

PUBLIC UTILITIES COMMISSION

City and County of San Francisco

RESOLUTION NO. 19-0046

WHEREAS, On February 13, 2018, the San Francisco Public Utilities Commission (SFPUC) approved the FY 2018-19 and FY 2019-20 Capital Improvement Budget through Resolution No. 18-0024 for the Water Enterprise, Wastewater Enterprise, and Hetch Hetchy Water and Power, including the Power Enterprise; and

WHEREAS, On June 12, 2018, the San Francisco Board of Supervisor approved the FY 2019-20 Water Enterprise Capital Budget, Ordinance 140-18 for \$206,915,00, and the Hetch Hetchy Water and Power Capital Budget, Ordinance 139-18 for \$199,579,665; and

WHEREAS, The SFPUC General Manager recommends that the SFPUC request a supplemental appropriation to the approved FY 2019-20 Capital Improvement Budget for the Water Enterprise and Hetch Hetchy Water and Power Enterprise including the Power Enterprise, and a de-obligation of \$15 million in FY 2018-19 to Power Enterprise's Streetlight project; and

WHEREAS, The Water Enterprise Capital Budget for FY 2019-20 will be increased by \$26,071,000 to a total of \$232,986,000 to fund Regional and Local water diversification projects and associated financing costs; and

WHEREAS, The Hetchy Water and Power Enterprise budget for FY 2019-20 will be increased by \$27,922,599 to a total of \$227,502,264 to expedite work on the Bay Corridor Transmission/Distribution Project and associated financing costs; and

WHEREAS, \$75,911,397 of the Hetch Hetchy Capital Plan appropriation for FY 2019-20 is being de-appropriated and re-appropriated with no change to the project budget total for FY 2019-20; and

WHEREAS, The Power Enterprise is de-appropriating \$15,000,000 for FY 2018-19 in previously appropriated project funds from the Streetlight Project to assist in funding the Bay Corridor Project and increase reserves; and

WHEREAS, Funding is available from Water Enterprise Revenue Bonds (Regional) in the amount of \$20,571,000, Water Enterprise Revenue Funds (Local) in the amount of \$5,500,000, Power Enterprise Power Revenue Bonds in the amount of \$25,745,570, and Water Revenue Bonds issued for Hetch Hetchy Project in the amount of \$2,177,029; and

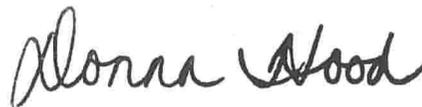
WHEREAS, This action does not constitute a project under California Environmental Quality Act (CEQA) Guidelines Section 15378 because there would be no physical change in the environment. Environmental review under CEQA would be completed prior to any subsequent action by this Commission to approve a project or award of any construction contract; now therefore, be it

RESOLVED, That this Commission hereby adopts the proposed amendments to the FY 2019-20 Water Enterprise and Hetch Hetchy Water and Power including the Power Enterprise Capital Project budgets, and authorizes the General Manager to request the Mayor to recommend to the Board of Supervisors a supplemental appropriation, including financing costs, in the amount of \$26,071,000 for the Water Enterprise and \$27,922,599 for Hetchy Water and Power Enterprise, including the de-appropriation and re-appropriation of \$75,911,397 in the FY 2019-20 Hetch Hetchy Water & Power approved project budget and the de-obligation of \$15,000,000 in the Power Enterprise's Streetlight Project; and be it

FURTHER RESOLVED, That the General Manager of the SFPUC is authorized to make further technical adjustments to these approved amounts as may be necessary, or upon further direction from the Commission; 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 not to exceed \$35,084,529 aggregate principal amount of Water Revenue Bonds and other forms of indebtedness, including commercial paper and State Revolving Fund (SRF) loans, and \$44,970,469 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 and the Board of Supervisors for a subsequent discretionary approval of any disclosure and security documents prepared in connection with the issuance of such Bonds and other forms of indebtedness to finance these capital improvement program projects.

I hereby certify that the foregoing resolution was adopted by the Public Utilities Commission at its meeting of March 12, 2019.



Secretary, Public Utilities Commission