

1 [SFLAFCo Future Work Plan]

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3 **Resolution requesting support of the Board of Supervisors for the Future Work**
4 **Plan of the San Francisco Local Agency Formation Commission.**

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6 WHEREAS, The primary purpose of the San Francisco Local Agency Formation
7 Commission (San Francisco LAFCo or Commission) under the Cortese-Knox-Hertzberg
8 Local Government Reorganization Act of 2000 is to review public service needs,
9 including utility service, and to determine whether new government entities should be
10 created or changes in existing governments should be made to address the needs of its
11 citizens;

12 WHEREAS, The Commission adopted by resolution its Energy Services Study
13 and Recommendations for Electric Utility Service;

14 WHEREAS, The Study indicates that reliable, reasonably priced electric service
15 is vital to the City's economic health and public welfare;

16 WHEREAS, The San Francisco Local Agency Formation Commission has
17 adopted on November 8, 2002 by Resolution No. 02-03, a Future Work Plan that
18 includes pursuing a strategic plan for power supply, transmission, and distribution to the
19 City and County of San Francisco and other work plan items as follows:

20 1. Development and adoption of a conceptual model of governance for the
21 energy future of the City and County of San Francisco by:

- 22 a. The SFPUC as an aggregator of retail electricity loads and an Energy
23 Service Provider (ESP) based on the SFPUC/SFDOE Electricity
24 Resources Plan published in March 2002, the proposed charter
25 amendments to restructure the SFPUC, submitted on June 17, 2002,

Supervisor Gonzalez

Clerk of the Board

1 newly enacted sections 331.1, 366.2 and 381.1 of the Public Utilities Code
2 to permit community aggregation, and the conceptual model for SFPUC
3 contained in the Energy Services Study; or

4 b. A separate municipal electric utility created by the Board of Supervisors
5 with an elected governing body or a governing body appointed by the
6 Mayor or Board of Supervisors;

7 2. Development of an integrated Long-Term Resources Plan, including financial
8 and competition plans for support;

9 3. Confirmation or modification of the preferred energy supplier role for SFPUC,
10 including a risk assessment and an evaluation of benefits provided to
11 customers, as compared to costs and services that are likely to be available
12 from competing service providers;

13 4. Assuming confirmation of an energy supply role for SFPUC, monitor and
14 support legislative and regulatory activities that provide for Direct Access and
15 Community Aggregation (e.g. AB 117);

16 5. Development of a Risk Management Plan for the selected energy service
17 model and development of an Implementation Plan;

18 6. Consideration of SFPUC's acquisition of PG&E's distribution system in
19 accordance with the Energy Services Study;

20 7. Development of a Financing Plan to fund the costs of the Energy Services
21 Study recommendations;

22 WHEREAS, Further, the San Francisco Local Agency Commission has approved
23 as a part of its Future Work Plan the following:
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- 1 1. Pursuing possible energy power resource options through the water utility,
2 including, but not limited to exploring desalinization, studying the tidal current
3 generation; and implementing of a recycled water program;
4 2. Review of those specific public services provided by the City and County of
5 San Francisco through contracts and agreements with publicly funded non-
6 profit corporations and other non-profit entities; and

7 WHEREAS, The San Francisco Local Agency Formation Commission
8 determines that it is advisable for the Board of Supervisors to be notified of the
9 proposed Future Work Plan and, further, the Commission requests that the Board of
10 Supervisors express its support for the Future Work Plan; now, therefore, be it

11 RESOLVED, That the Board of Supervisors extends its support for the San Francisco
12 Local Agency Formation Commission’s Future Work Plan.

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City and County of San Francisco

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

Tails
Resolution

File Number: 021923

Date Passed:

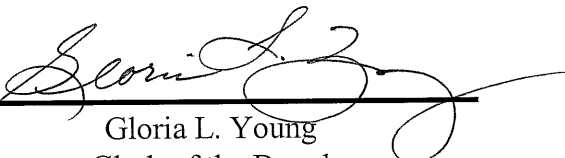
Resolution requesting support of the Board of Supervisors for the Future Work Plan of the San Francisco Local Agency Formation Commission.

November 25, 2002 Board of Supervisors — ADOPTED

Ayes: 8 - Daly, Gonzalez, Leno, Maxwell, McGoldrick, Newsom, Peskin, Sandoval
Absent: 3 - Ammiano, Hall, Yee

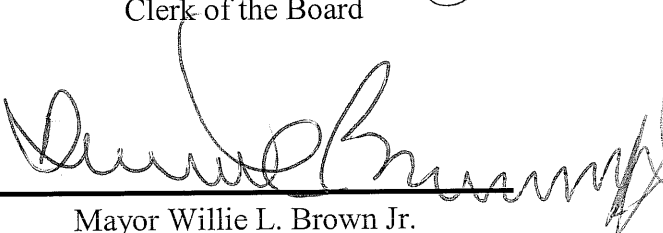
File No. 021923

I hereby certify that the foregoing Resolution was ADOPTED on November 25, 2002 by the Board of Supervisors of the City and County of San Francisco.


Gloria L. Young
Clerk of the Board

DEC 05 2002

Date Approved


Mayor Willie L. Brown Jr.