

1 [Agreement Amendment - California Independent System Operator - Planning Coordinator
2 Services - Not to Exceed \$500,000]

3 **Resolution authorizing the General Manager of the Public Utilities Commission to**
4 **execute a Second Amendment to the Planning Coordinator (CS-399) Agreement**
5 **between the City and County of San Francisco Public Utilities Commission and the**
6 **California Independent System Operator, extending the agreement term from**
7 **November 11, 2021, to November 10, 2031, pursuant to Charter, Section 9.118, for a**
8 **total duration of approximately sixteen years, and for a total cumulative amount not to**
9 **exceed \$500,000; and delegating to the General Manager authority to approve certain**
10 **non-material amendments, as defined herein.**

11
12 WHEREAS, The San Francisco Public Utilities Commission (SFPUC) owns electric
13 transmission facilities and generation units that are part of the Bulk Electric System (BES) and
14 are located within the Balancing Authority Area of the California Independent System
15 Operator (CAISO); and

16 WHEREAS, The SFPUC as an owner, operator, and user of the BES must comply with
17 applicable Reliability Standards developed by the North American Electric Reliability
18 Corporation (NERC) and the Western Electricity Coordination Council (WECC) and approved
19 by the Federal Energy Regulatory Commission (FERC); and

20 WHEREAS, The SFPUC is required to have a Planning Coordinator for its BES
21 facilities; and

22 WHEREAS, CAISO is the only entity that can provide Planning Coordinator services;
23 and

24 WHEREAS, In February 2015, the SFPUC obtained a sole source waiver for CAISO
25 from the San Francisco Human Rights Commission, and in May 2015, entered into CS-399,

1 Planning Coordinator Agreement (Agreement) with CAISO for an amount not to exceed
2 \$250,000 and with a total duration of three (3) years; and

3 WHEREAS, The Agreement is on file with the Clerk of the Board of Supervisors in File
4 No. 211002; and

5 WHEREAS, The Board was not asked to approve the Agreement because the term of
6 the agreement did not exceed ten years; and

7 WHEREAS, In June 2018, the SFPUC obtained a sole source waiver for CAISO from
8 the San Francisco Human Rights Commission, and in July 2018, entered into the First
9 Amendment to CS-399, Planning Coordinator Agreement (First Amendment) to extend the
10 term by three (3) years, for a total cumulative duration of six (6) years, with an expiration date
11 of November 10, 2021, and with no change to the contract amount; and

12 WHEREAS, The First Amendment is on file with the Clerk of the Board of Supervisors
13 in File No. 211002; and

14 WHEREAS, The Board was not asked to approve the First Amendment because the
15 extended term of the agreement did not exceed ten years; and

16 WHEREAS, Pursuant to the First Amendment, the Agreement is set to expire on
17 November 10, 2021; and

18 WHEREAS, On September 14, 2021, per Resolution No. 21-0141, the SFPUC
19 authorized the General Manager of the SFPUC to seek approval from the Board of
20 Supervisors under Charter Section 9.118 for a Second Amendment to the Agreement
21 (Second Amendment) to, among other things, extend the term from November 11, 2021 by
22 approximately ten (10) years to 2031, for a total cumulative duration of approximately sixteen
23 (16) years, and increase the contract amount to \$500,000; and

24 WHEREAS, On September 20, 2021, the SFPUC obtained a sole source waiver for
25 CAISO from the San Francisco Human Rights Commission for the Second Amendment; and

1 WHEREAS, The Second Amendment is on file with the Clerk of the Board of
2 Supervisors in File No. 211002; and

3 WHEREAS, In addition to extending the term of the Agreement, the Second
4 Amendment would: (1) continue to allow the SFPUC and CAISO to continue with their
5 respective responsibilities as Planning Coordinator and Transmission Planner; (2)
6 compensate CAISO an annual service fee for its services as Planning Coordinator, based on
7 CAISO's most recently published Cost of Service Study and the number of BES transmission
8 circuits owned by the SFPUC as included in CAISO's most current transmission plan; (3)
9 authorize the SFPUC General Manager to make, by letter agreement with CAISO,
10 modifications and amendments to the Agreement and Attachments to the Agreement as
11 amended that do not result in material changes to the parties' obligations or performance
12 under the agreement; and

13 WHEREAS; Any amendment to the not to exceed amount of \$500,000 and any other
14 material amendments to the Agreement must be by mutual written agreement, executed and
15 approved by the City in the same manner as the initial Agreement; and

16 WHEREAS, Funds will be available from current and future appropriations to Hetch
17 Hetchy Water Programmatic Budget, HHW-WECC/NERC Compliance; and

18 WHEREAS, Section 9.118 of the San Francisco Charter requires approval by the
19 Board of Supervisors for contracts in excess of ten years or requiring expenditures above
20 \$10,000,000; now, therefore, be it

21 RESOLVED, That this Board of Supervisors hereby authorizes the General Manager of
22 the San Francisco Public Utilities Commission to execute a Second Amendment to the
23 Planning Coordinator Agreement with the CAISO with a total duration of approximately
24 sixteen (16) years, for a total cumulative amount not to exceed \$500,000; and, be it
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FURTHER RESOLVED, That within thirty (30) days of the Second Amendment being fully executed by all parties the SFPUC shall provide the final agreement to the Clerk of the Board for inclusion into the official file.



City and County of San Francisco
Tails
Resolution

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

File Number: 211002

Date Passed: October 26, 2021

Resolution authorizing the General Manager of the Public Utilities Commission to execute a Second Amendment to the Planning Coordinator (CS-399) Agreement between the City and County of San Francisco Public Utilities Commission and the California Independent System Operator, extending the agreement term from November 11, 2021, to November 10, 2031, pursuant to Charter, Section 9.118, for a total duration of approximately sixteen years, and for a total cumulative amount not to exceed \$500,000; and delegating to the General Manager authority to approve certain non-material amendments, as defined herein.

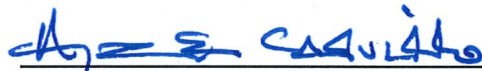
October 20, 2021 Budget and Finance Committee - RECOMMENDED

October 26, 2021 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Haney, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 211002

I hereby certify that the foregoing
Resolution was ADOPTED on 10/26/2021 by
the Board of Supervisors of the City and
County of San Francisco.


Angela Calvillo
Clerk of the Board



London N. Breed
Mayor

11/5/21

Date Approved