FILE NO. 241059

RESOLUTION NO.600-24

[Greenhouse Gas Energy Sale - Pacific Gas and Electric Company - CleanPowerSF Greenhouse Gas-Free Energy Supplies - Not to Exceed \$8,955,000]

Resolution approving a Greenhouse Gas-Free Contract for CleanPowerSF with the Pacific Gas and Electric Company to acquire the renewable electricity supplies needed to meet and maintain the City and County of San Francisco's clean energy targets, in an amount not to exceed \$8,955,000 with a term of one year from January 1, 2025, through December 31, 2025, with binding arbitration.

WHEREAS, California Public Utilities Code, Section 366.2, allows public agencies to aggregate the electrical load of interested electricity customers within their jurisdictional boundaries; and

WHEREAS, Pursuant to this law, the City and County of San Francisco (City) established a Community Choice Aggregation (CCA) program known as CleanPowerSF to provide electric power to residents and businesses located within its jurisdiction; and

WHEREAS, On May 18, 2004, by Ordinance No. 86-04, this Board of Supervisors established a CCA program and implemented CleanPowerSF, through the work of the San Francisco Public Utilities Commission (SFPUC), allowing the City to increase the scale and cost-effectiveness of renewable energy, conservation, and energy efficiency in San Francisco, and to increase local control over electricity prices and resources; and

WHEREAS, Currently, CleanPowerSF is providing clean energy to more than 380,000 active customer accounts within San Francisco with an annual energy requirement of approximately 3,000 gigawatt-hours; and

WHEREAS, Chapter 9, Section 902, of the City's Environmental Code outlines emissions reduction targets for San Francisco, along with the sustainability goals needed to

Public Utilities Commission BOARD OF SUPERVISORS meet them and among the sustainability goals is a target to supply 100% renewable electricity by 2025 and 100% renewable energy by 2040; and

WHEREAS, On July 31, 2024, the SFPUC submitted a bid into Pacific Gas and Electric Company (PG&E)'s Greenhouse Gas-Free (GHG-Free) Energy Sale – Solicitation to purchase GHG-Free Energy from hydroelectric resources for CleanPowerSF for 2025 delivery; and

WHEREAS, On August 6, 2024, PG&E notified the SFPUC that its bid to purchase 2025 GHG-Free Energy was accepted; and

WHEREAS, The proposed GHG-Free Energy Contract (2025 GHE-Free Energy Contract) will provide greenhouse gas-free energy to CleanPowerSF from hydroelectric resources from January 1, 2025, through December 31, 2025 and will be funded entirely by CleanPowerSF customer revenues; and

WHEREAS, The proposed 2025 GHG-Free Energy Contract requires a waiver of certain City contract-related requirements, and the General Manager has waived such requirements pursuant to the waiver authority of the San Francisco Administrative Code, Section 21.43; and

WHEREAS, San Francisco Administrative Code, Section 21.43, delegates authority to the General Manager to enter into agreements with binding arbitration provisions with Investor-owned Utilities (IOUs), including PG&E, but not for contracts of this specific product type; and

WHEREAS, The proposed 2025 GHG-Free Energy Contract requires binding arbitration, and therefore requires approval from this Board of Supervisors; and

WHEREAS, PG&E's solicitation required CleanPowerSF to sign the contract before receiving approval from the Board of Supervisors; and

Public Utilities Commission BOARD OF SUPERVISORS WHEREAS, On September 11, 2024, the General Manager signed the 2025 GHG-Free Energy Contract, subject to Board of Supervisors approval. This agreement is on file with the Clerk of the Board of Supervisors, in File No. [NUMBER]; and

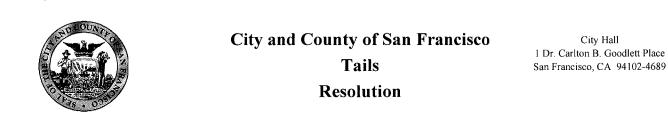
WHEREAS, The contract contains a condition precedent providing that it will not be effective until it is approved by the Board of Supervisors and if it is not approved by this Board, there is no liability to the City; and

WHEREAS, On October 22, 2024, by Resolution No. 24-0215, the SFPUC approved the 2025 GHG-Free Energy Contract in an amount not to exceed \$8,955,000 with a term of one year, and with binding arbitration, and authorized the General Manager to seek Board of Supervisors approval for such contract; now, therefore, be it

RESOLVED, That this Board of Supervisors hereby approves a Greenhouse Gas-Free Contract for CleanPowerSF with the Pacific Gas and Electric Company to acquire the renewable electricity supplies needed to meet and maintain the City's clean energy targets, in an amount not to exceed \$8,955,000 with a term of one year, from January 1, 2025, through December 31, 2025, with binding arbitration.

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Date Passed: December 03, 2024

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November 20, 2024 Budget and Finance Committee - RECOMMENDED

December 03, 2024 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai and Walton

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I hereby certify that the foregoing Resolution was ADOPTED on 12/3/2024 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

London N. Breed Mayor

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Date Approved