

File No. 110554

Committee Item No. 2

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

## COMMITTEE/BOARD OF SUPERVISORS

### AGENDA PACKET CONTENTS LIST

Committee: Budget and Finance FULL-Committee Date: May 19, 2011

Board of Supervisors Meeting

Date \_\_\_\_\_

#### Cmte Board

- |                                     |                          |  |
|-------------------------------------|--------------------------|--|
| <input type="checkbox"/>            | <input type="checkbox"/> | Motion                                       |
| <input type="checkbox"/>            | <input type="checkbox"/> | Resolution                                   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Ordinance                                    |
| <input type="checkbox"/>            | <input type="checkbox"/> | Legislative Digest                           |
| <input type="checkbox"/>            | <input type="checkbox"/> | Budget and Legislative Analyst Report        |
| <input type="checkbox"/>            | <input type="checkbox"/> | Ethics Form 126                              |
| <input type="checkbox"/>            | <input type="checkbox"/> | Introduction Form (for hearings)             |
| <input type="checkbox"/>            | <input type="checkbox"/> | Department/Agency Cover Letter and/or Report |
| <input type="checkbox"/>            | <input type="checkbox"/> | MOU  |
| <input type="checkbox"/>            | <input type="checkbox"/> | Grant Information Form                       |
| <input type="checkbox"/>            | <input type="checkbox"/> | Grant Budget                                 |
| <input type="checkbox"/>            | <input type="checkbox"/> | Subcontract Budget                           |
| <input type="checkbox"/>            | <input type="checkbox"/> | Contract/Agreement                           |
| <input type="checkbox"/>            | <input type="checkbox"/> | Award Letter                                 |
| <input type="checkbox"/>            | <input type="checkbox"/> | Application                                  |

#### OTHER

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Completed by: Victor Young

Date: May 16, 2011

Completed by: Victor Young

Date: \_\_\_\_\_

An asterisked item represents the cover sheet to a document that exceeds 25 pages. The complete document is in the file.

1 [Water Revenue Bond Issuance - Not to Exceed \$49,100,000]

2  
3 Ordinance approving the issuance and sale of water revenue bonds by the San  
4 Francisco Public Utilities Commission not to exceed \$49,100,000 to finance  
5 improvements to the CUW260 Water Main, the Commission's Hetch Hetchy Water and  
6 Power System, and the Treasure Island Project pursuant to amendments to the Charter  
7 of the City and County of San Francisco enacted by the voters on November 5, 2002, as  
8 Proposition E; and ratifying previous actions taken in connection therewith.

9  
10 Be it ordained by the People of the City and County of San Francisco:

11 Section 1. Findings. The Board of Supervisors (the "Board") of the City hereby finds  
12 and declares as follows:

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

20 B. On October 30, 2008, the Commission reviewed and considered the Final  
21 Program Environmental Impact Report (PEIR) prepared for the Commission's Water System  
22 Improvement Program, and certified by the Planning Commission in Planning Commission  
23 Motion No. 17734, and adopted the findings required by the California Environmental Quality  
24 Act (CEQA) including a statement of overriding considerations and monitoring and reporting  
25 program in its Resolution No. 08-0200; and,

1 C. On August 4, 2009, this Board passed its Ordinance No. 189-09 approving the  
2 issuance and sale of water revenue bonds (the "Water Revenue Bonds") from time to time by  
3 the Commission pursuant to Proposition E of 2002, in a principal amount not to exceed  
4 \$1,310,307,119, representing the difference between \$2,949,924,182 previously approved  
5 total appropriations and \$1,628,000,000 under Proposition A, to finance and refinance  
6 Projects that are within the Commission's Water System Improvement Program, which  
7 ordinance became effective on September 12, 2009; and,

8 D. On April 20, 2010, this Board passed its Ordinance No. 89-10 authorizing the  
9 issuance and sale of the Water Revenue Bonds from time to time by the Commission  
10 pursuant to Proposition E of 2002, in a principal amount not to exceed \$1,737,724,038, to  
11 finance and refinance Projects that are within and not within the Commission's Water System  
12 Improvement Program and Capital Improvement Projects, including but not limited to the  
13 Commission's Advanced Meter Infrastructure System, which ordinance became effective on  
14 May 30, 2010; and,

15 E. The Commission has previously issued under Ordinance 189-09 and Ordinance  
16 89-10 \$1,365,710,000 aggregate principal amount of Water Revenue Bonds. The remaining  
17 amount of Water Revenue Bonds that are authorized but unissued under Ordinance 189-09  
18 and Ordinance 89-10 which may be used to finance Projects that are within the Commission's  
19 Water System Improvement Program and financing costs is \$1,591,846,317. The remaining  
20 amount of Water Revenue Bonds that are authorized but unissued under Ordinance 189-09  
21 and Ordinance 89-10 which may be used to finance Projects that are not within the  
22 Commission's Water System Improvement Program and financing costs is \$28,474,840; and,

23 F. The Board now desires to authorize an additional use of proceeds of Water  
24 Revenue Bonds authorized pursuant to Ordinance No. 189-09 and Ordinance No. 89-10, that  
25

1 use being to finance the costs of improvements to the CUW260 Water Main, the  
2 Commission's Hetch Hetchy Water and Power System and the Treasure Island Project; and,

3 G. On or about May 10, 2011, the City Planning Department issued a final  
4 Certificate of Determination/Exemption from Environmental Review for the improvements to  
5 the CUW260 Water Main. The City Planning Department found that the project is exempt from  
6 environmental review under the California Environmental Quality Act. A copy of the  
7 Certificate of Determination is on file with the Clerk of the Board of Supervisors in File  
8 No. \_\_\_\_\_; and,

9 H. On or about May 10, 2011, the City Planning Department issued a final  
10 Certificate of Determination/Exemption from Environmental Review for the improvements to  
11 the Commission's Hetch Hetchy Water and Power System. The City Planning Department  
12 found that the project is exempt from environmental review under the California Environmental  
13 Quality Act. A copy of the Certificate of Determination is on file with the Clerk of the Board of  
14 Supervisors in File No. \_\_\_\_\_; and,

15 I. On or about May 10, 2011, the City Planning Department issued a final  
16 Certificate of Determination/Exemption from Environmental Review for the Treasure Island  
17 Project. The City Planning Department found that the project is exempt from environmental  
18 review under the California Environmental Quality Act. A copy of the Certificate of  
19 Determination is on file with the Clerk of the Board of Supervisors in File No. \_\_\_\_\_.

20 Section 2. Authorization of Water Revenue Bonds. The Board hereby authorizes  
21 the issuance and sale of Water Revenue Bonds from time to time authorized under Ordinance  
22 189-09 and Ordinance 89-10 for the purposes of financing improvements to the CUW260  
23 Water Main, the Commission's Hetch Hetchy Water and Power System and the Treasure  
24 Island Project, in an additional aggregate principal amount not to exceed \$49,100,000,  
25 representing \$9,600,000 in improvements to the CUW260 Water Main, \$31,200,000 in Hetch

1 Hetchy Water and Power System improvements and financing costs and \$8,300,000 for the  
2 Treasure Island Project improvements and related financing costs. Such bonds shall be  
3 otherwise subject to the same limitations as other authorized but unissued bonds under  
4 Ordinance 189-09 and Ordinance 89-10.

5 Section 3. Clarification of Commercial Paper Authorization. Commercial paper may  
6 be issued under Resolution No. 08-0202, adopted by the Commission on October 30, 2008  
7 and Resolution No. 09-0175 adopted by the Commission on October 27, 2009, for the  
8 purpose of providing flexible construction financing for Water Enterprise capital improvement  
9 projects, whether or not a Water System Improvement Program project. This Ordinance is  
10 intended to clarify the intent of such resolutions, and any commercial paper issued pursuant to  
11 such resolutions to finance non-Water System Improvement Program projects is hereby  
12 ratified and approved.

13 Section 4. General Authority. The Controller, Treasurer, the City Attorney and other  
14 officers of the City and their duly authorized deputies and agents are hereby authorized and  
15 directed, jointly and severally, to take such actions and to execute and deliver such  
16 certificates, agreements, requests or other documents, as they may deem necessary or  
17 desirable to facilitate the issuance, sale and delivery of the Water Revenue Bonds under  
18 Ordinance 189-09 and Ordinance 89-10, to obtain bond insurance or other credit  
19 enhancements with respect to the Water Revenue Bonds, to obtain surety, to obtain title and  
20 other insurance with respect to the facilities to be financed, and otherwise to carry out the  
21 provisions of this Ordinance.

22 Section 5. Ratification of Prior Actions. All actions authorized and directed by this  
23 Ordinance and heretofore taken are hereby ratified, approved and confirmed by this Board.

24 Section 6. File Documents. All documents referred to as on file with the Clerk of the  
25 Board are in File Nos. \_\_\_\_\_.

1           Section 7.   Effective Date. Pursuant to Section 14.102 of the Charter, this Ordinance  
2 shall take effect thirty (30) days after its adoption.  
3  
4

5 APPROVED AS TO FORM:

6 DENNIS J. HERRERA, City Attorney

7  
8  
9 By:



Mark D. Blake  
Deputy City Attorney