[Service Agreement - Pacific Gas and Electric Company - CleanPowerSF - Not to Exceed $20,000,000]

Resolution retroactively approving a service agreement between Pacific Gas and Electric Company and the City and County of San Francisco, for services to CleanPowerSF for a term of ten years, from January 1, 2019, through December 31, 2028, in a total amount not to exceed $20,000,000.

WHEREAS, In May 2016, the San Francisco Public Utilities Commission (PUC) launched San Francisco’s Community Choice Aggregation (CCA) program, CleanPowerSF; and

WHEREAS, The goals of CleanPowerSF are to provide affordable and reliable electricity services, cleaner energy alternatives advancing the City’s Greenhouse Gas reduction goals, investment in local renewable energy projects and jobs, and long-term rate and financial stability; and

WHEREAS, The California Public Utilities Commission (CPUC) requires all CCAs execute a Service Agreement with their investor owned utility; for CleanPowerSF the utility is Pacific Gas and Electric Company (PG&E); and

WHEREAS, The Service Agreement is a tariffed agreement in which CleanPowerSF agrees to comply with the terms and conditions of PG&E’s tariff governing the provision of services to CCAs such as metering, billing, and transfers of customers to and from the CCAs; and

WHEREAS, The Service Agreement sets forth general contract provisions governing the relationship between the parties, such as billing and payment, dispute resolution, audits, and indemnities; and

WHEREAS, Because the Service Agreement is part of PG&E’s CPUC approved tariff, it is not possible to include the City’s standard terms and conditions; and
WHEREAS, The Service Agreement does not contain any costs; the costs and fees for CCA service are established by the CPUC and contained in the PG&E tariff; and

WHEREAS, The total cost of CCA service pursuant to the tariff can change from year to year depending on the type of services provided; for example, CleanPowerSF anticipates higher costs in 2019 due to its anticipated expansion to all residential customers in the City; and

WHEREAS, CleanPowerSF estimates that its costs under the tariff will not exceed $2,000,000 per year; and

WHEREAS, CleanPowerSF’s current Service Agreement with PG&E expires on December 31, 2018, and CleanPowerSF must execute a new Service Agreement in order to continue to provide CCA service; and

WHEREAS, The Public Utilities Commission approved the Service Agreement on November 13, 2018, in Resolution No. 18-0186; and

WHEREAS, The Service Agreement is on file with the Clerk of the Board of Supervisors in File No. 181179; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby authorizes the General Manager of the Public Utilities Commission to execute the Service Agreement with Pacific Gas and Electric Company with total costs not to exceed $20,000,000 with the term of January 1, 2019, through December 31, 2028; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the General Manager of the Public Utilities Commission to make amendments to the contract, as needed, that do not materially increase the obligations or liabilities of the City; and, be it
FURTHER RESOLVED, That within thirty (30) days of service agreement being fully executed by all parties the SFPUC shall provide the final agreement to the Clerk of the Board for inclusion into the official file.
Resolution retroactively approving a service agreement between Pacific Gas and Electric Company and the City and County of San Francisco, for services to CleanPowerSF for a term of ten years, from January 1, 2019, through December 31, 2028, in a total amount not to exceed $20,000,000.

January 17, 2019 Budget and Finance Committee - AMENDED

January 17, 2019 Budget and Finance Committee - CONTINUED AS AMENDED

January 24, 2019 Budget and Finance Committee - RECOMMENDED AS COMMITTEE REPORT

January 29, 2019 Board of Supervisors - ADOPTED

Ayes: 11 - Brown, Fewer, Haney, Mandelman, Mar, Peskin, Ronen, Safai, Stefani, Walton and Yee

I hereby certify that the foregoing Resolution was ADOPTED on 1/29/2019 by the Board of Supervisors of the City and County of San Francisco.

Angela Caballero
Clerk of the Board

London N. Breed
Mayor

Date Approved: 1/30/2019