File	No.	<u>150228</u>

Committee	ltem	No
Board Item	No	23

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

Committee		Date		
Board of Supervisors Meeting		Date <u>March 10, 2015</u>		
Cmte Boa	rd ·			
	Motion Resolution Ordinance Legislative Digest Budget Analyst Report Legislative Analyst Report Introduction Form (for heari Department/Agency Cover L MOU Grant Information Form Grant Budget Subcontract Budget Contract/Agreement Award Letter Application Public Correspondence			
OTHER	(Use back side if additional	space is needed)		
	by: <u>Joy Lamug</u> by:	Date <u>March 5, 2015</u> Date		

An asterisked item represents the cover sheet to a document that exceeds 20 pages. The complete document is in the file.

[Urging Pacific Gas and Electric Company (PG&E) to Provide Fair and Nondiscriminatory Electric Service to the City and Urging San Francisco's State and Federal Representatives to Express Their Support for the City's Complaint Against PG&E]

Resolution urging Pacific Gas and Electric Company (PG&E) to work with the San Francisco Public Utilities Commission to ensure continuing company service to the City's customers on fair and nondiscriminatory terms, and to continue providing service to San Francisco under the status quo until PG&E and San Francisco have developed and implemented the new arrangements necessary for future service; and urging San Francisco's representatives in the California State legislature and the United States Congress to express their support for the City's complaint with the Federal Energy Regulatory Commission that alleges that PG&E has unreasonably denied service to the City.

WHEREAS, In 1913, the Raker Act made reasonably priced greenhouse-gas-free power available to San Francisco to serve its municipal purposes; and

WHEREAS, San Francisco has produced Hetch Hetchy power for its customers since 1918 pursuant to the Raker Act, and since 1945 has delivered that power to its customers using Pacific Gas and Electric Company's (PG&E) transmission and distribution system; and

 WHEREAS, San Francisco and PG&E entered a series of agreements for San Francisco to use PG&E's transmission and distribution system, eliminating the need for San Francisco to build duplicate facilities or buy PG&E's facilities: and

WHEREAS, The most recent interconnection agreement was signed in 1987, revised in 2007, and expires July 1, 2015; and

WHEREAS, Since 1987, the electric industry has changed significantly, and the Federal Energy Regulatory Commission (FERC) now requires private utilities like PG&E to

provide "open access" transmission and distribution service using fair and nondiscriminatory tariffs approved by FERC; and

WHEREAS, In November 2013, San Francisco requested open access service from PG&E to replace the current agreement; and

WHEREAS, In response, PG&E has proposed terms that would impose additional burdens on San Francisco, including requiring San Francisco to install costly and unnecessary facilities in order to continue serving its existing customers, in many cases; and

WHEREAS, PG&E's proposed terms for continuing service would make it significantly more expensive for San Francisco to continue to serve its customers, render some customers ineligible for City service, and, over time, erode San Francisco's customer base or make electric service by the City cost prohibitive; and

WHEREAS, PG&E's proposed terms would lead to increased energy costs to City agencies and the general fund, and impact the City's ability to fund programs such as renewable energy projects and street lights; and

WHEREAS, PG&E's delay in processing San Francisco's application and its insistence on unreasonable terms for future service have jeopardized an orderly transition by San Francisco from service under the current agreement to tariff-based open access service; and

WHEREAS, San Francisco's current customer base uses 150 Megawatts of electricity, a miniscule portion of PG&E's entire 22,000-Megawatt load; and

WHEREAS, The City and County of San Francisco has filed a complaint with FERC alleging that PG&E has unreasonably denied service to the City; and

WHEREAS, The City's complaint requests that FERC order PG&E to serve the City's load without requiring these unreasonable terms and to order that PG&E continue to provide service based on the existing interconnection agreement if these issues are not resolved before the agreement expires; now therefore, be it

RESOLVED, That the Board of Supervisors urges PG&E to provide service to San Francisco without requiring the installation of costly and unnecessary facilities; and be it

FURTHER RESOLVED, That the Board of Supervisors urges PG&E to continue to provide service to San Francisco under the status quo until PG&E and San Francisco have developed and implemented the new systems and procedures needed to support future service; and, be it

FURTHER RESOLVED, That the Board of Supervisors urges the Federal Energy Regulatory Commission to expedite a ruling in favor of the City's complaint against PG&E; and, be it

FURTHER RESOLVED, That the Board of Supervisors urges San Francisco's representatives in the California State legislature and the United States Congress to also express their support for the City's complaint with FERC; and, be it

FURTHER RESOLVED, That the Board of Supervisors directs the Clerk of the Board to transmit copies of this resolution to San Francisco's representatives in the California State legislature and the United States Congress.



Introduction Form

By a Member of the Board of Supervisors or the Mayor

	eeting date					
☐ 1. For reference to Committee.						
An ordinance, resolution, motion, or charter amendment.						
2. Request for next printed agenda without reference to Committee.	•					
3. Request for hearing on a subject matter at Committee.						
☐ 4. Request for letter beginning "Supervisor inc	quires"					
☐ 5. City Attorney request.						
6. Call File No. from Committee.						
7. Budget Analyst request (attach written motion).						
8. Substitute Legislation File No.						
9. Request for Closed Session (attach written motion).	9. Request for Closed Session (attach written motion).					
10. Board to Sit as A Committee of the Whole.						
11. Question(s) submitted for Mayoral Appearance before the BOS on						
Please check the appropriate boxes. The proposed legislation should be forwarded to the following: Small Business Commission Youth Commission Ethics Commission						
☐ Planning Commission ☐ Building Inspection Commission	•					
Note: For the Imperative Agenda (a resolution not on the printed agenda), use a Imperative	V.					
Sponsor(s):						
Supervisors Avalos, Breed, Campos, Cohen, Kim, Mar, Tang, Wiener, Yee						
Subject:						
Resolution - Urging Pacific Gas and Electric to Provide Fair and Nondiscriminatory Electric Service to Urging San Francisco's State and Federal Representatives to Express Their Support for the City's Con PG&E with the Federal Energy Regulatory Commission	- 1					
The text is listed below or attached:						

Signature	of St	oncorina	Super	vicor
Signature	or of	Sminomo	Super	A 12O1.

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For Clerk's Use Only: