

# PUBLIC UTILITIES COMMISSION

City and County of San Francisco

RESOLUTION NO. 24-0031

WHEREAS, On September 26, 2023 and January 22, 26, 29 and February 2, 2024, 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 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 2024-25 and FY 2025-26 Capital Budget for each SFPUC Enterprise is set forth as Attachment A and is on file with the Commission Secretary; and

WHEREAS, The proposed FY 2024-25 and FY 2025-26 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 adoption of the Capital Budget involves creation of a government funding mechanism or other fiscal activities and does not involve any commitment to a specific project which may result in a potentially significant impact on the environment; and

WHEREAS, The SFPUC will consider approval of projects to be funded through this Capital Budget only after completion of any environmental review required by CEQA and Administrative Code Chapter 31 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, This Commission has considered the proposed FY 2024-25 and FY 2025-26 Capital Budget for the Water Enterprise, Wastewater Enterprise, and Hetch Hetchy Water and Power, including the Power Enterprise and CleanPowerSF, which totals \$1,784,912,774 for FY 2024-25 and \$1,792,439,721 for FY 2025-26, as set forth in Attachment A to the February 13, 2024, staff report; now, therefore, be it

RESOLVED, That this Commission hereby adopts the FY 2024-25 and FY 2025-26 SFPUC Capital Budget in the amount of \$1,784,912,774 for FY 2024-25 and \$1,792,439,721 for FY 2025-26 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 29, 2024 and as set forth in the attached Attachment A, as follows:

<b>FY 2024-25 Capital Budget</b>	<b>Amount</b>	<b>Financing Costs</b>	<b>Total</b>
Wastewater	\$892,521,033	\$136,726,319	\$1,029,247,352
Water	456,053,637	61,964,962	518,018,599
Hetchy Water	152,774,787	26,351,105	179,125,892
Hetchy Power	52,035,690	5,902,981	57,938,671
CleanPowerSF	582,260	0	582,260
<b>Total</b>	<b>\$1,553,967,407</b>	<b>\$230,945,367</b>	<b>\$1,784,912,774</b>

<b>FY 2025-26 Capital Budget</b>	<b>Amount</b>	<b>Financing Costs</b>	<b>Total</b>
Wastewater	\$822,912,008	\$120,624,344	\$943,536,352
Water	477,182,370	64,895,259	542,077,629
Hetchy Water	180,765,665	30,351,763	211,117,428
Hetchy Power	85,482,971	9,708,911	95,191,882
CleanPowerSF	516,430	0	516,430
<b>Total</b>	<b>\$1,554,459,622</b>	<b>\$225,580,277</b>	<b>\$1,792,439,721</b>

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 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 \$1,035,007,350 aggregate principal amount of Water Revenue Bonds and other forms of indebtedness, including commercial paper and State Revolving Fund (SRF) loans, (2) \$1,715,671,086 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) \$292,825,860 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 13, 2024.*

  
 Klonna Hood  
 Secretary, Public Utilities Commission

# **Attachment A**

## **Two Year SFPUC Capital Budget FY 2024-25 and FY 2025-26**

## Attachment A Wastewater Enterprise

### Funding Source

Authority	Description of Appropriation or Fund	FY 2024-25	FY 2025-26
19471	Proceeds Sale of Bonds	911,508,795	804,162,291
19141	Wastewater Revenue	112,415,407	133,891,216
19141	Wastewater Capacity Fee	5,323,150	5,482,845
	TOTAL - Funding Source	1,029,247,352	943,536,352

### Use of Funds

Authority	Description of Appropriation or Fund	FY 2024-25	FY 2025-26
SSIP			
19142	Program Management	16,000,000	12,996,970
19142	Biosolids/Digester Project	378,512,525	188,532,739
19142	Treatment Plant Improvements - Southeast	83,860,148	113,581,087
19142	Treatment Plant Improvements - Other	54,491,438	57,913,311
19142	Collection System Improvements Stormwater Management/Green	15,587,483	44,773,049
19142	Infrastructure	7,677,412	17,951,320
19142	Flood Resilience/Hydraulic Improvements	82,267,176	158,669,505
	TOTAL - SSIP	638,396,182	594,417,981

### Non-SSIP

19141	Renewal & Replacement-Collection System	128,538,826	142,124,003
19141	Renewal & Replacement-Treatment Facilities	24,000,000	25,000,000
19134	Treasure Island	36,624,859	4,272,611
19139	Wastewater Facilities and Infrastructure	64,961,166	57,097,413
	TOTAL - Non SSIP	254,124,851	228,494,027

19471	Financing Cost	136,726,319	120,624,344
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	TOTAL - Use of Funds	1,029,247,352	943,536,352
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## Attachment A Water Enterprise

### Funding Source

Authority	Description of Appropriation or Fund	FY 2024-25	FY 2025-26
17731	Proceeds Sale of Bonds	413,099,747	432,635,062
19133	Water Enterprise Revenue	99,977,942	104,353,430
19063	Water Capacity Fee	4,940,910	5,089,137
	TOTAL - Funding Source	518,018,599	542,077,629

### Use Of Funds

Authority	Description of Appropriation or Fund	FY 2024-25	FY 2025-26
80526	Reg Water Facilities and Infra	203,597,839	122,663,166
80527	Watersheds & Right of Way	8,870,044	9,694,978
80528	Reg Alternative Water Supplies	6,240,441	7,449,609
	Total Regional Water	218,708,324	139,807,753
	Local Water		
80529	Local Water Facilities and Infra	227,398,679	319,859,530
80530	Local Water Recourses (WRD)	9,946,634	17,515,087
	TOTAL - Local Water	237,345,313	337,374,617
17731	Financing Costs	61,964,962	64,895,259
	TOTAL - Use of Funds	518,018,599	542,077,629

## Attachment A Hetch Hetchy

<b>Funding Source</b>		<b>FY 2024-25</b>	<b>FY 2025-26</b>
<b>Authority</b>	<b>Description of Appropriation or Fund</b>		
15366	Proceeds Sale Power Bonds	115,630,709	177,195,151
15366	Proceeds Sale Water Bonds	99,396,533	89,876,008
15405	Hetch Hetchy Revenue Funds (Power/Water)	20,222,482	37,238,254
15404	Cap and Trade Revenue	1,006,901	1,151,119
21284	Low Carbon Fuel Standard	807,938	848,778
	<b>TOTAL - Funding Source</b>	<b>237,064,563</b>	<b>306,309,310</b>

<b>Use of Funds</b>		<b>FY 2024-25</b>	<b>FY 2025-26</b>
<b>Authority</b>	<b>Description of Appropriation or Fund</b>		
15363	Water Infrastructure Projects	56,049,054	57,052,901
15364	Power Infrastructure Projects	25,730,244	61,113,838
15365	Joint Water/Power Projects	70,995,489	62,598,926
	<b>TOTAL - Water</b>	<b>152,774,787</b>	<b>180,765,665</b>
80427	Distribution Services Retail	30,100,000	54,739,676
80427	ITS Capital Projects	74,690	71,295
80427	Distribution Services Retail - Treasure Island	638,000	10,362,000
80427	Distribution Services Retail - Grid Connections	8,050,000	8,350,000
15377	Streetlights	3,615,000	3,615,000
15400	Small Renewables	1,000,000	1,000,000
15404	Energy Efficiency - General Fund	1,000,000	1,000,000
15383	Power Asset Acquisition	7,558,000	6,345,000
	<b>TOTAL - Power</b>	<b>52,035,690</b>	<b>85,482,971</b>
15366	Financing Cost Power	17,344,606	26,579,273
15366	Financing Cost Water	14,909,480	13,481,401
	<b>Total Financing Costs</b>	<b>32,254,086</b>	<b>40,060,674</b>
	<b>TOTAL - Use of Funds</b>	<b>237,064,563</b>	<b>306,309,310</b>

## Attachment A CleanPowerSF

### Funding Source

Authority	Description of Appropriation or Fund	FY 2024-25	FY 2024-25
80233	ITI from Cleanpower Funds	582,260	516,430
	TOTAL-Source of Fund	582,260	516,430

### Use of Funds

Authority	Description of Appropriation or Fund	FY 2024-25	FY 2024-25
80233	Local Renewable Energy Program	582,260	516,430
	Total-Uses of Fund	582,260	516,430