

1 [Participation Costs for CleanPowerSF Membership - California Community Power Authority -
2 Not to Exceed \$8,286,095]

3 **Resolution approving an increase in the not to exceed amount for the general and
4 administrative cost for CleanPowerSF's participation in the California Community
5 Power Authority by \$3,513,385 for a new total not to exceed amount of \$8,286,095 with
6 no change to the term duration, from January 1, 2024, through December 31, 2048,
7 pursuant to Section 9.118 of the Charter.**

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9 WHEREAS, The San Francisco Board of Supervisors established a Community Choice
10 Aggregation program in 2004 and has implemented the program, called CleanPowerSF,
11 through the work of the San Francisco Public Utilities Commission (SFPUC) in consultation
12 with the San Francisco Local Agency Formation Commission; and

13 WHEREAS, On March 12, 2021, by Ordinance No. 25-21, the Board of Supervisors 1)
14 authorized CleanPowerSF to join a joint powers authority called California Community Power
15 ("CC Power"), 2) approved the CC Power joint powers agreement ("Agreement"), 3)
16 authorized the General Manager of the PUC to execute the Agreement, 4) approved payment
17 of CleanPowerSF's share of the start-up and on-going costs administrative costs of CC Power
18 in an amount not to exceed \$50,000 for calendar years 2021, 2022, and 2023, 5) authorized
19 the PUC to seek reauthorization for CleanPowerSF's cost of participation in CC Power by
20 Board Resolution, and 6) approved waivers of certain otherwise applicable contract terms for
21 agreements entered into with CC Power; and

22 WHEREAS, On June 27, 2023, by Resolution No. 23-0139, the SFPUC Commission
23 approved CleanPowerSF's share of the CC Power administrative costs for 25 years to
24 correspond with the length of the existing long-term contracts for a total amount of
25 \$4,772,710, based on CleanPowerSF's 2023-2024 annual pro-rata share plus a contingency

1 for an annual amount of \$100,000, and annual adjustments of five percent per year for
2 inflation for 25 years; and

3 WHEREAS, On October 3, 2023, by Resolution No. 472-23, this Board of Supervisors
4 reauthorized the payment of CleanPowerSF's pro rata contributions to CC Power's on-going
5 general and administrative expenses for a not to exceed amount of \$4,772,710 for 25 years
6 until December 31, 2048; and

7 WHEREAS, Currently, CleanPowerSF is participating in the purchase of energy and
8 capacity from four energy projects procured by CC Power that support CleanPowerSF's
9 purchases of long duration energy storage and firm clean energy resources (Decision 21-06-
10 035); and

11 WHEREAS, On May 21, 2025, CC Power adopted a Fiscal Year 2025-26 budget for
12 on-going general administrative activities totaling \$1,565,789 and of this amount, \$1,515,789
13 was identified for staffing, service contracts and related operating expenses and \$50,000 was
14 identified for contributions to financial reserves; and

15 WHEREAS, The CC Power joint powers agreement requires all members to share
16 equally in general and administrative costs, resulting in a share for CleanPowerSF of
17 \$173,977; and

18 WHEREAS, This Resolution would approve an increase in the not to exceed amount
19 by \$3,513,385 from \$4,772,710 for a new total not to exceed amount of \$8,286,095 to cover
20 CleanPowerSF's share of on-going administrative costs, estimated to be \$200,000 per year
21 beginning in Fiscal Year 2025-26 and increasing at an annual rate of five percent per year
22 through Fiscal Year 2047-48; and

23 WHEREAS, The estimated amount includes a small contingency for unplanned costs
24 and an escalator over the following 23 years to address inflation; and

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1 WHEREAS, Alignment of CleanPowerSF's payment of on-going general and
2 administrative costs with the term of the project agreements it has executed ensure that
3 CleanPowerSF can fulfill its membership obligations during the term of its project agreements,
4 subject to a reasonable not to exceed limit on its share of these expenses; and

5 WHEREAS, On June 24, 2025, by Resolution No. 25-0104, the SFPUC Commission
6 approved an increase of the not to exceed amount for CleanPowerSF's pro rata contributions
7 to CC Power's on-going general and administrative expenses from \$4,772,710 to \$8,286,095
8 for 23 years, based on an estimate of \$200,000 per year, escalated at five percent, pursuant
9 to Section 9.118 of the Charter; now, therefore be it

10 RESOLVED, That this Board of Supervisors approves an increase to SFPUC's general
11 and administrative cost for CleanPowerSF's participation in the California Community Power
12 Authority from \$4,772,710 for an increase of \$3,513,385 for a new total not to exceed amount
13 of \$8,286,095, for a duration of 25 years from January 1, 2024, through December 31, 2048.

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