YEAR ENDING JUNE 30, 2027 and
FISCAL YEAR ENDING JUNE 30, 2028

FILE NO. _____ ORDINANCE NO. _____

**AN ORDINANCE APPROPRIATING ALL ESTIMATED CAPITAL PROJECT RECEIPTS
AND ALL ESTIMATED CAPITAL PROJECTS EXPENDITURES FOR THE
PUBLIC UTILITIES COMMISSION**

FOR THE FISCAL YEAR ENDING JUNE 30, 2027

and

THE FISCAL YEAR ENDING JUNE 30, 2028

BE IT ORDAINED BY THE PEOPLE OF THE CITY AND COUNTY OF SAN FRANCISCO

SECTION 1. The amounts of estimated receipts, income, prior-year fund balance, prior-year reserves, de-appropriations, and revenue enumerated herein are hereby appropriated to the funds and departments indicated in this ordinance for the purpose of meeting appropriations herein provided.

SECTION 2. The amounts of proposed expenditures are hereby appropriated to the funds and departments as enumerated herein. Each department for which an expenditure appropriation is herein made is hereby authorized to use, in the manner provided by the law, the amounts so appropriated for the purposes specified in this appropriation ordinance.

SECTION 3. The Controller is authorized to record transfers between funds and adjust the accounting treatment of sources and uses appropriated in this ordinance as necessary to conform to Generally Accepted Accounting Principles and other laws.

SECTION 4. Of the appropriated amount enumerated herein, \$1,772,796 in fiscal year 2026-27 and \$2,083,758 in fiscal year 2027-28 representing 0.2% of the expenditure budget net of bond financing and audit costs, shall be allocated to support the Controller's Audit Fund, pursuant to Charter Appendix F1.113. These appropriations may be decreased by the Controller based on changes to expenditure appropriations or actual gross bond proceeds to conform to the applicable Charter and Administrative Code formulas.

SECTION 5. \$875,731,280 in fiscal year 2026-27 and \$998,678,841 in fiscal year 2027-28 of the total appropriation in the respective fiscal year, is hereby placed on Controller's Appropriation Reserve, as set forth below. Release of appropriation reserves by the Controller is subject to the Controller's certification of funds availability, including proceeds of any Financing, and for construction related expenditures for these projects, as applicable, is also subject to the prior occurrence of the SFPUC's and the Board of Supervisors' discretionary adoption of California Environmental Quality Act (CEQA) Findings for projects, following review and consideration of completed project related environmental analysis, where required.

SECTION 6. Associated bond financing costs up to \$113,573,666 in fiscal year 2026-27 and \$128,672,194 in fiscal year 2027-28 are also hereby appropriated, including but not limited to, issuance costs, debt service reserve, capitalized interest, rating agency, and disclosure costs, all on Controller's Reserve pending receipt of bond proceeds. To the extent that net available

bond proceeds after financing costs are more than budgeted, the SFPUC may use such surplus bond proceeds as a substitute for other sources budgeted in this ordinance.

Department: PUC Public Utilities Commission

	2026-27 Proposed Budget	2027-28 Proposed Budget	2027-28 Change From 2026-27
<u>Uses Summary</u>			
Capital Outlay	1,028,860,022	1,169,685,420	140,825,398
Carry-Forward Budgets Only	(4,000,000)		4,000,000
Debt Service	113,573,666	128,672,194	15,098,528
Services Of Other Depts	1,772,795	2,083,759	310,964
Total Uses by Chart of Accounts	1,140,206,483	1,300,441,373	160,234,890

<u>Sources Summary</u>			
Other Revenues	15,399,023	6,880,888	(8,518,135)
IntraFund Transfers In	216,553,930	258,869,106	42,315,176
Transfers In	32,522,250	36,012,538	3,490,288
Other Financing Sources	875,731,280	998,678,841	122,947,561
General Fund Support			
Total Sources by Chart of Accounts	1,140,206,483	1,300,441,373	160,234,890

<u>Fund Summary</u>			
CleanPowerSF	72,928	140,712	67,784
Hetch Hetchy Water and Power	119,303,908	195,192,456	75,888,548
San Francisco Water Enterprise	431,265,145	348,086,919	(83,178,226)
San Francisco Wastewater Ent	589,564,502	757,021,286	167,456,784
Total Uses by Funds	1,140,206,483	1,300,441,373	160,234,890

<u>Division Summary</u>			
HHP CleanPowerSF	72,928	140,712	67,784
WWE Wastewater Enterprise	589,564,502	757,021,286	167,456,784
HHP Hetch Hetchy Water & Power	210,506,338	248,231,645	37,725,307
PUB Public Utilities Bureaus	(645,918)		645,918
WTR Water Enterprise	340,708,633	295,047,730	(45,660,903)
Total Uses by Division	1,140,206,483	1,300,441,373	160,234,890

Reserved Appropriations

Controller Reserves

10002780	Drainage Basin/Early Implement Mayor Lurie	3,907,957	24,883,079	4 of 10
----------	---	-----------	------------	---------

Department: PUC Public Utilities Commission

		2026-27 Proposed Budget	2027-28 Proposed Budget	2027-28 Change From 2026-27
10014065	Hetchy Water - Water Only	38,595,787	3,100,559	
10014073	Hetchy Water - Power Infrastru	19,897,569	49,501,020	
10014093	Hetchy Water - Joint Projects	17,570,634	18,123,076	
10014121	Hetchy Water/Power Bonds	13,701,983	15,113,290	
10014228	Redevelopment Projects	6,133,925		
10015791	Collection System Improvements	4,553,064	11,530,124	
10015795	Biosolids/Digester Project Bud	36,889,474	53,313,321	
10015801	Flood Resilience/Hydraulic Imp	91,153,258	194,684,812	
10015813	Treatment Plant Improvements	59,169,876	106,118,781	
10026501	Water Bond/Commercial Paper Ex	35,591,447	28,945,270	
10026508	Bond/Commercial Paper Expense	65,731,700	86,320,856	
10026823	Treatment Plant Improvements-S	169,238,479	108,524,506	
10031235	WW Wwe Rnr Collection System	57,509,229	59,445,700	
10031247	WW Wwe Rnr Treatment Facilitie	15,790,000	16,972,050	
10039723	Spear Street Substation		13,898,711	
10040989	Reg Water Facilities and Infra	99,664,088	100,134,580	
10040990	Watersheds & Right of Way	2,010,000	1,610,000	
10040992	Loc Water Facilities and Infra	135,622,810	82,806,146	
10040993	Local Water Recourses (WRD)		8,417,746	
10043304	Carbon Free Steam		1,235,214	
10043305	Large Load Substation 1	3,000,000	14,000,000	
Controller Reserves: Total		875,731,280	998,678,841	

Uses of Funds Detail Appropriation

Fund Code	Fund Title	Code	Title	2026-27 Proposed Budget	2027-28 Proposed Budget	2027-28 Change From 2026-27
Continuing Projects - Authority Control						
20530	WWE CPF Capacity Fee Prog	19141	WW Wwe Repair And Replacement	3,718,772	3,830,335	111,563
20530 Total				3,718,772	3,830,335	111,563
20550	WWE CPF Repair & Replace	19139	WW Facilities & Infrastructure	(2,309,343)	3,477,162	5,786,505
		19141	WW Wwe Repair And Replacement	70,455,482	71,960,528	1,505,046

Department: PUC Public Utilities Commission

Fund Code	Fund Title	Code	Title	2026-27 Proposed Budget	2027-28 Proposed Budget	2027-28 Change From 2026-27
Continuing Projects - Authority Control						
		19142	WW Sewer System Improvement Pr	13,756,554	15,960,032	2,203,478
		19471	WW Bond-commercial Paper Expen			
20550 Total				81,902,693	91,397,722	9,495,029
20725	WWE SSIP 2025 Bond Fund	19142	WW Sewer System Improvement Pr			
		19471	WW Bond-commercial Paper Expen			
20725 Total				0	0	0
20726	WWE NON-SSIP 2025 Bond Fund	19134	WW Treasure Island Capital Imp			
		19139	WW Facilities & Infrastructure			
		19141	WW Wwe Repair And Replacement			
		19471	WW Bond-commercial Paper Expen			
20726 Total				0	0	0
20731	WWE SSIP 2027 Bond Fund	19142	WW Sewer System Improvement Pr	364,912,108	499,054,623	134,142,515
		19471	WW Bond-commercial Paper Expen	54,736,816	74,858,193	20,121,377
20731 Total				419,648,924	573,912,816	154,263,892
20732	WWE NON-SSIP 2027 Bond Fund	19141	WW Wwe Repair And Replacement	73,299,229	76,417,750	3,118,521
		19471	WW Bond-commercial Paper Expen	10,994,884	11,462,663	467,779
20732 Total				84,294,113	87,880,413	3,586,300
24761	CleanPowerSF Cap Revenue Fund	80233	CleanPowerSF Capital	72,928	140,712	67,784
24761 Total				72,928	140,712	67,784
24990	HHWP ContinuingAuthorityCtrl	15364	UH Hetchy Water - Power Infrs	20,268,655	42,583,728	22,315,073
		15365	UH Hetchy Water - Joint Projec	24,314,091	40,931,492	16,617,401
		15371	UH Alice Griffith-candlestick	(6,993,105)		6,993,105
		15377	UH Streetlight Replacement	4,424,000	625,092	(3,798,908)
		15383	UH Alternative Transmission Pr	10,955,000	8,004,000	(2,951,000)
		15394	UH Transbay Transit Center	(797,730)		797,730
		15400	UH Renewable-generation - Smal	1,000,000	1,000,000	
		15404	UH Hetchy Cap And Trade Allowa	6,000,000	1,000,000	(5,000,000)
		80427	Distribution Services Retail	19,913,279	3,102,925	(16,810,354)
24990 Total				79,084,190	97,247,237	18,163,047
25338	HHP 2025 Bond Fund	15364	UH Hetchy Water - Power Infrs			

Department: PUC Public Utilities Commission

Fund Code	Fund Title	Code	Title	2026-27 Proposed Budget	2027-28 Proposed Budget	2027-28 Change From 2026-27
Continuing Projects - Authority Control						
		15365	UH Hetchy Water - Joint Projec			
		15366	UH Hetchy Water-power Bonds			
		80427	Distribution Services Retail			
25338 Total				0	0	0
25339	HHP 2027 Bond Fund	15364	UH Hetchy Water - Power Infrs	19,897,569	49,501,020	29,603,451
		15365	UH Hetchy Water - Joint Projec	5,942,174	6,534,811	592,637
		15366	UH Hetchy Water-power Bonds	5,246,050	12,775,463	7,529,413
		80427	Distribution Services Retail	9,133,925	29,133,925	20,000,000
25339 Total				40,219,718	97,945,219	57,725,501
25960	WTR ContinuingAuthorityCtrl	80529	UW Loc Water Fac and Infra	34,675,320	27,866,421	(6,808,899)
		80530	UW Local Water Resources (WRD)	8,648,368	12,297,993	3,649,625
25960 Total				43,323,688	40,164,414	(3,159,274)
26231	WTR/HHW ContinuingAuthorityCtr	15363	UH Hetchy Water - Water Only	19,524,737	8,923,552	(10,601,185)
		15365	UH Hetchy Water - Joint Projec	12,997,513	27,088,986	14,091,473
26231 Total				32,522,250	36,012,538	3,490,288
26423	WTR Regional 2025 Bond Fund	17731	UB Non Wsip Water Bond-cp Expe			
		80526	UW Reg Water Facilities and In			
26423 Total				0	0	0
26424	WTR Local 2025 Bond Fund	17731	UB Non Wsip Water Bond-cp Expe			
		80529	UW Loc Water Fac and Infra			
26424 Total				0	0	0
26432	WTR Regional 2027 Bond Fund	17731	UB Non Wsip Water Bond-cp Expe	15,248,026	15,261,687	13,661
		80526	UW Reg Water Facilities and In	99,664,088	100,134,580	470,492
		80528	UW Reg Alternative Water Suppl	2,010,000	1,610,000	(400,000)
26432 Total				116,922,114	117,006,267	84,153
26433	WTR Local 2027 Bond Fund	17731	UB Non Wsip Water Bond-cp Expe	20,343,421	13,683,583	(6,659,838)
		80529	UW Loc Water Fac and Infra	135,622,810	82,806,146	(52,816,664)
		80530	UW Local Water Resources (WRD)		8,417,746	8,417,746
26433 Total				155,966,231	104,907,475	(51,058,756)
26434	HHW 2027 Bond Fund	15363	UH Hetchy Water - Water Only	38,595,787	3,100,559	(35,495,228)

Department: PUC Public Utilities Commission

Fund Code	Fund Title	Code	Title		2026-27 Proposed Budget		2027-28 Proposed Budget	2027-28 Change From 2026-27
Continuing Projects - Authority Control								
		15365	UH Hetchy Water - Joint Projec		11,628,460		11,588,265	(40,195)
		15366	UH Hetchy Water-power Bonds		8,455,933		2,337,827	(6,118,106)
26434 Total					58,680,180		17,026,651	(41,653,529)
26510	WTR CPF Capacity Fee Prog	80529	UW Loc Water Fac and Infra		1,468,887		1,527,643	58,756
26510 Total					1,468,887		1,527,643	58,756
26570	WTR CPF Other Fund	19058	UW Water Supply & Storage		(659,551)			659,551
		80526	UW Reg Water Facilities and In		659,551			(659,551)
26570 Total					0		0	0
26600	WTR CPF Wholesale Customer	19058	UW Water Supply & Storage		(2,579,189)			2,579,189
		80526	UW Reg Water Facilities and In		2,579,189			(2,579,189)
26600 Total					0		0	0
26603	WTR CPF Regional Revenue Fund	19058	UW Water Supply & Storage		(3,477,002)			3,477,002
		80526	UW Reg Water Facilities and In		12,268,841		17,578,235	5,309,394
		80527	UW Watersheds and Right of Way		13,589,956		13,863,696	273,740
		80528	UW Reg Alternative Water Suppl					
26603 Total					22,381,795		31,441,931	9,060,136
26680	WTR CPF 2025 HHW	15363	UH Hetchy Water - Water Only					
		15365	UH Hetchy Water - Joint Projec					
		15366	UH Hetchy Water-power Bonds					
26680 Total					0		0	0
Continuing Projects - Authority Control Total					1,140,206,483		1,300,441,373	160,234,890
Total Uses of Funds					1,140,206,483		1,300,441,373	160,234,890

CAPITAL SUPPLEMENTAL APPROPRIATION RESERVES

Department Reserve Description	FY 2026-27	FY 2027-28	Releasing Authority	Reserve Reason/ Follow up Action Required
PUBLIC UTILITIES COMMISSION DISTRIBUTION SERVICES RETAIL	\$ 9,133,925	\$ 15,235,214	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION GRID CONNECTIONS	\$ -	\$ 13,898,711	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION LOCAL WATER RES (WRD)- BUDGET	\$ -	\$ 8,417,746	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION LOC WATER FAC AND INFRA- BUDGET	\$ 135,622,810	\$ 82,806,146	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION REG ALT WTR SUPPLIES-BUDGET	\$ 2,010,000	\$ 1,610,000	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION REG WATER FAC & INFRA- BUDGET	\$ 99,664,088	\$ 100,134,580	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION UB NON WSIP WATER BOND-CP EXPE	\$ 35,591,447	\$ 28,945,270	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION UH HETCHY WATER - JOINT PROJEC	\$ 17,570,634	\$ 18,123,076	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION UH HETCHY WATER-POWER BONDS	\$ 13,701,983	\$ 15,113,290	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION UH HETCHY WATER - POWER INFRAS	\$ 19,897,569	\$ 49,501,020	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION UH HETCHY WATER - WATER ONLY	\$ 38,595,787	\$ 3,100,559	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW BOND-COMMERCIAL PAPER EXPEN	\$ 65,731,700	\$ 86,320,856	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW COLLECTION SYSTEM IMPROVEME	\$ 4,553,064	\$ 11,530,124	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW FLOOD RESILIENCE- HYDRAULIC	\$ 91,153,258	\$ 194,684,812	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW SSIP BIOSOLIDS-DIGESTER PRO	\$ 36,889,474	\$ 53,313,321	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW STORMWATER MANAGEMENT	\$ 3,907,957	\$ 24,883,079	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW TREATMENT PLANT IMPROVEMENT	\$ 228,408,355	\$ 214,643,287	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW WWE RNR COLLECTION SYSTEM	\$ 57,509,229	\$ 59,445,700	CONTROLLER	Pending Receipt of Revenue
PUBLIC UTILITIES COMMISSION WW WWE RNR TREATMENT FACILITIE	\$ 15,790,000	\$ 16,972,050	CONTROLLER	Pending Receipt of Revenue
Grand Total	\$ 875,731,280	\$ 998,678,841		

APPROVED AS TO FORM:
DAVID CHIU, City Attorney

FUNDS AVAILABLE:
GREG WAGNER, Controller

By: /s/ Bradley Russi
BRADLEY RUSSI
Deputy City Attorney

By: /s/ Greg Wagner
GREG WAGNER
Controller