



**PUBLIC UTILITIES
REVENUE BOND OVERSIGHT
COMMITTEE
CITY AND COUNTY OF SAN FRANCISCO**

AGENDA

**Public Utilities Commission Building
525 Golden Gate Ave., 3rd Floor
Tuolumne Conference Room
San Francisco, CA 94102**

**Listen/Public Call-In Phone Number
[\(415\) 906-4659](tel:(415)906-4659)
[Conference ID: 703 343 992 #](#)**

**Join on your computer, mobile app or room device
[Click here to join the meeting](#)**

Tuesday, April 9, 2024 - 9:00 AM

Regular Meeting

Mission:

The Revenue Bond Oversight Committee (RBOC) monitors the expenditure of revenue bond proceeds related to the repair, replacement, upgrade and expansion of the SFPUC's water, power and sewer infrastructure. The RBOC provides independent oversight to ensure transparency and accountability. The RBOC's goal is to ensure that SFPUC revenue bond proceeds are spent for their intended purposes in accordance with legislative authorization and other applicable laws.

Remote Access to Information and Participation

RBOC convenes hybrid meetings that allow in-person attendance, in-person public comment (prioritized before remote public comment), remote access, and remote public comment via teleconference (<https://sfbos.org/remote-meeting-call>). Members of the public may also submit their comments by email to RBOC@sfgov.org; all comments received will be made a part of the official record.

1. Call to Order and Roll Call

Seat 1	<i>Vacant</i>
Seat 2	Lars Kamp
Seat 3	Jason Leung
Seat 4	Claire Veuthey, Vice Chair
Seat 5	<i>Vacant</i>
Seat 6	Abby Veesser
Seat 7	Reuben Holober, Chair

- 2. General Public Comment:** Members of the public may address RBOC on matters that are within RBOC jurisdiction and not on this agenda.

3. RBOC: Audit Update

Members of RBOC shall discuss the status of ongoing audits.

Discussion and possible action.

(Public Comment)

4. SFPUC: Water Capital Programs Update

Members of RBOC shall receive an update on the Water Enterprise's 10-Year Capital Improvement Program including project highlights.

Discussion.

Attachment: [Presentation](#)

(Public Comment)

5. RBOC: Future Site Visits

Members of RBOC shall discuss potential future site visits to SFPUC projects funded by revenue bond proceeds related to the repair, replacement, upgrade and expansion of the SFPUC's water, power, and sewer infrastructure, including a potential site visit to the Southeastern Treatment Plant in May of 2024.

Discussion and potential action.

(Public Comment)

6. Minutes Approval – March 12, 2024 Regular Meeting

Discussion and action.

Attachment: [March 12, 2024 RBOC Regular Meeting Minutes](#)

(Public Comment)

7. Announcements, Comments, Questions, and Future Agenda Items

Discussion and possible action.

(Public Comment)

RBOC has scheduled the following meeting dates in 2024:

- *May 14, 2024;*
- *June 11, 2024;*
- *July 9, 2024;*
- *August 13, 2024;*
- *September 10, 2024;*
- *October 8, 2024;*
- *November 12, 2024;*
- *and December 10, 2024*

RBOC is tracking the following topics and issues as potential Future Agenda Items:

- A. *SFPUC: State Federal Loan Updates;*
- B. *SFPUC: Staff Report: Environmental Justice;*
- C. *RBOC: Acquiring consultant to examine expected performance of completed projects;*
- D. *RBOC: Discussion of the 2015 report, entitled "[Evaluation of Lessons Learned from the WSIP Program](#)," to identify procedures and reporting processes from the Water System Improvement Program which may be applied to SSIP;*
- E. *SFPUC: Discussion of Finding 2 of the SFPUC Performance Audit of Selected Revenue Bond Expenditures dated December 23, 2021*
- F. *SFPUC: Wastewater Enterprise Update;
(May be scheduled on May 14, 2024)*
- G. *SFPUC: Power Enterprise Update;
(May be scheduled on May 14, 2024)*

8. Adjournment

Agenda Item Information

Each item on the agenda may include: 1) Department or Agency cover letter and/or report; 2) Public correspondence; 3) Other explanatory documents. For more information concerning agendas, minutes, and meeting information, such as these documents, please contact:

RBOC Clerk, City Hall,
1 Dr. Carlton B. Goodlett Place,
Room 244, San Francisco, CA 94102
rbo@sfgov.org
(415) 554-5184.

Audio recordings of the meeting of the Revenue Bond Oversight Committee are available at:
http://sanfrancisco.granicus.com/ViewPublisher.php?view_id=97

Meeting Procedures

Public Comment will be taken before or during the Committee's consideration of each agenda item. Speakers may address the Committee for up to three minutes on that item. During General Public Comment, members of the public may address the Committee on matters that are within the Committee's jurisdiction and are not on the agenda.

Procedures do not permit: 1) persons in the audience to vocally express support or opposition to statements by Commissioners by other persons testifying; 2) ringing and use of cell phones, pagers, and similar sound-producing electronic devices; 3) bringing in or displaying signs in the meeting room; and 4) standing in the meeting room.

The ringing of and use of cell phones, pagers and similar sound-producing electronic devices are prohibited at this meeting. Please be advised that the Chair may order the removal from the meeting room of any person(s) responsible for the ringing or use of a cell phone, pager, or other similar sound-producing electronic devices.

LANGUAGE INTERPRETERS: Requests must be received at least 48 hours in advance of the meeting to help ensure availability. Contact Wilson Ng (415) 554-5184. AVISO EN ESPAÑOL: La solicitud para un traductor debe recibirse antes de mediodía de el viernes anterior a la reunion. Llame a Wilson Ng o Arthur Khoo (415) 554-5184. PAUNAWA: Ang mga kahilingan ay kailangang matanggap sa loob ng 48 oras bago mag miting upang matiyak na matutugunan ang mga hiling. Mangyaring tumawag kay sa (415) 554-5184.

Americans with Disabilities Act (ADA)

Revenue Bond Oversight Committee meetings are held at the Public Utilities Commission, 525 Golden Gate Avenue, San Francisco, CA. The hearing rooms at the Public Utilities Commission are specified on the agenda and are wheelchair accessible. To request sign language interpreters, readers, large print agendas or other accommodations, please call (415) 554-5184. Requests made at least 48 hours in advance of the meeting will help to ensure availability.

Know Your Rights Under The Sunshine Ordinance

Government's duty is to serve the public, reaching its decision in full view of the public. Commissions, boards, councils, and other agencies of the City and County exist to conduct the people's business. This ordinance assures that deliberations are conducted before the people and that City operations are open to the people's review. For information on your rights under the Sunshine Ordinance (San Francisco Administrative Code, Chapter 67) or to report a violation of the ordinance, contact by mail Sunshine Ordinance Task Force, 1 Dr. Carlton B. Goodlett Place, Room 244, San Francisco CA 94102; phone at (415) 554-7724; fax at (415) 554-5163; or by email at sotf@sfgov.org. Citizens may obtain a free copy of the Sunshine Ordinance by printing the San Francisco Administrative Code, Chapter 67, on the Internet at <http://www.sfbos.org/sunshine>.

Ethics Requirements

Individuals and entities that influence or attempt to influence local legislative or administrative action may be required by the San Francisco Lobbyist Ordinance [SF Campaign & Governmental Conduct Code, Section 2.100] to register and report lobbying activity. For more information about the Lobbyist Ordinance, please contact the San Francisco Ethics Commission at 25 Van Ness Avenue, Suite 220, San Francisco, CA 94102; telephone (415) 252-3100; fax (415) 252-3112; website <http://www.sfgov.org/ethics>. Under Campaign and Governmental Conduct Code, Section 1.127, no person or entity with a financial interest in a land use matter pending before the Board of Appeals, Board of Supervisors, Building Inspection Commission, Commission on Community Investment and Infrastructure, Historic Preservation Commission, Planning Commission, Port Commission, or the Treasure Island Development Authority Board of Directors, may make a campaign contribution to a member of the Board of Supervisors, the Mayor, the City Attorney, or a candidate for any of those offices, from the date the land use matter commenced until 12 months after the board or commission has made a final decision, or any appeal to another City agency from that decision has been resolved. For more information about this restriction, visit www.sfethics.org.

Lobbyist Registration and Reporting Requirements

Individuals and entities that influence or attempt to influence local legislative or administrative action may be required by the San Francisco Lobbyist Ordinance [SF Campaign & Governmental Conduct Code, Section 2.100, et. seq.] to register and report lobbying activity. For more information about the Lobbyist Ordinance, please contact the Ethics Commission at: 25 Van Ness Avenue, Suite 220, San Francisco, CA 94102; telephone (415) 581-3100; fax (415) 252-3112; website www.sfgov.org/ethics.



SFPUC Water Capital Programs Update to the Revenue Bond Oversight Committee

April 09, 2024

Katie Miller, Director
Water Capital Programs
Infrastructure Division



San Francisco
Water Power Sewer

Services of the San Francisco Public Utilities Commission

SFPUC 10-Year Capital Planning



What is the 10-Year Capital Improvement Plan?

- Long range forecast of capital investment, updated annually as required by Charter
- Plan comprised of high-level project categories and projects
- Individual project data sheets with scope, schedule and cost
- First 2 years = 2-Year capital budget
- Includes a detailed Capital Plan Report



2023 Water Enterprise Level of Service Goals

- **Drinking Water Quality** – *maintain high water quality (5 objectives)*
- **Regional Seismic Reliability** – *maintain ability to meet current seismic standards (3 objectives)*
- **Regional Delivery Reliability** – *maintain delivery reliability during normal operations and maintenance (9 objectives)*
- **In-City Seismic Reliability** – *reduce vulnerability to earthquakes (3 objectives)*
- **In-City Delivery Reliability** – *reliably deliver water to all in-City retail customers (5 objectives)*
- **Water Supply** – *meet customer water needs in non-drought and drought periods (6 objectives)*
- **Environmental Stewardship** - *maintain high environmental performance standards (3 objectives)*
- **Sustainability** – *enhance sustainability in all system activities (environmental, economic, and social) (6 objectives)*



Capital Plan Development



This Year's 10-Year Capital Improvement Plan

- **As the largest 10-Year Capital Plan ever proposed, this year's \$11.8 Billion plan represents a visionary investment in San Francisco's economy, infrastructure, and resiliency**
- **Key Points:**
 - A comprehensive plan spanning 10 years, ensuring reliable water, clean energy, and resilient infrastructure – delivering on the SFPUC's priorities
 - A catalyst for economic growth, creating and sustaining thousands of local union jobs
 - Bolstering the City's tax base, in turn supporting the City's General Fund
 - A local solution to the global climate crisis
 - Aligned with the Mayor's priorities, building a safer, cleaner, and more prosperous San Francisco

Creating a Utility of the Future: Priorities in Developing our Budget

Affordability

Adopted affordability policy for Water and Wastewater

Efficient capital planning

Responsible Management

Addressing Regulatory Requirements

Financial Sustainability

Workforce: Reducing vacancies, increasing retention

Accountability: Racial Equity and Transparency

Responsible management of our system, maintenance

Investing Where it Matters

Resilience and climate change

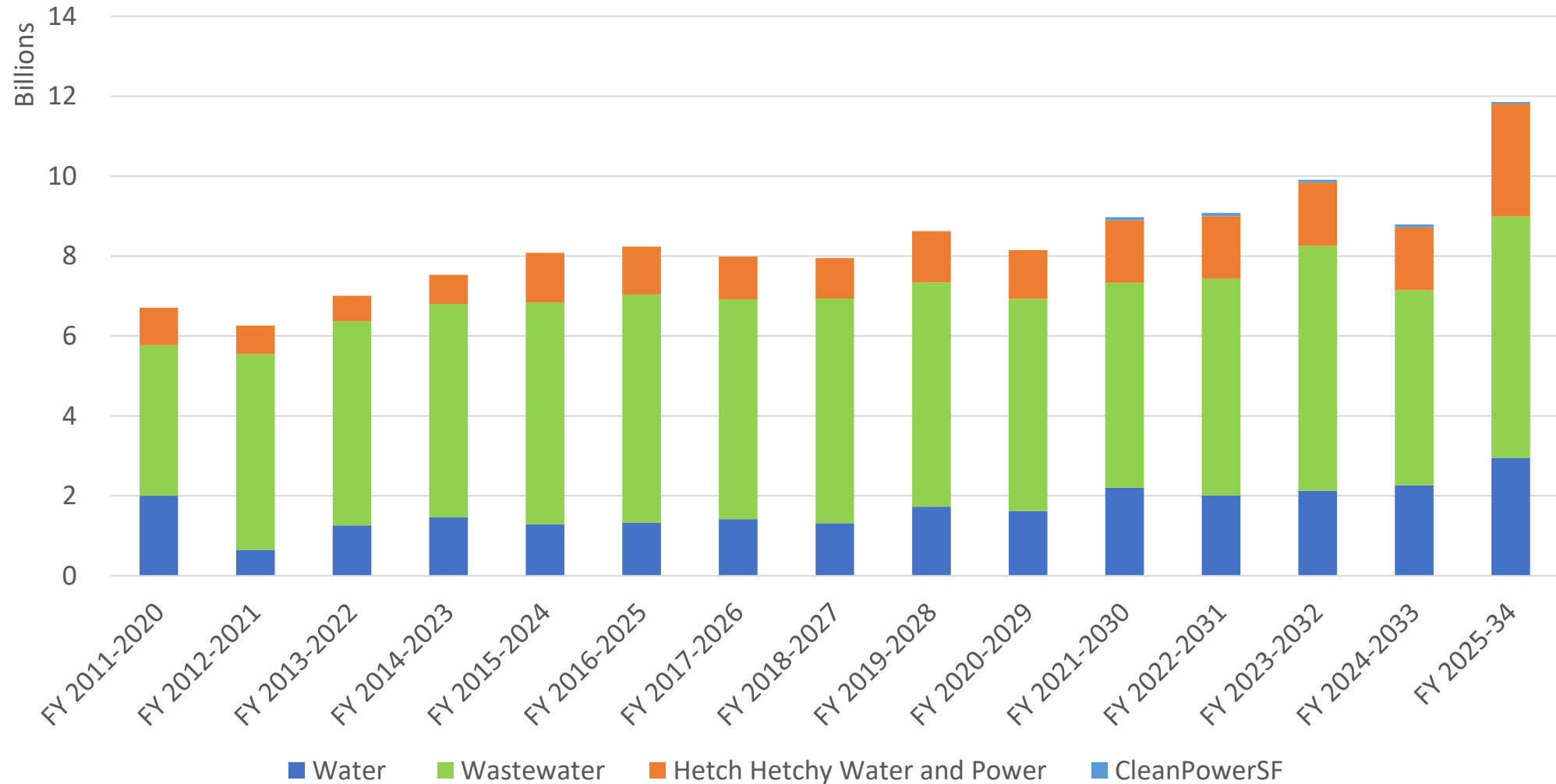
Environmental stewardship

Contributing to economic vitality: capital investment and job creation

Replacing aging infrastructure

Meeting new customer demands

Previous Capital Plans Responsible for Billions in Investment in the Regional Economy



Water Capital Improvement Programs



SFPUC Water Capital Programs (FY2024-25 to FY2033-34)

1) Hetch Hetchy Water Capital Improvement Program (HCIP) 10-Year CIP Total \$1.53B

- 17 Major Projects and R&R Projects ongoing
- Funding:
 - Water (2/3 Wholesale Water; 1/3 SF Retail Water customers)
 - Joint (55% Power, 45% Water)
 - Power (SF wholesale and retail)

2) Water Enterprise Capital Improvement Program (WECIP) 10-Year CIP Total \$2.95B

- Regional: 25 Major Regional (Bay Area) Projects and R&R ongoing
 - Funding: Water (2/3 Wholesale Water & 1/3 SF Retail Water customers)
- Local: 13 Major San Francisco Projects and R&R ongoing
 - Funding: 100% SF Retail Ratepayers

3) Regional Water System Improvement Program (WSIP) Program Total \$4.8B

- Initiated 2005; funding previously appropriated
- Local completed in 2020; Regional 99% complete
- 87 Local and Regional Projects
- 2 Regional Projects and 2 Support Projects ongoing

Loans and Grants for Water Projects



State Revolving Fund (SRF) Loans:

- Approved for Mountain Tunnel Improvement Project (\$238M)
- Approved for Westside Enhanced Recycled Water Project (\$214M)
- Applying for SVWTP Ozone Project (\$252M), Lead Component Service Program (\$49M)

Corps Water Infrastructure Financing Program (CWIFP)

- Applied for 7 Regional Water System Dams projects (\$500M to \$1B potential costs)



Hetch Hetchy Capital Improvement Program

Hetch Hetchy Capital Improvement Program

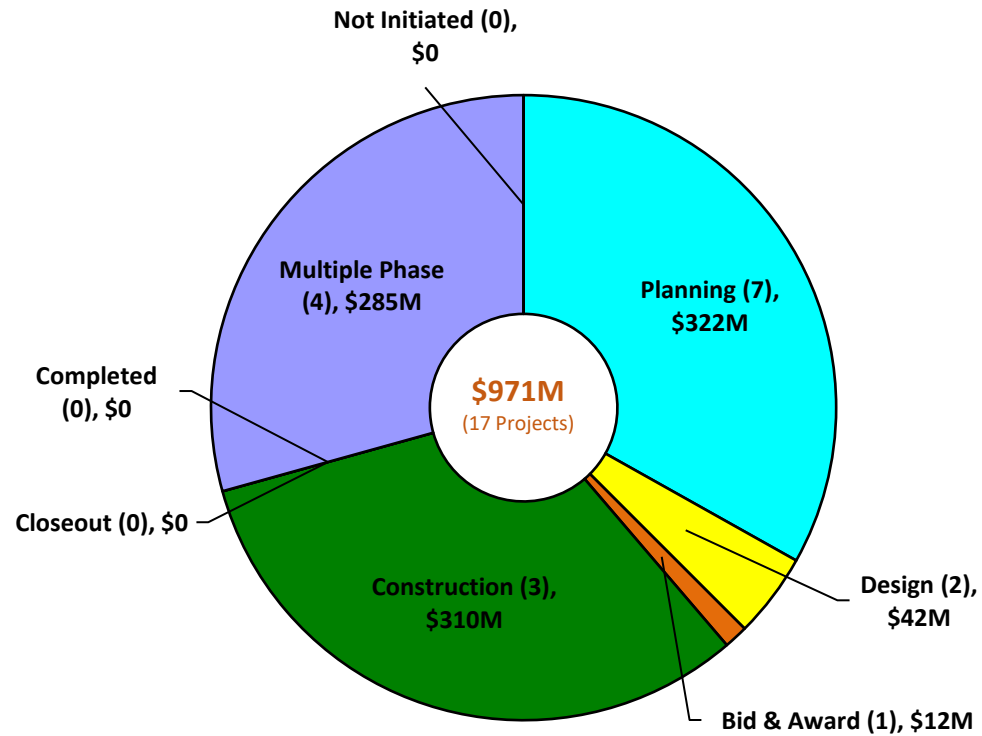
FY23-24 Approved Program (17 projects)

- Water Infrastructure – 1 project - \$141 M includes:
 - San Joaquin Pipeline Valve and Safe Entry
- Power Infrastructure – 5 projects - \$176 M includes:
 - Moccasin Powerhouse Bypass Upgrades
 - Moccasin Powerhouse and GSU Rehabilitation
 - Moccasin Switchyard Rehabilitation
- Joint Water/Power Infrastructure – 11 projects - \$655 M includes:
 - Dams: O’Shaughnessy, Cherry, Early Intake, Moccasin
 - Mountain Tunnel Improvement
 - Canyon Tunnel – Hetchy Adit Rehabilitation
 - Moccasin Penstock Rehabilitation
 - Bridge Replacement
 - Moccasin Wastewater Treatment Plant



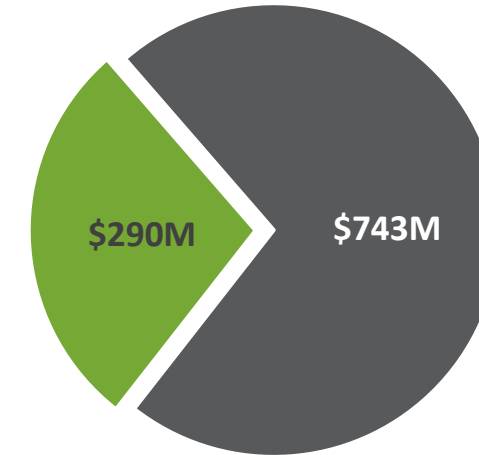
HCIP Program Status *(as of December 2023)*

*Project Count by Phase**



** Excluded 3 Project Development Accounts (\$61M)*

Expenditures



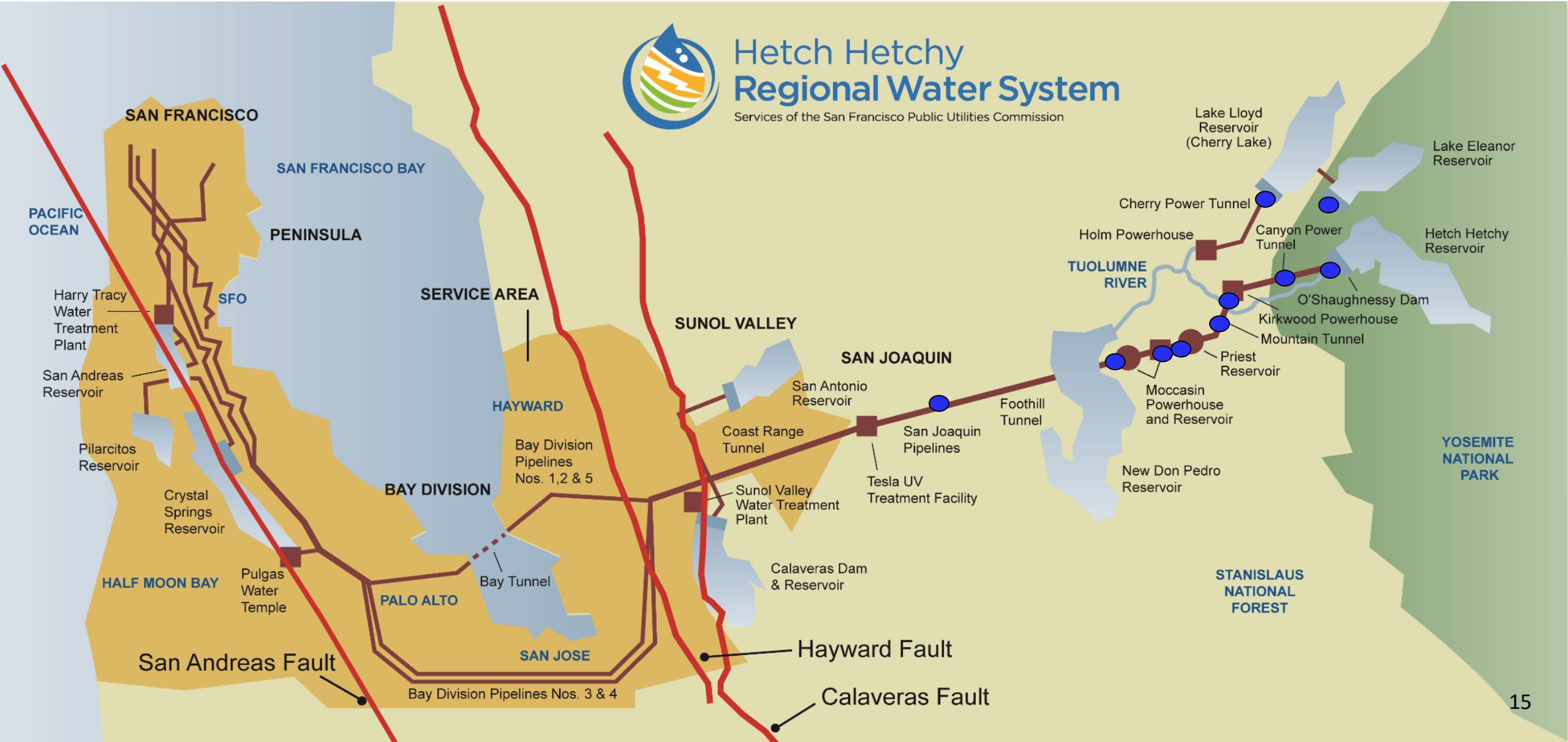
■ Expended ■ Remaining

% Complete



30%

Hetch Hetchy Project Locations



Hetch Hetchy Regional Water System
Services of the San Francisco Public Utilities Commission

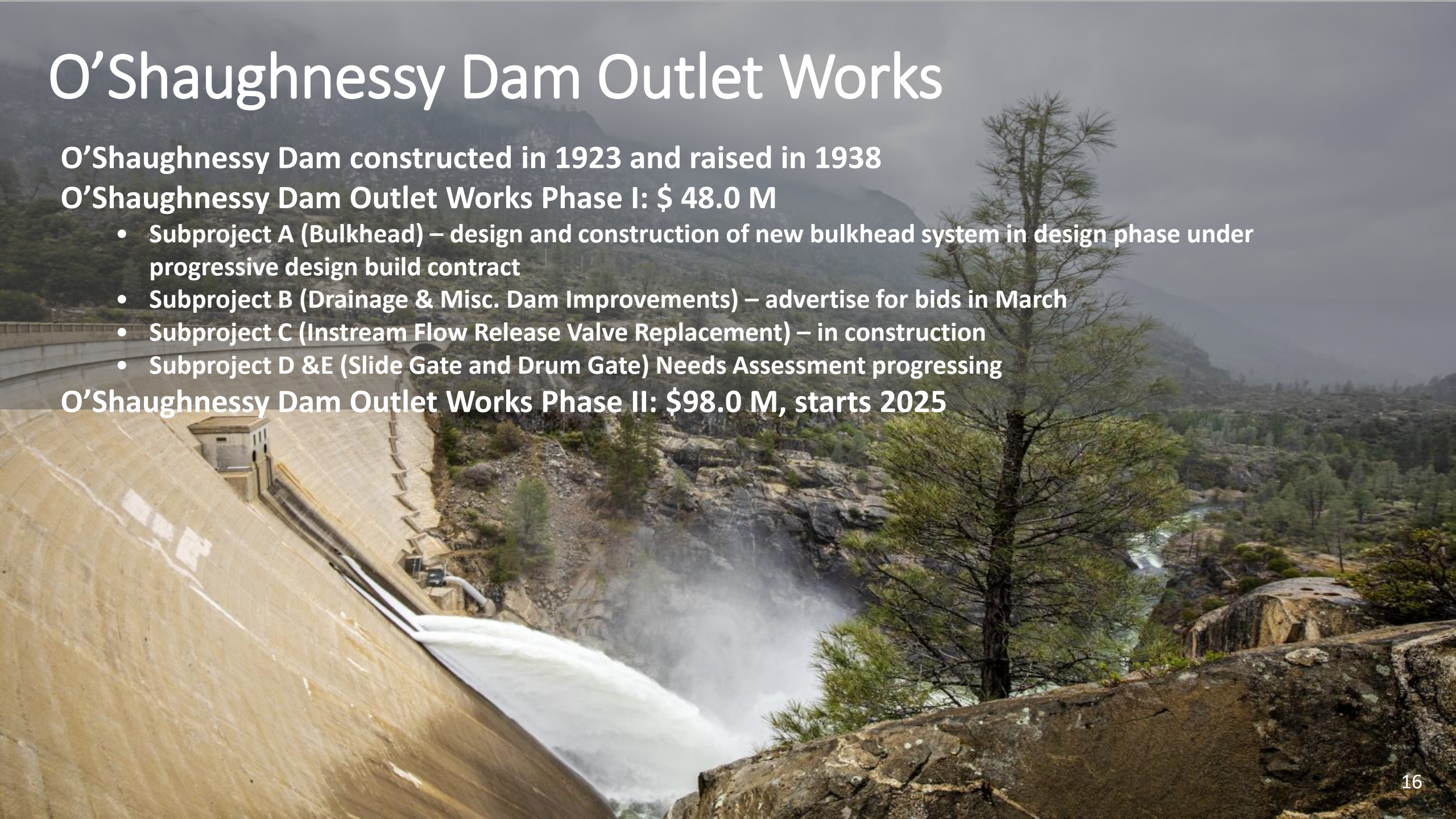
O'Shaughnessy Dam Outlet Works

O'Shaughnessy Dam constructed in 1923 and raised in 1938

O'Shaughnessy Dam Outlet Works Phase I: \$ 48.0 M

- Subproject A (Bulkhead) – design and construction of new bulkhead system in design phase under progressive design build contract
- Subproject B (Drainage & Misc. Dam Improvements) – advertise for bids in March
- Subproject C (Instream Flow Release Valve Replacement) – in construction
- Subproject D &E (Slide Gate and Drum Gate) Needs Assessment progressing

O'Shaughnessy Dam Outlet Works Phase II: \$98.0 M, starts 2025



O'Shaughnessy Dam Outlet Works

Construction January 2024



O'Shaughnessy Dam Diversion Tunnel

Mountain Tunnel Improvements Project

Approved Budget: \$238M

Forecast Completion: June 2027

Current Phase: Construction

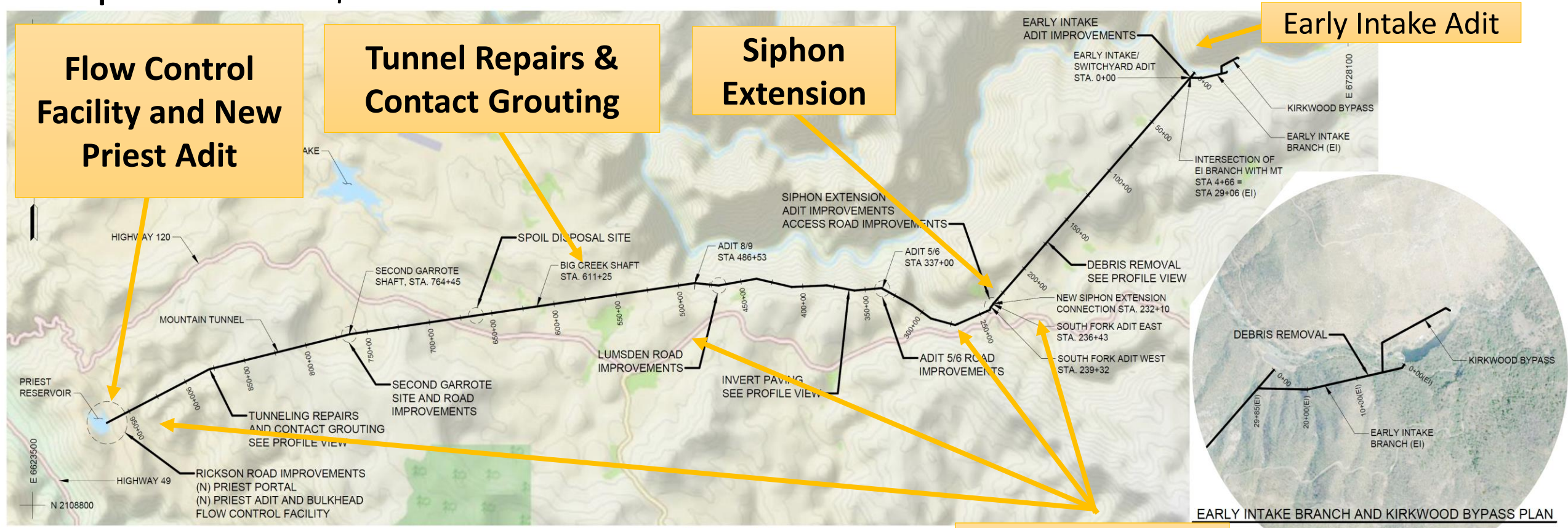
Expended to Date: \$129M

Flow Control Facility and New Priest Adit

Tunnel Repairs & Contact Grouting

Siphon Extension

Early Intake Adit



PROJECT IMPROVEMENTS - PLAN
SCALE: 1" = 4000'-0"

Roadway Improvements

2022-2026 Mountain Tunnel Outages

- 60-day to 100-day outages of entire Hetch Hetchy Water System
- Aligns with other project and maintenance shutdowns
- Regional Water System supported 100% from Bay Area reservoirs, treatment plants, and groundwater



Mountain Tunnel Improvements Project

Construction January 2024



Tunnel Lining Repair

Mountain Tunnel Improvements Project

Construction 2023



Flow Control Facility Shaft

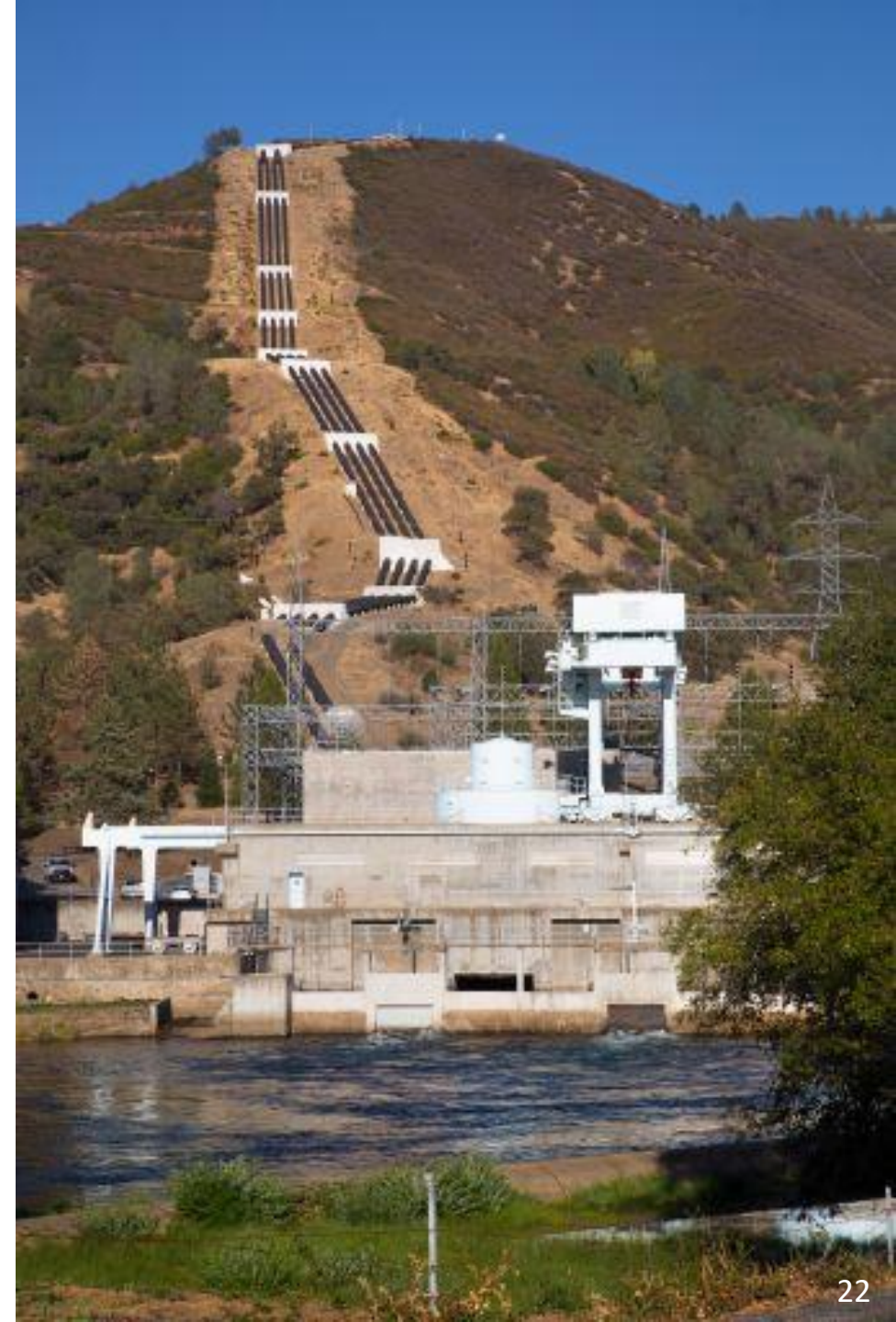


Priest Adit

Moccasin Penstocks

Approved Budget:	\$47.3 M
Forecasted Budget:	\$331.2M
Forecast Completion:	Dec 2034
Current Phase:	Planning
Expended to Date:	\$7.4 M

- Penstocks constructed in 1920's with modifications in 1960's
- Recent assessment found full replacement necessary due to cracks in hammer-forged welded steel pipe wall
- Cost increase forecasted for full replacement
- Alternatives include pipelines as well as shaft with tunnel
- Short-term risk mitigation underway



Moccasin Powerhouse and Generator Step-Up Transformer Rehabilitation

Approved Budget:	\$66.7M
Forecast Budget:	\$100.6M
Forecast Completion:	Dec 2028
Current Phase:	Multiple Phases
Expended to Date:	\$36.9M

3 Sub-Projects

A) Replacement Step-Up Transformers:

- Two transformers fully replaced by March 2023.

B) Generators Rewind:

- First generator replaced 2023-24 (photo);
- Second generator replacement 2024-25.

C) Powerhouse Systems Upgrade:

- 65% design complete; construction 2026-28.



San Joaquin Pipelines (SJPL) Valve and Safe Entry Improvement



4 Sub-Projects:

Phase 1A – Pipeline 2 Tesla & Oakdale Entry Improvements

Phase 1B – Pipelines 3&4 Tesla & Oakdale Entry Improvements

Phase 2 - Pelican, Roselle, Emery and P4J Entry Improvements

Phase 3 – Tesla Surge Tower HH-1009

Approved Budget:

\$141 M

Forecast Completion:

March 2028

Current Phase:

Multiple Phases

Expended to Date:

\$19.9 M



Water Enterprise Capital Improvement Program

WE Regional Capital Improvement Program

FY23-24 Approved Program (25 projects)

- Water Treatment – 7 projects - \$389M
 - SVWTP, HTWTP, Groundwater improvements
- Water Transmission – 7 projects - \$229M
 - Crystal Springs and Bay Division Pipelines
 - Corrosion Control
 - San Antonio Pump Station
- Water Supply & Storage – 4 projects - \$82M
 - Dam and reservoir projects
- Watershed & Lands Management – 3 projects - \$55 M
 - Trail and road projects
- Buildings and Grounds – 4 projects - \$367 M
 - Millbrae and Sunol facilities improvements

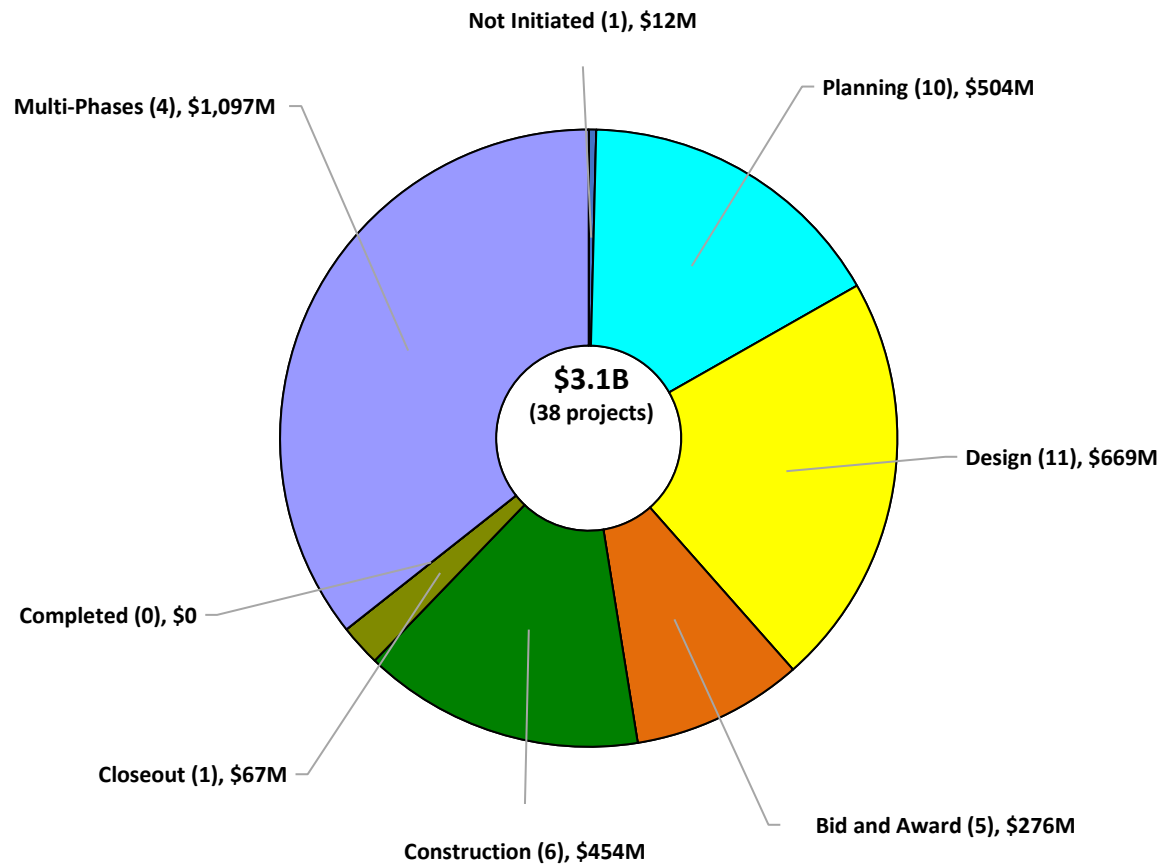
HTWTP Filter Underdrains 2023



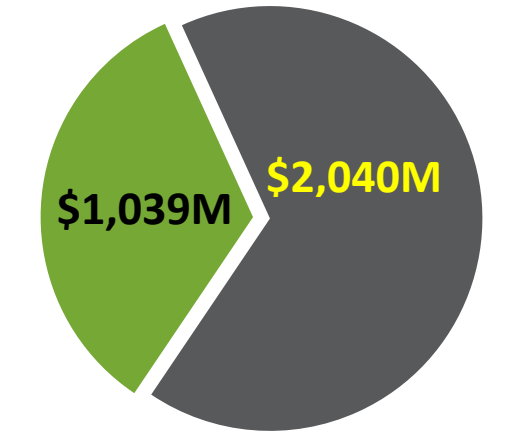
WECIP Program Status *(as of September 2023)*

Regional and Local Projects

Project Count by Phase



Expenditures



■ Expended ■ Remaining

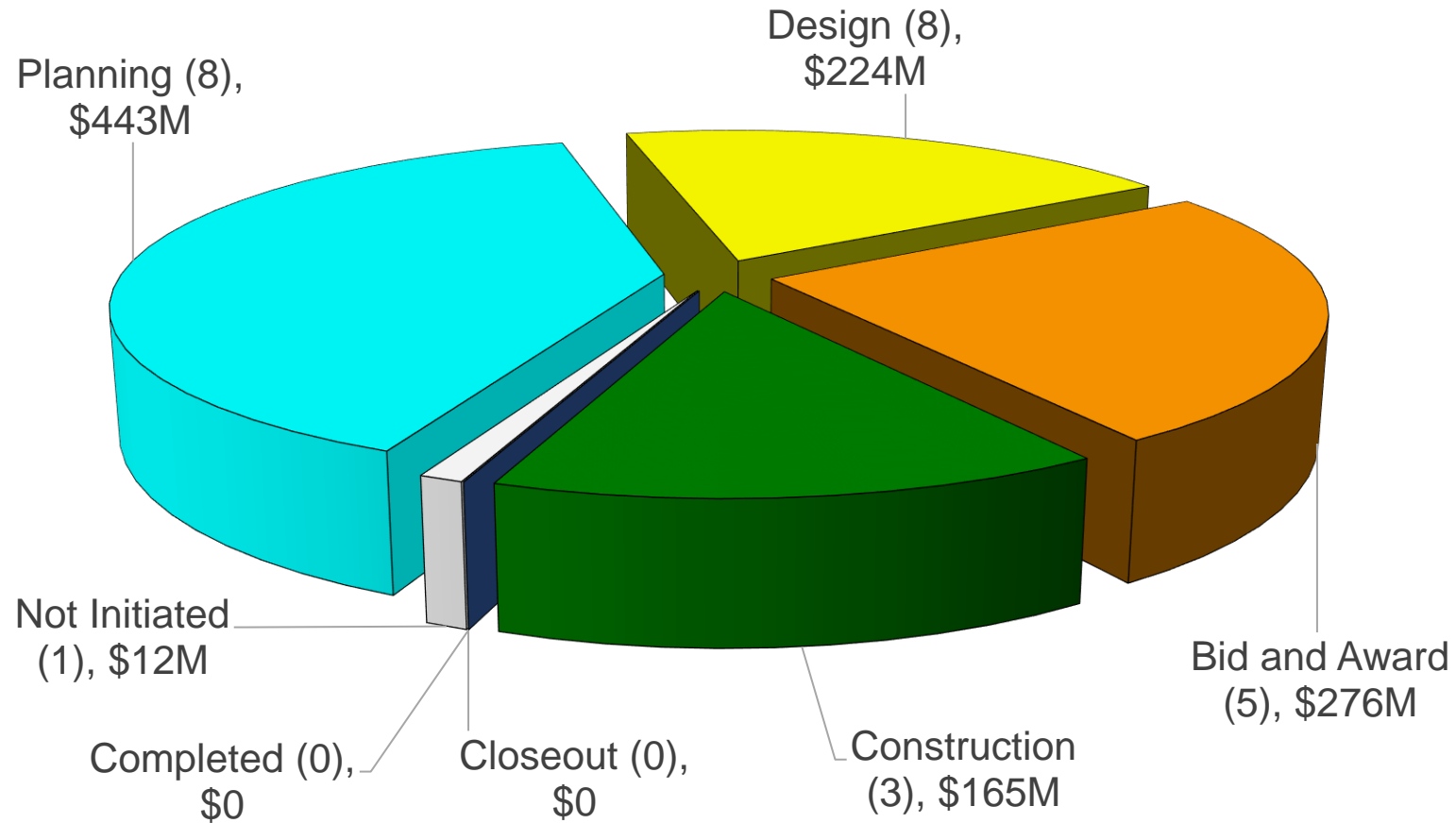
% Complete



33%

Regional WECIP Projects

Approved Budget for 25 Regional Projects by Phase



Regional Project Locations



Sunol Valley Water Treatment Plant (SVWTP)

Ozone



Approved Budget:	\$214 M
Forecasted Budget:	\$252 M
Forecast Completion:	Jun 2029
Current Phase:	Bid and Award
Expended to Date:	\$15.6 M ³⁰

Regional Dam Projects

Pilarcitos Dam Improvements: \$ 30.1 M

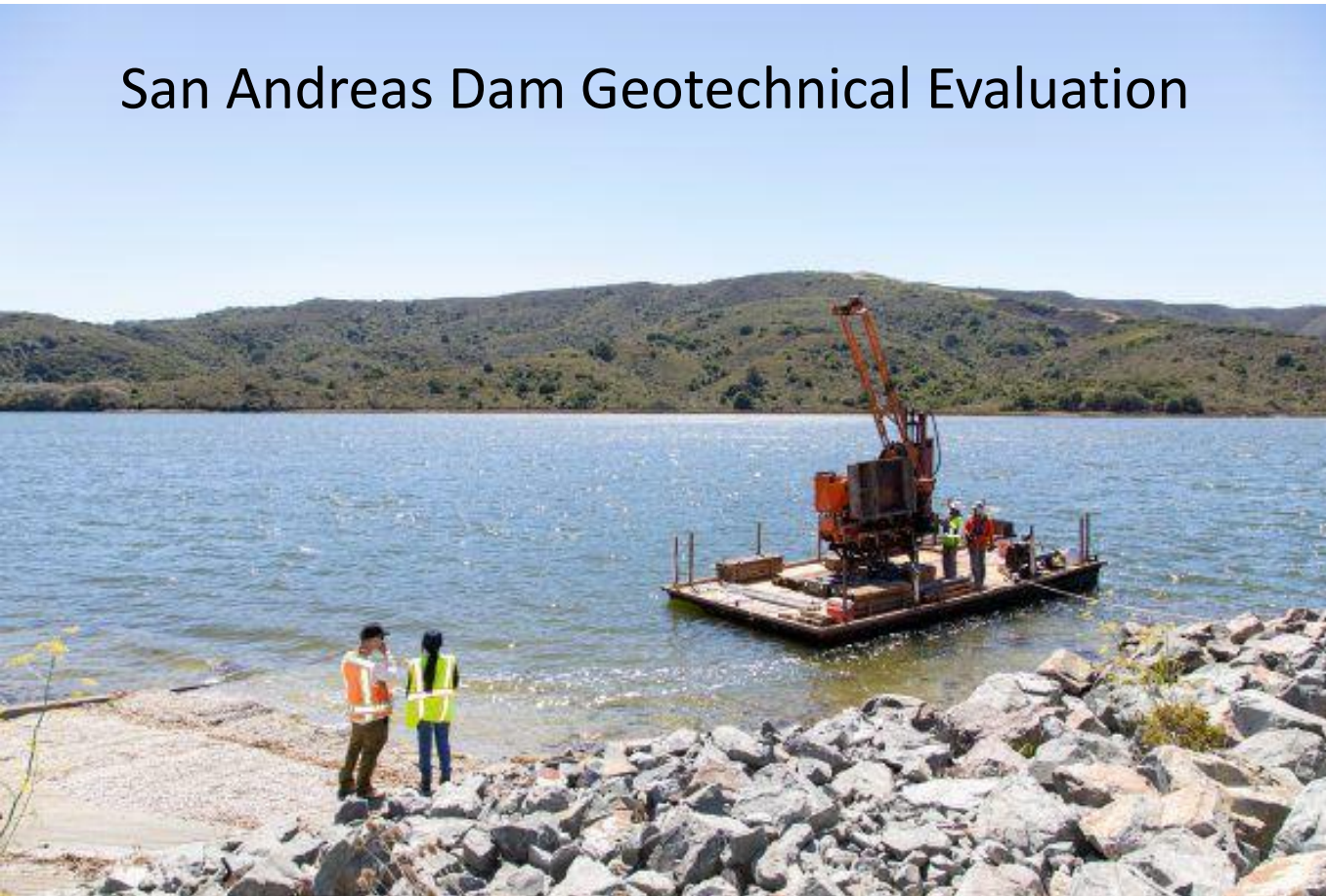
San Andreas Dam Improvements: \$ 32.2 M

Turner Dam: \$ 7.5 M

San Andreas Dam Geotechnical Evaluation



Pilarcitos Dam and Reservoir



Turner Dam (San Antonio Reservoir)

Sunol Long Term Improvements

Approved Budget: \$114 M

Forecast Completion: Dec 2025

Current Phase: Construction

Expended to Date: \$102 M



Phase 1: Sunol Yard



Phase 2: Alameda Creek Watershed Center

Millbrae Yard Campus Improvements

Approved Budget: \$238 M
Forecasted Budget: \$428 M
Forecast Completion: Oct 2032
Current Phase: Planning
Expended to Date: \$7.31 M

**New Laboratory and Office building,
refurbished Admin and Shops buildings.**



WE Local Capital Improvement Program

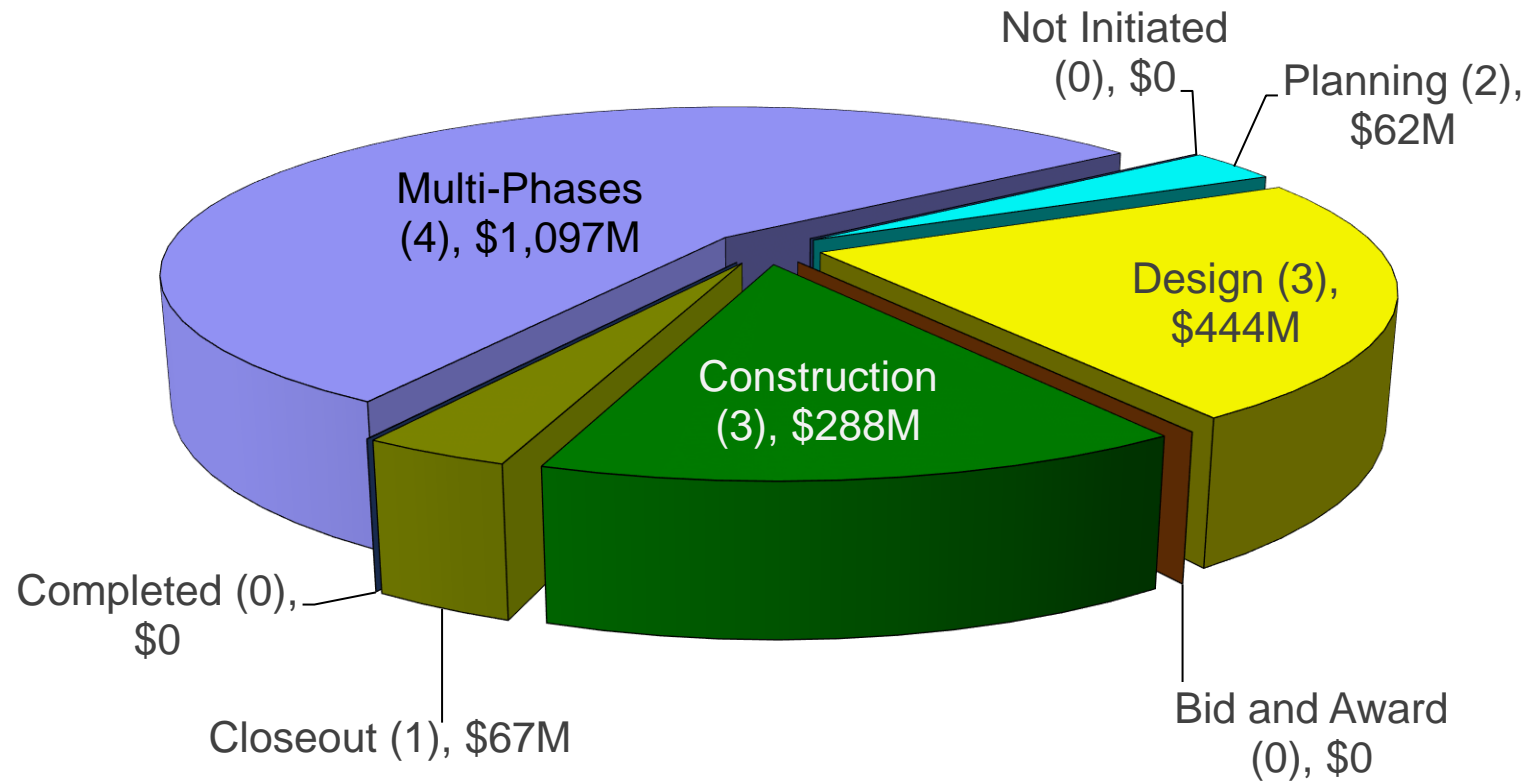
FY23-24 Approved Program (13 projects)

- Water Transmission - 4 projects (\$1,014M)
 - Local Water Conveyance/Distribution
 - Lead Component Service Program
- Local Water Supply - 3 projects (\$323M)
 - Lake Merced, SF Groundwater, Recycled Water
- Local Tanks/Reservoir Improvements - 2 projects (\$39M)
- Pump Stations – 1 project (\$7M)
- Buildings and Grounds - 1 projects (\$394M)
 - New CDD Headquarters
- Emergency Firefighting Water System - 2 projects (\$183M)



Local (SF) WECIP Projects

Approved Budget for 13 Local Projects by Phase



Local Water Conveyance/Distribution System – Water Main Replacement

Approved Budget:	\$902M
Forecast Budget:	\$1,146M
Forecast Completion:	June 2035
Current Phase:	Multiple Phases
Expended to Date:	\$492.4M

Programmatic project to replace up to 15 miles per year of aging water pipelines in San Francisco's distribution system.

Recent and ongoing projects throughout San Francisco include 19th Avenue, L-Taraval, Castro, Diamond, Geary, Laidley and many more.

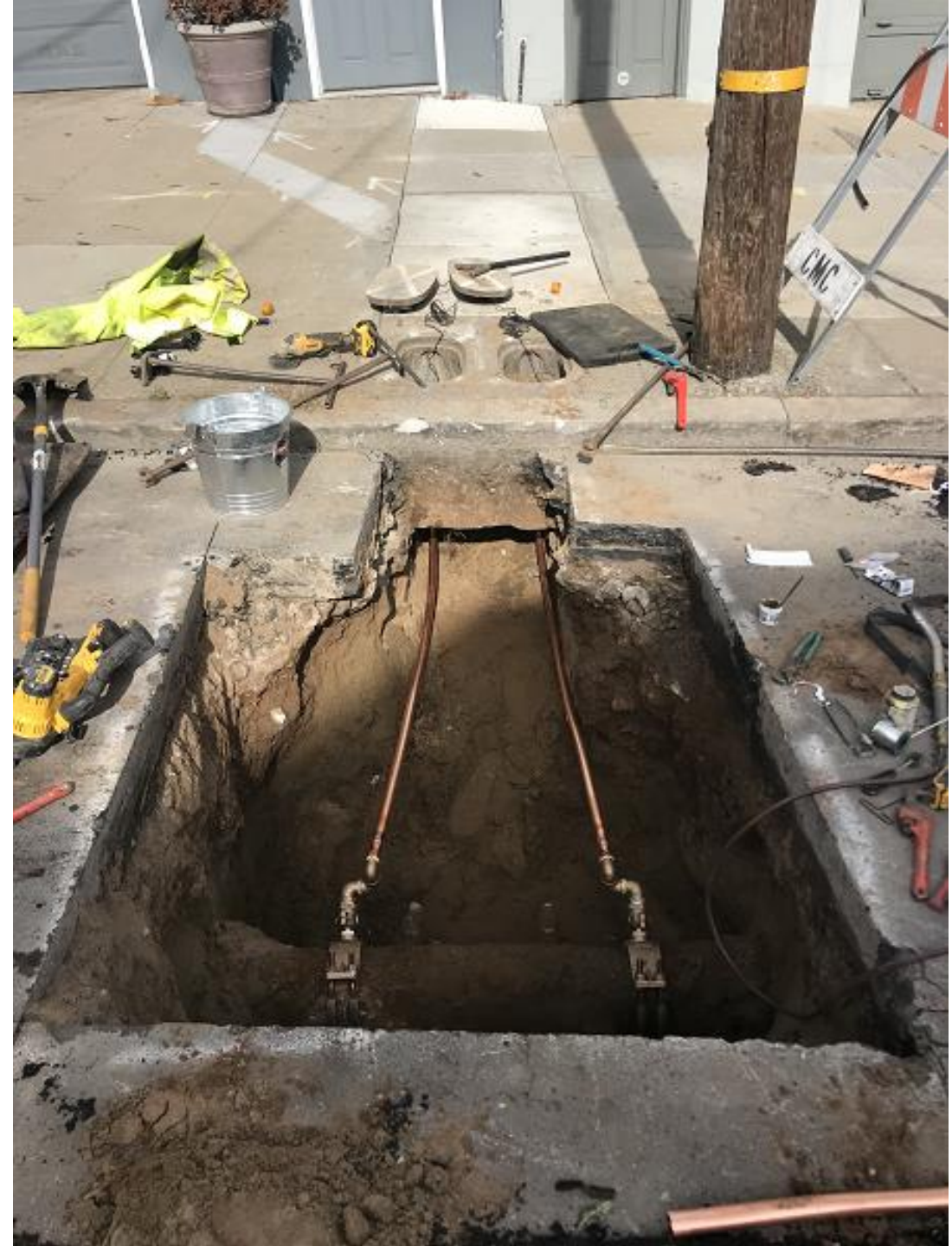


Lead Component Service Program

Approved Budget: \$49.2M
Forecast Completion: December 2027
Current Phase: Construction
Expended to Date: \$8.7M

Progress and Status:

- Project replaces approx. 1300 galvanized steel water service lines in San Francisco.
- Meets intent of Senate Bill 1398 to identify and replace service lines with lead or unknown materials by 2030.
- 643 water service lines replaced by end of December 2023 (44% of total for replacement).
- Applying for State Revolving Fund Loan



New CDD Headquarters

Approved Budget:	\$393.6M
Forecast Completion:	May 2029
Current Phase:	Design
Expended to Date:	\$9.5M

This project will provide a new campus for the City Distribution Division (CDD) staff at 2000 Marin Street in San Francisco.

Progress and Status:

- 100% Design Development in Summer 2024
- Artist being selected for Public Art Installation on garage wall
- Construction to start Fall 2024



AERIAL VIEW OF SITE LOOKING EAST



Water System Improvement Program (Regional)



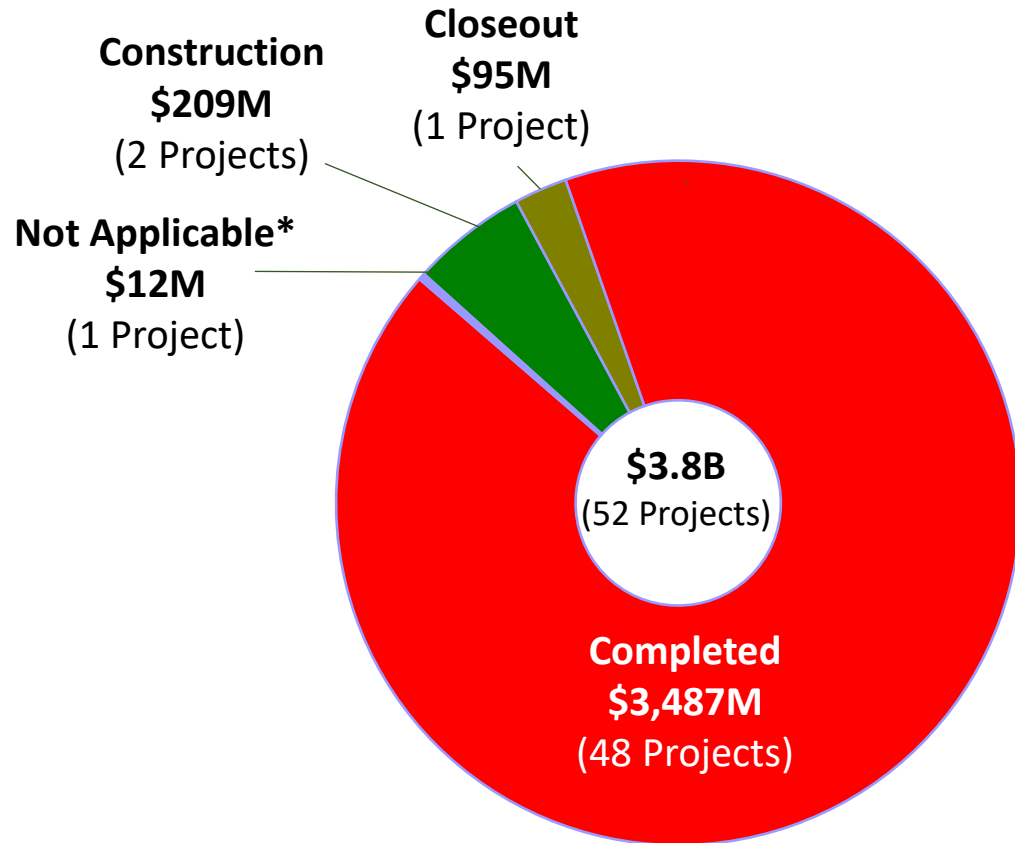
San Francisco
Water Power Sewer

Services of the San Francisco Public Utilities Commission

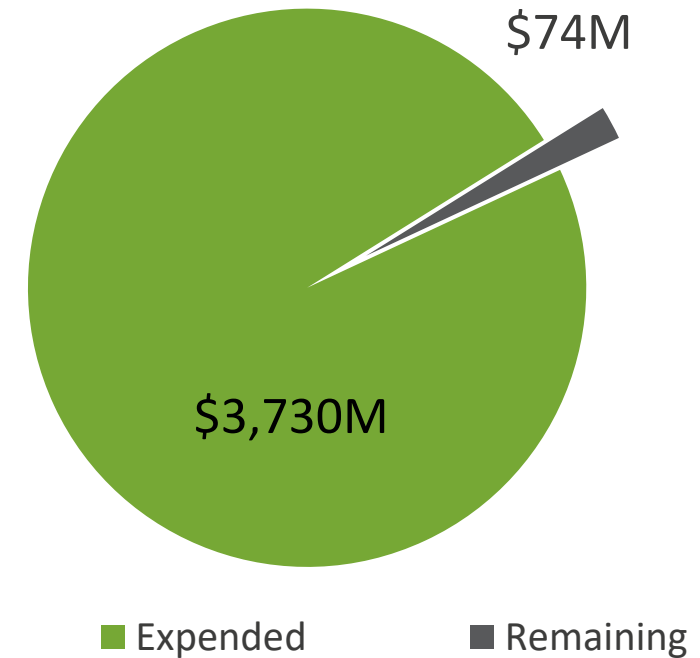
WSIP Regional Program Status

(As of September 2023)

Project Count by Phase



Expenditures



% Complete



* "Not Applicable" category is for one project that does not include construction: Long-Term Mitigation Endowment

Alameda Creek Recapture Project

Approved Budget:	\$44.0 M
Forecasted Budget:	\$49.0 M
Forecast Completion:	June 2032
Current Phase:	Construction
Expended to Date:	\$31.9 M

- Recaptures water released from Calaveras Dam for reuse
- Construction Contract terminated
- Erosion repairs and bank stabilization
- Rebid contract with design improvements for sustainable O&M

Pond F2 Project Site

Regional Groundwater Storage and Recovery Project

(As of September 2023)

Approved Budget:	\$158 M
Forecast Completion:	February 2027
Current Phase:	Construction
Expended to Date:	\$127 M



QUESTIONS?



**PUBLIC UTILITIES
REVENUE BOND OVERSIGHT COMMITTEE
CITY AND COUNTY OF SAN FRANCISCO
DRAFT MINUTES**

**Public Utilities Commission Building
525 Golden Gate Ave., 3rd Floor
Tuolumne Conference Room
San Francisco, CA 94102**

**Tuesday, March 12, 2024 - 9:00 AM
Regular Meeting**

Mission: The Revenue Bond Oversight Committee (RBOC) monitors the expenditure of revenue bond proceeds related to the repair, replacement, upgrade and expansion of the SFPUC's water, power and sewer infrastructure. The RBOC provides independent oversight to ensure transparency and accountability. The RBOC's goal is to ensure that SFPUC revenue bond proceeds are spent for their intended purposes in accordance with legislative authorization and other applicable laws.

1. Call to Order, Roll Call, and Agenda Changes

Seat 1	<i>Vacant</i>
Seat 2	Lars Kamp
Seat 3	Jason Leung
Seat 4	Claire Veuthey, Vice Chair
Seat 5	<i>Vacant</i>
Seat 6	Abby Veaser
Seat 7	Reuben Holoher, Chair

Chair Holoher called the meeting to order at 9:16 a.m. On the call of the roll, Chair Holoher, Vice Chair Veuthey, and Members Leung and Veaser were noted present. Member Kamp was noted not present. A quorum was present.

There were no agenda changes.

2. Public Comment

Speakers: Dave Warner shared concerns regarding financial risks in the SFPUC budget, especially in regard to water and sewer rates and demand projections presently under consideration by the SFPUC; Peter Dreckmeier; shared concerns expressed by Dave Warner related to water rates, demand projections, the demand drought model, and the alternative water supply under consideration by the SFPUC.

3. RBOC: Audit Update

Hunter Wang (City Services Auditor, Office of the Controller) shared that the fieldwork stage has begun for the phase III audit, and answered questions raised throughout the discussion. The City Services Auditor team is anticipating completing the draft report by the end of the current fiscal year. Eugene Yano (Yano Accountancy Corporation) answered further questions related to the draft report preparation timeline.

Public Comment: None.

There was no action taken.

4. DCA: Scope of RBOC

Katherine Ortega (Office of the City Attorney) provided a [presentation](#) on the history and scope of work and inquiry for RBOC, and answered questions raised throughout the discussion.

Public Comment: Dave Warner shared concerns regarding the scope of work of RBOC and disappointment that RBOC may be unable to pursue review of SFPUC rates and risk analysis.

There was no action taken.

5. RBOC: Planning for Future Audits

RBOC has been planning for a future audit and has prepared a request for proposal (RFP) over the course of the past year. Several versions of this RFP have been reviewed by RBOC, but there may be issues with the proposed scope of inquiry which limits RBOC from moving forward with the audit as previously planned. Therefore, RBOC may choose to discard previous work prepared and begin planning for a future audit. Members may discuss the planning for future audit preparation in a working group—in consultation with the City Attorney's Office—and may develop and present a future audit proposal at a later RBOC meeting. Katherine Ortega (Office of the City Attorney) answered questions raised throughout the discussion.

Public Comment: None.

There was no action taken.

6. RBOC: 2023 Annual Report

Chair Holoher provided a summary on the progress of the Annual Report and recommended approval. Nikolai Sklaroff (SFPUC) and Katherine Ortega (Office of the City Attorney) answered questions raised throughout the discussion.

Public Comment: None.

Vice Chair Veuthey, seconded by Member Veaser, moved to approve the 2023 Annual Report. The motion PASSED by the following vote:

Ayes: 5 - Leung, Veuthey, Veaser, Holoher
Absent: 1 - Kamp

Action: 2023 Annual Report APPROVED

7. Minutes Approval – February 13, 2024 RBOC Meeting

John Carroll, Clerk, indicated he would make clerical corrections to the February 13, 2024 meeting minutes to include the seconders for nominations to the Chair and Vice chair offices.

Public Comment: None.

Vice Chair Veuthey, seconded by Chair Holoher, moved to approve the February 13, 2024, meeting minutes with clerical changes. The motion PASSED by the following vote:

Ayes: 5 - Leung, Veuthey, Veaser, Holoher
Absent: 1 - Kamp

Action: Minutes APPROVED

8. Announcements, Comments, Questions, and Future Agenda Items

RBOC members requested to hear updates on the Water System Improvement Program, the Power Enterprise and Clean Power SF programs, and Finding 2 of the SFPUC Performance Audit of Select Revenue Bond Expenditures during future meetings. RBOC members also requested to begin planning a future site visit to the SSIP project sites including the Southeast Treatment Center, as tracked in topic H listed below. Nikolai Sklaroff (SFPUC) and Katherine Ortega (Office of the City Attorney) answered questions raised throughout the discussion.

Public Comment: None.

RBOC has scheduled the following meeting dates in 2024:

- April 9, 2024;
- May 14, 2024;
- June 11, 2024;
- July 9, 2024;
- August 13, 2024;
- September 10, 2024;
- October 8, 2024;
- November 12, 2024; and
- and December 10, 2024.

RBOC is tracking the following topics and issues as potential Future Agenda Items:

- A. SFPUC: Water System Improvement Program Update;
- B. SFPUC: Power Enterprise and Clean Power SF Update;
- C. SFPUC: State Federal Loan Updates;
- D. SFPUC: Staff Report: Environmental Justice;
- E. RBOC: Acquiring consultant to examine expected performance of completed projects;
- F. RBOC: Discussion of the 2015 report, entitled ["Evaluation of Lessons Learned from the WSIP Program,"](#) to identify procedures and reporting processes from the Water System Improvement Program which may be applied to SSIP;
- G. SFPUC: Discussion of Finding 2 of the [SFPUC Performance Audit of Select Revenue Bond Expenditures dated December 23, 2021](#)
Finding 2: "The Quality Assurance Audit Function Was Not Operational From June 2017 Through November 2020;"
(May be scheduled in Spring 2024, as a follow-up to the May 9, 2023 meeting)
- H. SFPUC: Planning for Future Site Visit to the SSIP project sites including the Biosolids Digester and Headworks Facility projects.

9. Adjournment

There being no further business, the meeting adjourned at 10:43 a.m.

N.B. The Minutes of this meeting set forth all actions taken by the Revenue Bond Oversight Committee on the matters stated but not necessarily in the chronological sequence in which the matters were taken up.

Approved: Draft
Public Utilities Revenue Bond Oversight Committee