FILE NO. 090172

41-09

PUBLIC UTILITIES COMMISSION
BOARD OF SUPERVISORS

[Settlement of complaint before the Federal Energy Regulatory Commission and approval of Revised Procedures.]

Ordinance authorizing settlement of proceedings before the Federal Energy Regulatory Commission in FERC Dockets No. ER05-516-000, *et al*, initiated by the City against Pacific Gas & Electric Company contesting costs and terms and conditions for the interconnection of City facilities under the Interconnection Agreement with PG&E and approving the Revised Procedures for interconnection of City facilities.

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 settle the proceedings before the Federal Energy Regulatory Commission (FERC) in Docket No. ER05-516-000 *et al*, initiated by the City. The settlement adopts Revised Procedures for interconnection of City facilities ("Revised Procedures"). The Board of Supervisors hereby approves the Revised Procedures. The settlement and Revised Procedures are on file with the Clerk of the Board of Supervisors in File No. 090172, and are declared to be a part of this ordinance as if fully set forth herein. The PUC approved the Revised Procedures on January 13, 2009 by Resolution No 09-0011 and recommends approval by the Board of Supervisors. If approved by the Board of Supervisors, the Settlement and the Revised Procedures will be submitted to FERC for approval.

Section 2. The Settlement.

Over the years, the City and PG&E have had many disputes related to the interconnection of the City's facilities to PG&E's electric system. The City challenged PG&E's treatment of the interconnection of a number of City facilities at FERC. FERC consolidated the City's protests into one proceeding and established hearings and settlement procedures. The consolidated cases are pending before FERC in Docket No. ER05-516-000, *et al.* FERC has stayed the proceeding to February 28, 2009 to give the Parties an opportunity to reach a settlement.

In April 2008, PG&E returned to the City overcharges of \$513,177.67, related to the interconnection of City facilities. The City and PG&E have reached a settlement and agreed to revise the procedures for the interconnection of the City's facilities. The Revised Procedures address the process for new and modified service connections, the costs for simple connections such as traffic signals, and clarify the principle that PG&E, at its own expense, must remove or relocate its facilities when the relocation is required by work on City projects.

RECOMMENDED:
PUBLIC UTILITIES COMMISSION

Ed Harrington General Manager **DENNIS J. HERRERA, CITY ATTORNEY**

Sagnelie P. Mines/tm

Jacqueline P. Minor Deputy City Attorney



City and County of San Francisco

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

Tails Ordinance

File Number:

090172

Date Passed:

Ordinance authorizing settlement of proceedings before the Federal Energy Regulatory Commission in FERC Dockets No. ER05-516-000, et al, initiated by the City against Pacific Gas & Electric Company contesting costs and terms and conditions for the interconnection of City facilities under the Interconnection Agreement with PG&E and approving the Revised Procedures for interconnection of City facilities.

March 17, 2009 Board of Supervisors — PASSED ON FIRST READING

Ayes: 11 - Alioto-Pier, Avalos, Campos, Chiu, Chu, Daly, Dufty, Elsbernd, Mar, Maxwell, Mirkarimi

March 24, 2009 Board of Supervisors — FINALLY PASSED

Ayes: 11 - Alioto-Pier, Avalos, Campos, Chiu, Chu, Daly, Dufty, Elsbernd, Mar, Maxwell, Mirkarimi

File No. 090172

I hereby certify that the foregoing Ordinance was FINALLY PASSED on March 24, 2009 by the Board of Supervisors of the City and County of San Francisco.

Angela Calv Clerk of the I

11/2/09

Date Approved

File No. 090172