



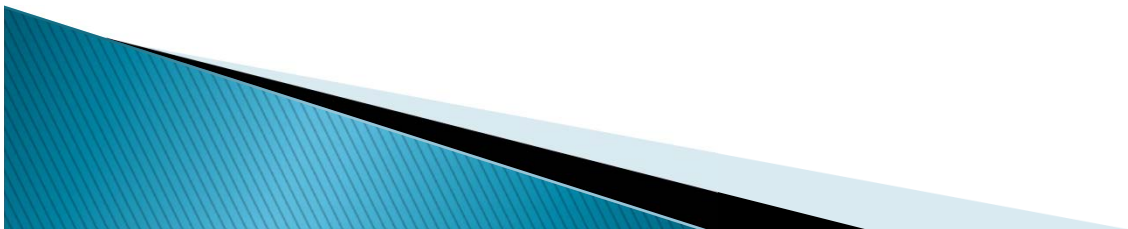
# San Francisco Public Utilities Commission

FY 2019–20 Capital Budget Amendments  
FY 2019–20 Bond Authorization Amendments

January 28<sup>th</sup>, 2019

# Capital Planning Committee SFPUC Action Items

- FY 2019-20 Bond Authorization Amendments
  - \$35.1M - Increase Water Revenue Bonds
  - \$33.2M - Increase Power Revenue Bonds
- FY 2019-20 Budget Amendments
  - \$26.1M - Water Supplemental Appropriation
  - \$26.2M - Hetchy Supplemental Appropriation





# FY 2019-20 Bond Financing Authorization Amendment

- ▶ Water Enterprise
  - \$20.6M increase to approved bond authorization financing Ordinance 143-18 for project funds and financing costs.

Hetchy Water\*

- \$14.5M increase to approved bond authorization financing Ordinance 143-18 for project funds and financing costs.

Total Water Authorization \$35.1M

- ▶ Hetchy Power
  - \$33.2M increase to approved bond authorization financing ordinance 142-18 for project funds and financing costs.

\*Hetchy Water is budgeted in Power but financed through Water Enterprise debt authorization



# Water Enterprise Capital Supplemental Appropriation FY2019-20

**Amending Ordinance 140-18, Increase of \$26.1M**

**Uses:\$26.1M**

- \$19.0M - New Water Supply Diversification Projects
- \$4.5M - Daly City Recycled Water shifted to FY2019-20 from FY2021-22
- \$2.6M Financing Costs

**Sources:\$26.1M**

- \$20.6M - Water Revenue Bonds
- \$ 5.5M - Water Revenue



# Water Enterprise Projects

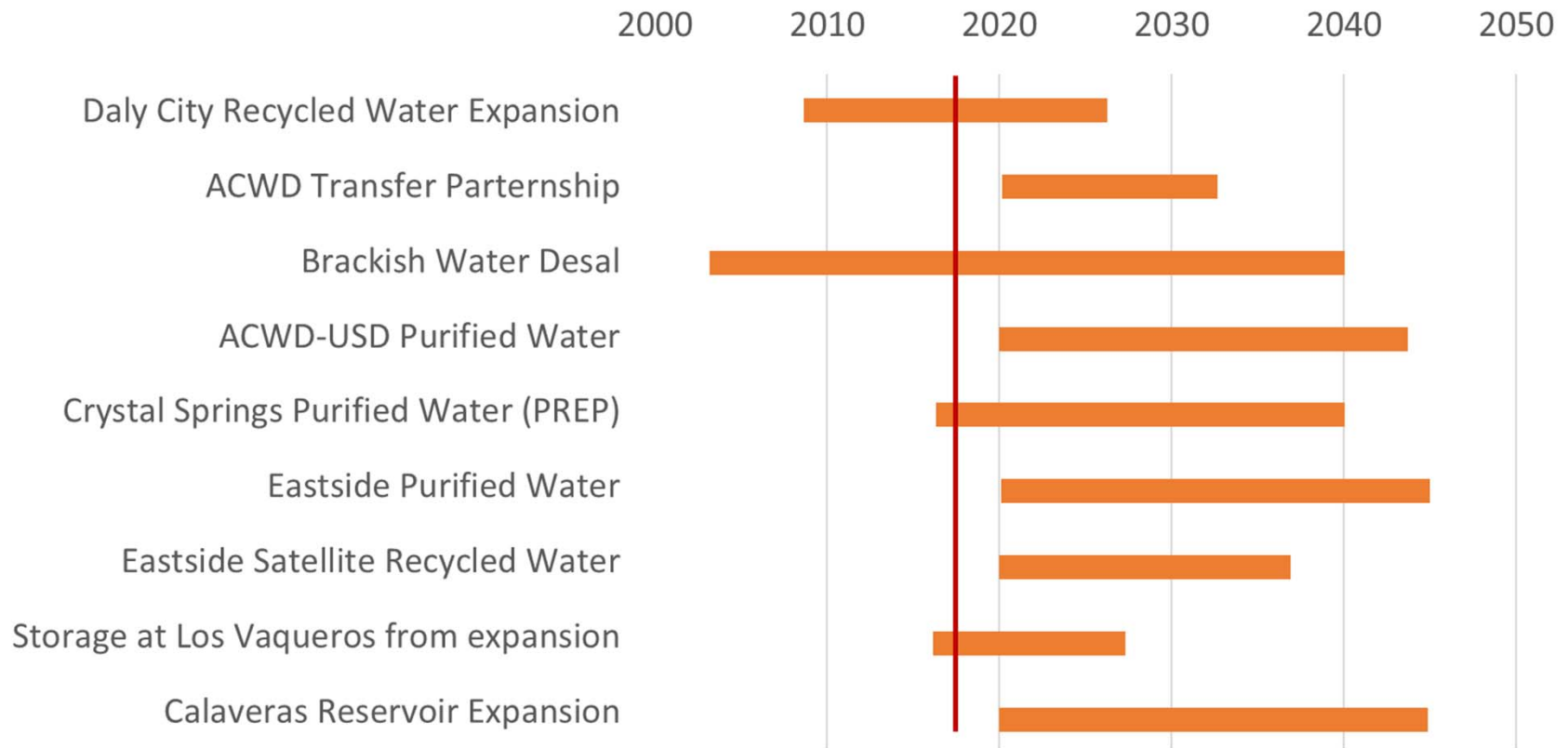
\$19.0M increase - Water Supply Diversification Project

- We need alternative supplies for a variety of reasons including:
  - Existing and pending instream flow obligations (San Mateo Creek, Alameda Creek, and Tuolumne River)
  - Existing shortfall in meeting the Supply Assurance
  - Making San Jose and Santa Clara permanent customers
  - Potentially meeting other Wholesale Customer demand increases
- Set of projects and activities to move forward

\$4.5M increase - Daly City Recycled Water Project schedule moved forward to FY 2019-20



# Water Enterprise Projects



- Projects will take roughly 10 to 30+ years to implement.
- Funding for initial project planning and staff estimated at \$19 million, (\$13.5M regional, \$5.5M local).



# Hetchy Water/Power Capital Supplemental Appropriation FY2019-20

## **Amending Ordinance 139-18 Increase of \$26.2M**

Uses: \$26.2M

- \$19.0M - Bay Corridor Project
- \$ 5.0M - Hetchy Power Financing Costs
- \$ 2.2M - Hetchy Water Financing Cost

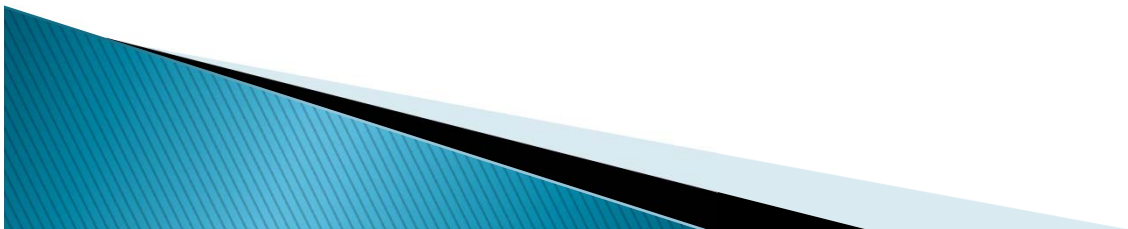
Sources: \$26.2M

- \$24.0M - Power Revenue Bonds
- \$ 2.2M - Water Revenue Bonds
  
- \$75.9M - Project De-Appropriation/Re-Appropriation
- \$15.0M - Close out Streetlight project funds

# Hetchy Power Enterprise Projects

## \$19.0M Increase – Bay Corridor Project

- Funds buildout of a new transmission substation near the Southeast Treatment Plant
- Transmission substation will support the customers connection to the Bay Corridor Transmission Distribution backbone







Water  
Power  
Sewer

# Questions?

# Thank you!