

1 [Ballot Argument]

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3 **Motion authorizing proponent's ballot argument in favor of Proposition E, a Charter**  
4 **Amendment regarding Changes to Public Utilities related to Water and Sewer.**

5  
6 MOVED, That pursuant to Section 540 of the Municipal Elections Code, the Board of  
7 Supervisors does hereby authorize a ballot argument in favor of Proposition E, a Charter  
8 Amendment (Fifth Draft) to create a new Article VIIB to add Sections 8B.120 through  
9 8B.127, deleting Section 9.111-1 and amending Section 16.103, to establish exclusive  
10 control of utilities; rate setting standards and methods; planning and reporting requirements;  
11 transfer of surplus funds between utilities; independence in contracting; revenue bonds or  
12 other financing methods. , (File 020887); and, be it

13 FURTHER MOVED, That the full text of said argument hereby authorized be shown  
14 in the copy attached to this motion and is hereby declared to be a part hereof; and, be it

15 FURTHER MOVED, That the Director of Elections be and is hereby authorized and  
16 directed to include said argument in the pamphlet accompanying the sample ballots to be  
17 mailed to the voters of the City and County of San Francisco for the election to be held on  
18 Tuesday, November 5, 2002.

Declaration by Authors of Arguments and / or Rebuttals

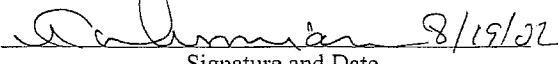
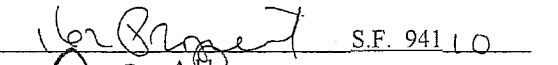
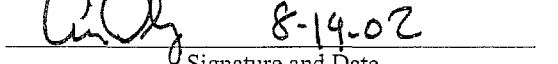
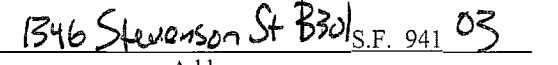
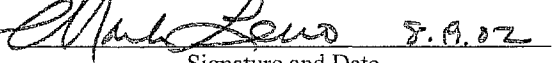
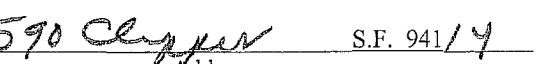
THE UNDERSIGNED AUTHOR(S) of this BALLOT ARGUMENT **X FOR** or **\_\_ AGAINST** PROPOSITION E FOR THE ELECTION TO BE HELD IN SAN FRANCISCO ON NOVEMBER 5, 2002 HEREBY STATE THAT SUCH ARGUMENT IS TRUE AND CORRECT TO THE BEST OF HIS/HER/THEIR KNOWLEDGE AND BELIEF. ALL SIGNERS OF THIS ARGUMENT MUST BE REGISTERED TO VOTE IN SAN FRANCISCO

Style Notes <b>B,I, or BI</b>	KEEP TEXT WITHIN THESE VERTICAL LINES	# of words in each line
	San Francisco's Public Utilities Commission operates some of the most vital	10
	City infrastructure we possess: our water system stretches to Hetch Hetchy and	12
	serves over 2 million Bay Area water users and our wastewater treatment system	13
	serves all of San Francisco.	4
	Seismologists predict that major earthquakes along several fault lines could	10
	damage both systems. We must upgrade and reinforce these systems to ensure	12
	water and sewer service in the event of an earthquake.	10
	Proposition E resulted from months of public discussions that included	10
	Supervisor Ammiano, the Mayor's Office, the City's leading financial experts,	10
	PUC staff, environmentalists, business leaders and neighborhood groups.	8
	Analysis by Budget Analyst Harvey Rose and Director of Public Finance	11
<b>B</b>	Monique Moyer indicates that <b>the PUC's Clean Water Enterprise is facing a</b>	12
<b>B</b>	<b>serious financial crisis.</b> Bond rating agencies who rate PUC finances have	11
	downgraded the Agency's debt and appear headed for further downgrades –	10
	resulting in tens of millions in additional costs for the PUC's repair program.	13
	Proposition E reforms include:	4
	• Voter approval before utility assets owned by the PUC are sold;	11
	• A public and fair process to establish cost-of-service rates, including a new	14
	Rate Fairness Board to protect consumers;	6
	• Long-term capital and financial plans for PUC operations;	9
	• Use of surplus utility funds for other PUC purposes rather than for the	12

**Declaration by Authors of Arguments and / or Rebuttals**

	General Fund;	2
	• Board of Supervisors issuance of revenue bonds, by a 2/3 vote (subject to referendum and a subsequent vote of the people), for water and sewer improvements and to seek low-interest state loans.	13
		12
		8
B	<b>Proposition E will avoid millions in unnecessary costs by ensuring that</b>	11
B	<b>PUC financing practices are in line with virtually every other public utility</b>	12
B	<b>in California.</b>	2
	Please join Supervisors Ammiano, Daly, Leno, Maxwell, McGoldrick, Peskin and Sandoval, the League of Women Voters, environmentalists and business leaders in voting yes on Proposition E.	9
		10
		7
<b>Total # of Words =</b>		<b>298</b>

*Use additional sheets if more than four signers. Each sheet must include the text of the argument.*

1.	<u>Tom Ammiano</u> Printed Name	<u> 8/19/02</u> Signature and Date
	<u>Supervisor</u> Title to Appear on Argument	<u>Ver Baggett S.F. 94110</u> Address
2.	<u>Chris Daly</u> Printed Name	<u> 8-14-02</u> Signature and Date
	<u>Supervisor</u> Title to Appear on Argument	<u>1346 Stevenson St B301 S.F. 94103</u> Address
3.	<u>Mark Leno</u> Printed Name	<u> 8.19.02</u> Signature and Date
	<u>Supervisor</u> Title to Appear on Argument	<u>590 Clay St S.F. 94114</u> Address
4.	<u>Sophie Maxwell</u> Printed Name	<u> 8-14-02</u> Signature and Date
	<u>Supervisor</u> Title to Appear on Argument	<u>1568 Jessie Ave. S.F. 94124</u> Address
5.	<u>Jake McGoldrick</u> Printed Name	<u> 8/19/02</u> Signature and Date
	<u>Supervisor</u> Title to Appear on Argument	<u>240 4th Ave S.F. 94118</u> Address
6.	<u>Aaron Peskin</u> Printed Name	<u> 8-19-02</u> Signature and Date
	<u>Supervisor</u> Title to Appear on Argument	<u>522 Filbert St. S.F. 94133</u> Address

Declaration by Authors of Arguments and /or Rebuttals

7. Gerardo Sandoval  
Printed Name  
  
Supervisor  
Title to Appear on Argument

Gerardo Sandoval 8-19-02  
Signature and Date  
  
4534 Mission St, #15 S.F. 941  
Address

ALL PAID ARGUMENTS MUST PROVIDE THE FOLLOWING INFORMATION, WHICH WILL BE PUBLISHED IN THE VOTER INFORMATION PAMPHLET.

The true source of funds used for the printing fee of this argument is:



# City and County of San Francisco

City Hall  
1 Dr. Carlton B. Goodlett Place  
San Francisco, CA 94102-4689

## Tails Motion

**File Number:** 021382

**Date Passed:** August 19, 2002

Motion authorizing proponent's ballot argument in favor of Proposition E, a Charter Amendment regarding changes to public utilities related to water and sewer.

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August 19, 2002 Board of Supervisors — AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

Ayes: 11 - Ammiano, Daly, Gonzalez, Hall, Leno, Maxwell, McGoldrick, Newsom, Peskin, Sandoval, Yee

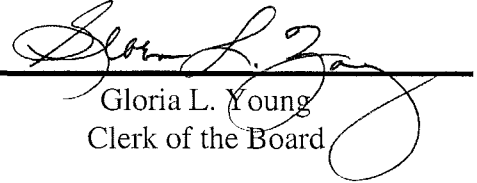
August 19, 2002 Board of Supervisors — APPROVED AS AMENDED

Ayes: 8 - Ammiano, Daly, Gonzalez, Leno, Maxwell, McGoldrick, Peskin, Sandoval

Noes: 3 - Hall, Newsom, Yee

File No. 021382

I hereby certify that the foregoing Motion  
was APPROVED AS AMENDED on August  
19, 2002 by the Board of Supervisors of the  
City and County of San Francisco.



Gloria L. Young  
Clerk of the Board