

1 [Contract Approval - United States Department of Energy - Lawrence Livermore National
2 Laboratory - Estimated Revenue of \$29,865,584]

3 **Resolution retroactively 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 Lab, with an estimated**
7 **revenue of \$29,865,584 for the period of July 1, 2014, through June 30, 2024.**

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9 WHEREAS, On June 27, 1960, per Resolution No. 20401, the SFPUC approved
10 Contract No. AT(04–3) – 269 for the sale and delivery of water to the U.S Department of
11 Energy (DOE) at the Lawrence Livermore National Laboratory (LLNL); and

12 WHEREAS, The San Francisco Public Utilities Commission (SFPUC) maintains and
13 operates water collection, treatment, and facilities for LLNL Site 300 at Thomas Shaft of the
14 Coast Range Tunnel and for LLNL Site 200 at Mocho Shaft of Coast Range Tunnel; and

15 WHEREAS, The DOE agrees to make appropriate corrections to the configuration of
16 their electrical facilities at Mocho Shaft that do not meet the California and National Electrical
17 Codes and applicable electric safety orders of the California Occupational Safety and Health
18 Administration and come into compliance no later than June 30, 2015; and

19 WHEREAS, Pursuant to the Contract, Modification #2, Article III, the DOE has
20 continued to exercise its option to renew the contract on an annual basis until 2014 when they
21 requested a new contract; and

22 WHEREAS, The new contract was requested in order to include language on how to
23 operate during periods of drought, as well as to clarify ownership of the facilities at the
24 Thomas and Mocho shaft sites; and

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1 WHEREAS, On January 27, 2015, the SFPUC approved Resolution No. 15-0022,
2 authorizing the General Manager of the SFPUC to execute on behalf of the City and County of
3 San Francisco, a new 10-year water service contract with the United States Department of
4 Energy for continued water service to LLNL; and

5 WHEREAS, The estimated revenue for water service is \$29,865,584 over the 10 year
6 performance period specified in the contract, a copy of which is on file with the Clerk of the
7 Board of Supervisors in File No. 150110; and

8 WHEREAS, Services are anticipated to begin retroactively on July 1, 2014, and end on
9 June 30, 2024, and the total duration of this agreement is ten (10) years; now, therefore, be it

10 RESOLVED, That the Board of Supervisors hereby authorizes the General Manager of
11 the San Francisco Public Utilities Commission to execute Contract No. DE-NA0002471 for the
12 sale and delivery of water to the DOE at the LLNL; and, be it

13 FURTHER RESOLVED, That within thirty (30) days of the contract being fully executed
14 by all parties, the SFPUC shall provide a final version of the contract to the Clerk of the Board
15 for inclusion into the official file.

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