San Francisco Public Utilities Commission

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

January 28th, 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).
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
$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
Questions?

Thank you!