[Settlement of City Claim Against PG&E.]

Ordinance approving the settlement of a claim asserted by the City and County of San Francisco against Pacific Gas & Electric Company in the bankruptcy proceeding entitled *In Re Pacific Gas & Electric Company*, United States Bankruptcy Court, Northern District of California, Case No. 01-30923-DM.

Note:

Additions are <u>single-underline italics Times New Roman</u>; deletions are <u>strikethrough italics Times New Roman</u>. Board amendment additions are <u>double underlined</u>. Board amendment deletions are <u>strikethrough normal</u>.

Be it ordained by the People of the City and County of San Francisco:

Section 1. The City Attorney and the General Manager of the Public Utilities

Commission (PUC) are hereby authorized to settle a claim flied by the City and County of San Francisco (City) in the bankruptcy proceeding entitled *In Re Pacific Gas and Electric Company*, United States Bankruptcy Court, Northern District of California, Case No. 01-30923-DM (PG&E Bankruptcy). The terms and conditions of the settlement are set forth in the Settlement Agreement on file with the Clerk of the Board of Supervisors in File No.

071256 , which is hereby declared to be part of this ordinance as if set forth fully

herein. The City Attorney and the General Manager of the PUC are authorized to execute any documents that are necessary to effectuate this settlement.

Section 2. The City has already entered into several agreements to resolve claims related to the PG&E Bankruptcy. In Ordinance Nos. 76-05, 119-05, and 39-06, the Board of Supervisors approved such settlements. This settlement will resolve the only remaining claim between the City and PG&E in the PG&E Bankruptcy case. This claim is for emergency

services provided by the PUC to support the electric transmission grid during the California energy crisis of 2000-2001.

Section 3. As part of the settlement, PG&E will pay the City \$1,256,079.88 to satisfy the PUC emergency power claim. Funds received by the City from this settlement shall be appropriated to PUC.

Section 4. As part of the settlement, the City will return to PG&E the sum of \$183,687.70, to reconcile the amount of post-bankruptcy interest PG&E paid to the City with the amount actually due on the City's claims.

RECOMMENDED:

FUNDS AVAILABLE:

Controller

General Manager

PUBLIC UTILITIES COMMISSION

APPROVED AS TO FORM AND RECOMMENDED:

DENNIS J. HERRERA, City Attorney

THERESA L. MUELLER **Deputy City Attorney**

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Office of the City Attorney **BOARD OF SUPERVISORS**



City and County of San Francisco Tails

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

Ordinance

File Number:

071256

Date Passed:

Ordinance approving the settlement of a claim asserted by the City and County of San Francisco against Pacific Gas & Electric Company in the bankruptcy proceeding entitled In Re Pacific Gas & Electric Company, United States Bankruptcy Court, Northern District of California, Case No. 01-30923-DM.

September 25, 2007 Board of Supervisors — PASSED, ON FIRST READING

Ayes: 10 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Maxwell, Mirkarimi,

Peskin, Sandoval, Chu Excused: 1 - McGoldrick

October 2, 2007 Board of Supervisors — FINALLY PASSED

Ayes: 11 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Chu, Maxwell,

McGoldrick, Mirkarimi, Peskin, Sandoval

File No. 071256

I hereby certify that the foregoing Ordinance was FINALLY PASSED on October 2, 2007 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Poard

Date Approved

Mayor Cavin Newsom