





INTER-OFFICE MEMORANDUM

DATE: April 29, 2014

TO: Commissioner Vince Courtney, 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

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. California continues to experience one of the most extreme droughts in our history and the Hetch Hetchy system is no exception.

The emergency declaration 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 estimated costs at the time of the original emergency declaration were in excess of \$10,000,000. The San Antonio Pump Station and Sunol Valley Water Treatment Plant Emergency Improvements¹ have now been scoped and the Lower Cherry Aqueduct Emergency Rehabilitation Project estimate has been refined. The total cost of the combined projects is now estimated at \$29,000,000.

I am therefore updating the declaration of an emergency to reflect these changes – increasing the costs of the contracts to a total of \$29,000,000. I trust that this meets with your concurrence and approval.



 Vince Courtney – President
 San Francisco Public Utilities Commission

cc: Commissioners

- Edwin M. Lee
- Vince Courtney
President
- Ann Moller Caen
Vice President
- Francesca Viator
Commissioner
- Commissioner
- Commissioner
- Commissioner

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

