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[Approval of Settlement Agreement before the Federal Energy Regulatory Commission.]

Ordinance approving a settlement agreement related to the electricity crisis of 2000-2001 in proceedings before the Federal Energy Regulatory Commission and accepting distribution of settlement funds collected by FERC.

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 San Francisco Public Utilities Commission (PUC) are hereby authorized to accept a Settlement Agreement in proceedings before the Federal Energy Regulatory Commission (FERC), consolidated in Docket Nos. EL03-152 *et al.*, related to the electricity crisis of 2000-2001. The Board of Supervisors hereby approves the City's acceptance of its share of funds collected by FERC through settlement and administrative penalties, currently expected to total approximately \$35,000.

Section 2. Background to the Settlement Agreement.

A. The central issue of the Settlement Agreement is the distribution of a pool of money paid to FERC in accordance with various settlements or administrative penalties related to the electricity crisis of 2000-01. In November 2007, FERC staff initiated negotiations to reach an agreement on distribution of the funds FERC holds. FERC staff held settlement conferences and facilitated extensive negotiations.

STREET SA MARKE

- C. On November 29, 2007, San Francisco moved to intervene in the phase of the proceedings addressing the distribution of funds. San Francisco submitted a claim based on the City's electricity sales and purchases during the 2000-2001 time period.
- D. On July 11, 2008, parties reached a Settlement Agreement providing for distribution of settlement funds collected by FERC.
- Section 3. Funds received by the City from this settlement shall be appropriated to the PUC.

APPROVED AS TO FORM AND RECOMMENDED:

**RECOMMENDED:** 

DENNIS J. HERRERA City Attorney

PUBLIC UTILITIES COMMISSION

Theresa L. Mueller Deputy City Attorney

Edward Harrington General Manager



## City and County of San Francisco Tails

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

## **Ordinance**

File Number:

081263

**Date Passed:** 

Ordinance approving a settlement agreement related to the electricity crisis of 2000-2001 in proceedings before the Federal Energy Regulatory Commission and accepting distribution of settlement funds collected by FERC.

November 4, 2008 Board of Supervisors — PASSED ON FIRST READING

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

McGoldrick, Mirkarimi, Peskin, Sandoval

November 18, 2008 Board of Supervisors — FINALLY PASSED

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

McGoldrick, Mirkarimi, Peskin, Sandoval

File No. 081263

I hereby certify that the foregoing Ordinance was FINALLY PASSED on November 18, 2008 by the Board of Supervisors of the City and County of San Francisco.

11/25/2008

Date Approved

Clerk of the Board

Mayor Gavin Newsom

ngela Calvillo