

1 [Contract Approval - United States Department of Energy - Lawrence Livermore National  
2 Laboratory - Estimated Revenue of \$66,436,590]

3 **Resolution approving and authorizing the General Manager of the San Francisco Public**  
4 **Utilities Commission to execute, on behalf of the City and County of San Francisco, a**  
5 **new 10-year water service contract with the United States Department of Energy for**  
6 **continued water service to Lawrence Livermore National Laboratory from January 1,**  
7 **2025, through December 31, 2034, with an estimated revenue of \$66,436,590 pursuant**  
8 **to Charter, Section 9.118.**

9  
10 WHEREAS, On June 27, 1960, by Resolution No. 20401, the San Francisco Public  
11 Utilities Commission (SFPUC) approved Contract No. AT(04-3) - 269 for the sale and delivery  
12 of water from the Regional Water System to the United States Department of Energy (DOE)  
13 for the Lawrence Livermore National Laboratory (LLNL); and

14 WHEREAS, Between 1960 and 2014, the DOE exercised its option to renew its water  
15 service contract with the SFPUC on an annual basis, and the parties amended the contract  
16 several times; and

17 WHEREAS, On January 27, 2015, by Resolution No. 15-0022, the SFPUC  
18 Commission approved a new 10-year water service contract between the SFPUC and the  
19 DOE for LLNL (2015 Contract); and

20 WHEREAS, On March 10, 2015, by Resolution No. 068-15, this Board of Supervisors  
21 approved the 2015 Contract; and

22 WHEREAS, The 2015 Contract projected that the LLNL Field Office's annual water use  
23 during the 10-year period of performance (January 1, 2015, through December 31, 2024)  
24 would be 441,146 centum cubic feet, providing the SFPUC with estimated revenue of  
25 \$29,865,584 based on the SFPUC's then-anticipated water rates; and

1           WHEREAS, As the term of the 2015 Contract ends on December 31, 2024, the DOE  
2 has a need for a reliable potable water supply to the LLNL Field Office, including Site 200 and  
3 Site 300, starting January 1, 2025; and

4           WHEREAS, The SFPUC and the DOE propose to enter into a new 10-year water  
5 service contract, with a start date of January 1, 2025 and an end date of December 31, 2034;  
6 and

7           WHEREAS, The LLNL Field Office’s annual estimated water usage during the new 10-  
8 year performance period is projected to be 441,146 centum cubic feet, providing the SFPUC  
9 with an estimated revenue of \$66,436,590 based on the SFPUC’s anticipated water rates; and

10           WHEREAS, On October 22, 2024, by Resolution No. 24-0220, the SFPUC  
11 Commission authorized the General Manager of the SFPUC to execute on behalf of the City  
12 and County of San Francisco (City), a new 10-year water service contract with the DOE for  
13 continued water service to LLNL, subject to Board of Supervisors approval under Charter,  
14 Section 9.118; and

15           WHEREAS, Charter, Section 9.118(a) requires Board of Supervisors’ approval by  
16 Resolution of any contract having anticipated revenue to the City of one million dollars or  
17 more; and

18           WHEREAS, The proposed Contract contained in File No. 241057, is substantially in  
19 final form, with all material terms and conditions included, and only remains to be executed by  
20 the parties upon approval of this Resolution; now, therefore, be it

21           RESOLVED, That this Board of Supervisors hereby authorizes the General Manager of  
22 the SFPUC to execute, on behalf of the City and County of San Francisco, a new 10-year  
23 water service contract with the United States Department of Energy for continued water  
24 service to Lawrence Livermore National Laboratory from January 1, 2025, through December  
25 31, 2034, with an estimated revenue of \$66,436,590; and, be it,

1           FURTHER RESOLVED, That within 30 days of the Contract being fully executed by all  
2 parties to this contract, the SFPUC shall submit to the Clerk of the Board of Supervisors a  
3 completely executed copy for inclusion in the File No. 241057.

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