

DRAFT

1 [Appropriation - \$211,004,676 in Proceeds from Revenue Bonds, Hetch Hetchy Revenue, Cap
2 and Trade Allowance for Hetch Hetchy Water and Power Capital Improvements – FY2022-
3 2023]

4 **Ordinance appropriating a total of \$211,004,676 of Hetch Hetchy revenue, Low Carbon
5 Fuel Standard, Cap and Trade Revenue and Power and Water Revenue Bonds for the
6 San Francisco Public Utilities Commission (SFPUC) Hetch Hetchy Capital Improvement
7 Program for Fiscal Year 2022-2023; and placing \$140,889,875 of Power Bonds and
8 \$67,069,801 of Water Bonds by project on Controller's Reserve subject to the
9 Controller's certification of funds availability, including proceeds of indebtedness, and
10 for construction related expenditures (excluding program management, planning and
11 design) for these projects, as applicable, is also subject to the prior occurrence of the
12 SFPUC's and the Board of Supervisors' discretionary adoption of California
13 Environmental Quality Act (CEQA) Findings for projects, following review and
14 consideration of completed project related environmental analysis, where required.**

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16 Note: **Unchanged Code text and uncodified text** are in plain Arial font.
17 **Additions to Codes** are in *single-underline italics Times New Roman font*.
18 **Deletions to Codes** are in *strikethrough italics Times New Roman font*.
19 **Board amendment additions** are in double-underlined Arial font.
20 **Board amendment deletions** are in ~~strikethrough Arial font~~.
21 **Asterisks (* * *)** indicate the omission of unchanged Code
22 Subsections or parts of tables.

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

24 Section 1. The sources of funding outlined below are herein appropriated to reflect the
25 funding available for Fiscal Year 2022-2023.

1 **SOURCES Appropriation**

| 2 | Fund / | Project & Activity / | Account | Description | Amount |
|----|----------------------|----------------------|--------------------|--------------------|---------------|
| 3 | Department ID | Authority | | | |
| 4 | 25337 Hetchy Power | 10014121-0001 | 480111 | Proceeds from Sale | \$140,889,875 |
| 5 | 2021 Bond Fund / | Hetchy Water-Power | Proceeds from Sale | of Bonds | |
| 6 | 231621 HHP01 | Bonds / | of Bonds- Face | | |
| 7 | General | 15366 UH Hetchy | Amount | | |
| 8 | Administration | Water-Power Bonds | | | |
| 9 | | | | | |
| 10 | 26602 Hetchy Water | 10014121-0001 | 480111 | Proceeds from Sale | \$67,069,801 |
| 11 | 2021 Bond Fund / | Hetchy Water-Power | Proceeds from Sale | of Bonds | |
| 12 | 231621 HHP01 | Bonds / | of Bonds- Face | | |
| 13 | General | 15366 UH Hetchy | Amount | | |
| 14 | Administration | Water-Power Bonds | | | |
| 15 | | | | | |
| 16 | 24990 HHWP | 10014672-0001 | 495029 | Hetch Hetchy | \$2,265,000 |
| 17 | Revenue Continuing / | Hhp:Revenue | ITI Fr 5T-Hetch | Revenue | |
| 18 | 231621 HHP01 | Transfer-Sub Fund / | Hetchy W&P Fds | | |
| 19 | General | 15405 UH HHP | | | |
| 20 | Administration | Revenue Transfer | | | |
| 21 | | | | | |
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| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|---|------------------------------------|----------------------|--------------------|---------------|----------------------|
| 2 | Department ID | Authority | | | |
| 3 | 24990 Cap and | 10014665-0001 | 479988 | Cap and Trade | \$780,000 |
| 4 | Trade Allowance / | Hetchy Cap and | Hetchy Cap & Trade | Revenue | |
| 5 | 298648 HHP0903 | Trade Allowance / | Revenue | | |
| 6 | Energy Services | 15404 UH Hetchy | | | |
| 7 | | Cap and Trade | | | |
| 8 | | Allowance | | | |
| 9 | Total SOURCES Appropriation | | | | \$211,004,676 |

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 11 Section 2. The uses of funding outlined below are herein appropriated in Accounts
 12 567000 (Buildings, Structures, and Improvements), 584030 (Capital Renewal Project), 581130
 13 (CON-Internal Audits), 573110 (Bond Issuance Cost-Unamortized), and 567000 (Revenue
 14 Bond Oversight Committee), reflecting projected uses of funding to support the Hetch Hetchy
 15 Capital Improvement Program at the San Francisco Public Utilities Commission for Fiscal Year
 16 2022-2023.

17 **USES Appropriation**

| 18 | Fund / | Project & Activity / | Account | Description | Amount |
|----|--------------------|-----------------------|--------------------|-----------------|--------------|
| 19 | Department ID | Authority | | | |
| 20 | 25337 Hetchy Power | 10014226-0001 | 567000 | Distribution | \$57,032,000 |
| 21 | 2021 Bond Fund / | Distribution Services | Blds; Structures & | Services Retail | |
| 22 | 298648 HHP0903 | Retail / | Improvements | | |
| 23 | Energy Services | 22141 Distribution | | | |
| 24 | | Services | | | |

| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|----------------------|----------------------|--------------------|-------------------|-------------|
| 2 | Department ID | Authority | | | |
| 3 | | | | | |
| 4 | 24990 HHWP | 10014281-0001 | 584030 | Streetlight | \$2,265,000 |
| 5 | Revenue Continuing / | Streetlight | Capital Renewal | Replacement | |
| 6 | 298648 HHP0903 | Replacement | Projects | | |
| 7 | Energy Services | 15377 | | | |
| 8 | | UH Streetlight | | | |
| 9 | | Replacement | | | |
| 10 | | | | | |
| 11 | | | | | |
| 12 | 25337 Hetchy Power | 10014576-0001 | 567000 | Treasure Island | \$1,482,543 |
| 13 | 2021 Bond Fund / | Treasure Island | Blds; Structures & | Capital | |
| 14 | 298648 HHP0903 | Capital | Improvements | Improvements | |
| 15 | Energy Services | Improvements / | | | |
| 16 | | 22142 UH Treasure | | | |
| 17 | | Island Capital | | | |
| 18 | | Improvements | | | |
| 19 | | | | | |
| 20 | 24990 HHWP | 10014665-0001 | 584030 | General Fund | \$780,000 |
| 21 | Revenue Continuing / | Hetchy Cap and | Capital Renewal | Energy Efficiency | |
| 22 | 298648 HHP0903 | Trade Allowance / | Projects | | |
| 23 | Energy Services | 15404 UH Hetchy | | | |
| 24 | | Cap and Trade | | | |
| 25 | | Allowance | | | |

| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|--------------------|----------------------|--------------------|----------------------|--------------|
| 2 | Department ID | Authority | | | |
| 3 | | | | | |
| 4 | 25337 Hetchy Power | 10034512-0001 | 567000 | Power Asset | \$3,406,000 |
| 5 | 2021 Bond Fund / | Power Asset | Blds; Structures & | Acquisition | |
| 6 | 298648 HHP0903 | Acquisition | Improvements | | |
| 7 | Energy Services | 15383 UH Alternative | | | |
| 8 | | Transmission Pr | | | |
| 9 | | | | | |
| 10 | 26602 Hetchy Water | 10014065-0001 | 567000 | Hetchy Water – | \$45,723,000 |
| 11 | 2021 Bond Fund / | Hetchy Water - Water | Blds; Structures & | Water Infrastructure | |
| 12 | 298646 HHP10 | Only / | Improvements | | |
| 13 | Hetchy Water | 15363 UH Hetchy | | | |
| 14 | | Water - Water Only | | | |
| 15 | | | | | |
| 16 | 25337 Hetchy Power | 10014073-0001 | 567000 | Hetchy Water - | \$44,140,154 |
| 17 | 2021 Bond Fund / | Hetchy Water - | Blds; Structures & | Power | |
| 18 | 298646 HHP10 | Power / | Improvements | Infrastructure | |
| 19 | Hetchy Water | 15364 UH Hetchy | | | |
| 20 | | Water - Power | | | |
| 21 | | Infrastructure | | | |
| 22 | | | | | |
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| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|----------------------|---------------------------------|--------------------|--------------------|---------------|
| 2 | Department ID | Authority | | | |
| 3 | 26602 Hetchy Water | 10014093-0001 | 567000 | Hetchy Joint | \$11,286,331 |
| 4 | 2021 Bond Fund / | Hetchy Water - Joint | Blds; Structures & | Projects – Water | |
| 5 | 298646 HHP10 | Projects / | Improvements | | |
| 6 | Hetchy Water | 15365 UH Hetchy | | | |
| 7 | | Water - Joint Projects | | | |
| 8 | | | | | |
| 9 | 25337 Hetchy Power | 10014093-0001 | 567000 | Hetchy Joint | \$13,794,404 |
| 10 | 2021 Bond Fund / | Hetchy Water - Joint | Blds; Structures & | Projects – Power | |
| 11 | 298646 HHP10 | Projects / | Improvements | | |
| 12 | Hetchy Water | 15365 UH Hetchy | | | |
| 13 | | Water - Joint Projects | | | |
| 14 | | | | | |
| 15 | 26602 Hetchy Water | 10014121-0001 | 573110 | Hetchy Water | \$10,026,935 |
| 16 | 2021 Bond Fund / | Hetchy Water-Power | Bond Issuance | Financing Costs | |
| 17 | 298646 HHP10 | Bonds / | Cost- Unamortized | | |
| 18 | Hetchy Water | 15366 UH Hetchy | | | |
| 19 | | Water-power Bonds | | | |
| 20 | | | | | |
| 21 | 26602 Hetchy Water | 10014121-0001 | 567000 | Revenue Bond | \$33,535 |
| 22 | 2021 Bond Fund / | Hetchy Water-Power | Blds; Structures & | Oversight | |
| 23 | 298646 HHP10 | Bonds / | Improvements | Committee 0.05% | |
| 24 | Hetchy Water | 15366 UH Hetchy | | | |
| 25 | | Water-power Bonds | | | |

| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|---------------------------------|----------------------|--------------------|-----------------|-----------------------------|
| 2 | Department ID | Authority | | | |
| 3 | | | | | |
| 4 | 25337 Hetchy Power | 10014121-0001 | 573110 | Hetchy Power | \$20,964,329 |
| 5 | 2021 Bond Fund / | Hetchy Water-Power | Bond Issuance | Financing Costs | |
| 6 | 298647 HHP0901 | Bonds / | Cost- Unamortized | | |
| 7 | Power Administration | 15366 UH Hetchy | | | |
| 8 | | Water-power Bonds | | | |
| 9 | | | | | |
| 10 | | | | | |
| 11 | | | | | |
| 12 | 25337 Hetchy Power | 10014121-0001 | 567000 | Revenue Bond | \$70,445 |
| 13 | 2021 Bond Fund / | Hetchy Water-Power | Blds; Structures & | Oversight | |
| 14 | 298647 HHP0901 | Bonds / | Improvements | Committee 0.05% | |
| 15 | Power Administration | 15366 UH Hetchy | | | |
| 16 | | Water-power Bonds | | | |
| 17 | Total USES Appropriation | | | | <u>\$211,004,676</u> |

19 Section 3. Of the above appropriated amount, \$103,980, representing 0.05% of gross
 20 bond proceeds, shall be allocated to support the Public Utilities Commission Revenue Bond
 21 Oversight Committee, pursuant to Administrative Code Section 5A.31. These appropriations
 22 may be increased or decreased by the Controller based on changes to expenditure
 23 appropriations or actual gross bond proceeds to conform to the applicable Charter and
 24 Administrative Code formulas.

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1 Section 4. \$207,959,676 of the total appropriation is hereby placed on Controller’s
 2 Appropriation Reserve, as set forth below. Release of appropriation reserves by the Controller
 3 is subject to the Controller's certification of funds availability, including proceeds of
 4 indebtedness, and for construction related expenditures (excluding program management,
 5 planning and design) for these projects, as applicable, is also subject to the prior occurrence of
 6 the SFPUC's and the Board of Supervisors' discretionary adoption of California Environmental
 7 Quality Act (CEQA) Findings for projects, following review and consideration of completed
 8 project related environmental analysis, where required.

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10 **Appropriation on Reserve**

| 11 | Fund / | Project & Activity / | Account | Description | Amount |
|----|--------------------|-----------------------|--------------------|-----------------|--------------|
| 12 | Department ID | Authority | | | |
| 13 | 25337 Hetchy Power | 10014226-0001 | 567000 | Distribution | \$57,032,000 |
| 14 | 2021 Bond Fund / | Distribution Services | Blds; Structures & | Services Retail | |
| 15 | 298648 HHP0903 | Retail / | Improvements | | |
| 16 | Energy Services | 22141 New | | | |
| 17 | | Distribution Services | | | |

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| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|--------------------|----------------------|--------------------|----------------------|--------------|
| 2 | Department ID | Authority | | | |
| 3 | 25337 Hetchy Power | 10014576-0001 | 567000 | Treasure Island | \$1,482,543 |
| 4 | 2021 Bond Fund / | Treasure Island | Blds; Structures & | Capital | |
| 5 | 298648 HHP0903 | Capital | Improvements | Improvements | |
| 6 | Energy Services | Improvements / | | | |
| 7 | | 22142 UH Treasure | | | |
| 8 | | Island Capital | | | |
| 9 | | Improvements | | | |
| 10 | | | | | |
| 11 | 25337 Hetchy Power | 10034512-0001 | 567000 | Power Asset | \$3,406,000 |
| 12 | 2021 Bond Fund / | Power Asset | Blds; Structures & | Acquisition | |
| 13 | 298648 HHP0903 | Acquisition | Improvements | | |
| 14 | Energy Services | 15383 UH Alternative | | | |
| 15 | | Transmission Pr | | | |
| 16 | | | | | |
| 17 | 26602 Hetchy Water | 10014065-0001 | 567000 | Hetchy Water – | \$45,723,000 |
| 18 | 2021 Bond Fund / | Hetchy Water - Water | Blds; Structures & | Water Infrastructure | |
| 19 | 298646 HHP10 | Only / | Improvements | | |
| 20 | Hetchy Water | 15363 UH Hetchy | | | |
| 21 | | Water - Water Only | | | |
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| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|--------------------|------------------------|--------------------|------------------|--------------|
| 2 | Department ID | Authority | | | |
| 3 | 25337 Hetchy Power | 10014073-0001 | 567000 | Hetchy Water - | \$44,140,154 |
| 4 | 2021 Bond Fund / | Hetchy Water - | Blds; Structures & | Power | |
| 5 | 298646 HHP10 | Power / | Improvements | Infrastructure | |
| 6 | Hetchy Water | 15364 UH Hetchy | | | |
| 7 | | Water - Power | | | |
| 8 | | Infrastructure | | | |
| 9 | | | | | |
| 10 | 26602 Hetchy Water | 10014093-0001 | 567000 | Hetchy Joint | \$11,286,331 |
| 11 | 2021 Bond Fund / | Hetchy Water - Joint | Blds; Structures & | Projects – Water | |
| 12 | 298646 HHP10 | Projects / | Improvements | | |
| 13 | Hetchy Water | 15365 UH Hetchy | | | |
| 14 | | Water - Joint Projects | | | |
| 15 | | | | | |
| 16 | | | | | |
| 17 | 25337 Hetchy Power | 10014093-0001 | 567000 | Hetchy Joint | \$13,794,404 |
| 18 | 2021 Bond Fund / | Hetchy Water - Joint | Blds; Structures & | Projects – Power | |
| 19 | 298646 HHP10 | Projects / | Improvements | | |
| 20 | Hetchy Water | 15365 UH Hetchy | | | |
| 21 | | Water - Joint Projects | | | |
| 22 | | | | | |
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| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|----|----------------------|---------------------------------|--------------------|--------------------|---------------|
| 2 | Department ID | Authority | | | |
| 3 | 26602 Hetchy Water | 10014121-0001 | 573110 | Hetchy Water | \$10,026,935 |
| 4 | 2021 Bond Fund / | Hetchy Water-Power | Bond Issuance | Financing Costs | |
| 5 | 298646 HHP10 | Bonds / | Cost- Unamortized | | |
| 6 | Hetchy Water | 15366 UH Hetchy | | | |
| 7 | | Water-power Bonds | | | |
| 8 | | | | | |
| 9 | 26602 Hetchy Water | 10014121-0001 | 567000 | Revenue Bond | \$33,535 |
| 10 | 2021 Bond Fund / | Hetchy Water-Power | Blds; Structures & | Oversight | |
| 11 | 298646 HHP10 | Bonds / | Improvements | Committee 0.05% | |
| 12 | Hetchy Water | 15366 UH Hetchy | | | |
| 13 | | Water-power Bonds | | | |
| 14 | | | | | |
| 15 | 25337 Hetchy Power | 10014121-0001 | 573110 | Hetchy Power | \$20,964,329 |
| 16 | 2021 Bond Fund / | Hetchy Water-Power | Bond Issuance | Financing Costs | |
| 17 | 298647 HHP0901 | Bonds / | Cost- Unamortized | | |
| 18 | Power Administration | 15366 UH Hetchy | | | |
| 19 | | Water-power Bonds | | | |
| 20 | | | | | |
| 21 | | | | | |
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| 23 | | | | | |
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| 1 | Fund / | Project & Activity / | Account | Description | Amount |
|---|---------------------------------------|----------------------|--------------------|-----------------|-----------------------------|
| 2 | Department ID | Authority | | | |
| 3 | 25337 Hetchy Power | 10014121-0001 | 567000 | Revenue Bond | \$70,445 |
| 4 | 2021 Bond Fund / | Hetchy Water-Power | Blds; Structures & | Oversight | |
| 5 | 298647 HHP0901 | Bonds / | Improvements | Committee 0.05% | |
| 6 | Power Administration | 15366 UH Hetchy | | | |
| 7 | | Water-power Bonds | | | |
| 8 | Total Appropriation on Reserve | | | | <u>\$207,959,676</u> |

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10 Section 5. Associated bond financing costs up to \$30,991,264 are also hereby

11 appropriated, including but not limited to, issuance costs, debt service reserve, capitalized

12 interest, rating agency, and disclosure costs, all on Controller's Reserve pending receipt of bond

13 proceeds. To the extent that net available bond proceeds after financing costs are more than

14 budgeted, the SFPUC may use such surplus bond proceeds as a substitute for other sources

15 budgeted in this ordinance.

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17 Section 6. The Controller is authorized to record transfers between funds and adjust the

18 accounting treatment of sources and uses appropriated in this ordinance as necessary to

19 conform to Generally Accepted Accounting Principles and other laws.

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21 Section 7. The Controller is authorized to record transfers between funds and adjust the

22 accounting treatment of sources and uses appropriated in this ordinance as necessary to

23 conform to Generally Accepted Accounting Principles and other laws.

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APPROVED AS TO FORM:
DENNIS J. HERRERA, City Attorney

FUNDS AVAILABLE
BEN ROSENFELD, Controller

By: /s/ _____
JON GIVNER
Deputy City Attorney

By: /s/ _____
BEN ROSENFELD
Controller