

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

3 **Resolution retroactively approving a service agreement between Pacific Gas and**
4 **Electric Company and the City and County of San Francisco, for services to**
5 **CleanPowerSF for a term of ten years, from January 1, 2019, through December**
6 **31, 2028, in a total amount not to exceed \$20,000,000.**

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

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

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

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

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

25 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

1 WHEREAS, The Service Agreement does not contain any costs; the costs and
2 fees for CCA service are established by the CPUC and contained in the PG&E tariff;
3 and

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

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

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

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

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

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

21 FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the
22 General Manager of the Public Utilities Commission to make amendments to the
23 contract, as needed, that do not materially increase the obligations or liabilities of the
24 City; and, be it

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1 FURTHER RESOLVED, That within thirty (30) days of service agreement being
2 fully executed by all parties the SFPUC shall provide the final agreement to the Clerk of
3 the Board for inclusion into the official file.

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