[Solar Power Projects Long Term Interconnection Agreements.]

Resolution authorizing the San Francisco Public Utilities Commission General Manager to enter into long term interconnection agreements for photovoltaic power plants projects on City buildings, pursuant to San Francisco Charter Section 9.118.

WHEREAS, The San Francisco electorate in November 2001 adopted Propositions B and H, requiring the development and use of renewable energy on buildings owned by the City and County of San Francisco; and

WHEREAS, The San Francisco Public Utilities Commission (SFPUC) was given responsibility for implementing those renewable energy projects; and,

WHEREAS, The SFPUC has installed several photovoltaic power plant systems on City Buildings, including the Moscone Center, the Southeast Treatment Plant and the recycling facility at Pier 96; and

WHEREAS, the construction, or installation and operation agreements for these Projects were approved by the Board of Supervisors respectively in the following resolutions: Moscone Center, Resolution 621-02; Southeast Treatment Plant, Resolution 443-04; and Pier 96, Resolution 189-06; and

WHEREAS, The SFPUC has authorized and developed five additional projects that are nearing completion, including Chinatown Public Library, Maxine Hall Medical Center, City Distribution Division (CDD) Warehouse, North Point Treatment Plant and San Francisco International Alrport Terminal 3 rooftop (the Solar Projects); and

WHEREAS, On August 8, 2006, the SFPUC authorized a contract with Design-Build Solutions, Inc, the Power Enterprise funded agreement No. DB 112, Solar Photovoltaic Renewable Energy Plants, for turnkey design and construction of two solar photovoltaic

renewable energy plants, for an amount not to exceed \$492,964.16 over the life of the Chinatown Branch Public Library and Maxine Hall Neighborhood Medical Center projects; and,

WHEREAS, On September 26, 2006, the SFPUC authorized a contract with Stellar Energy Solutions, the Mayor's Energy Conservation Account-funded agreement No. DB-110-R, Photovoltaic Power Plants at CDD and North Point, to provide design, construction, and commissioning of a 86.75 kW photovoltaic system at City Distribution Division's warehouse and a 157 kW system at North Point Wet Weather Facility for an amount not to exceed \$2,968,434; and

WHEREAS, The Airport Commission awarded Airport Contract No. 8684, Terminal 3 Solar Power System to Bay Area Systems and Solutions, dba Bass Electric Company, in the amount of \$5,533,608.00 and approved an additional \$100,000.00 for Type I Modifications; and

WHEREAS, The SFPUC must enter into Generating Facility Interconnection Agreements (GFIAs) with Pacific Gas and Electric Company (PG&E) to interconnect and operate the Solar Projects in parallel with PG&E's Distribution System and to serve the electrical loads at the City buildings in question, and

WHEREAS, The GFIAs for the Solar Projects are based on a form agreement approved by the California Public Utilities Commission; and

WHEREAS, The term of the GFIAs for the Solar Projects is indefinite and hence exceeds ten (10) years, and thus is subject to approval by this Board of Supervisors pursuant to San Francisco Charter section 9.118; and

WHEREAS, The GFIAs for the Solar Projects are subject to termination by the City for any reason upon sixty days notice; and

WHEREAS, It is to the City's benefit for the GFIAs to have indefinite terms since this allows the Solar Projects to remain interconnected indefinitely subject to the City's right to terminate the GFIAs and disconnect the Solar Projects for any reason, upon sixty days notice; and

WHEREAS, In order to qualify for financial incentives for each of the pending Solar Projects (with the exception of Chinatown Library, which is below the limit to qualify), the SFPUC must execute the GFIA for each of the projects by certain deadlines to provide PG&E with Proof of Authorization to interconnect the solar systems; such dates being Maxine Hall (11/6/2007); City Distribution Division (11/8/2007); North Point (12/13/2007); and San Francisco International Airport (12/29/2007); and

WHEREAS, Because of time considerations related to obtaining a sizeable financial incentive, the SFPUC entered into a GFIA with PG&E for a solar project at Pier 96 with a term of 9 year 11 months; and

WHEREAS, The SFPUC desires to amend the GFIA for Pier 96 to extend the term to an indefinite term, subject to termination by the City for any reason, upon sixty days notice, consistent with the GFIAs for the Solar Projects; and

WHEREAS, The City Risk Manager has approved the Limitation of Liability language set forth in section 7 and the Insurance language set forth in section 8 of the GFIAs for the Solar Projects and for Pier 96; and

WHEREAS, The SFPUC may also be required by PG&E to enter into an Export Addendum (Uncompensated) to the GFIA to address the distribution of any unused energy produced by those projects (the Export Addendums), which addendums modify the GFIA and will remain in effect for the same term as the GFIA; and

WHEREAS, A copy of the GFIAs for the Solar Projects, with the exception of the Chinatown Library project GFIA, which will be in substantially the same form as the other Solar Project GFIAs, and the form of the Export Addendums are on file with the Clerk of the Board of Supervisors in File No. 071295 , which is hereby declared to be a part of this resolution as if set forth fully herein; and,

WHEREAS, This Board supports the use and development of renewable energy on City Buildings; now, therefore, be it

RESOLVED, That this Board of Supervisors authorizes the San Francisco Public Utilities Commission General Manager to enter into the GFIAs for the Solar Projects, and to amend the Pier 96 GFIA to extend the term to an indefinite term, and to enter into Export Addendums where required, pursuant to San Francisco Charter section 9.118.



City and County of San Francisco Tails

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

Resolution

File Number:

071295

Date Passed:

Resolution authorizing the San Francisco Public Utilities Commission General Manager to enter into long term interconnection agreements for photovoltaic power plants projects on City buildings, pursuant to San Francisco Charter Section 9.118.

October 16, 2007 Board of Supervisors — ADOPTED

Ayes: 11 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Chu, Maxwell, McGoldrick, Mirkarimi, Peskin, Sandoval

File No. 071295

I hereby certify that the foregoing Resolution was ADOPTED on October 16, 2007 by the Board of Supervisors of the City and County of San Francisco.

Angela d

10/22/2007

Date Approved

Mayor Gavin Newsom

Clerk of the Board