

Date December 10, 2008 Item No. 3

LOCAL AGENCY FORMATION COMMISSION
AGENDA PACKET CONTENTS LIST*

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Exceeds 20 pages; see file to review.
Available for review at City Hall, Room 244

Completed by: Linda Wong Date: December 10, 2008

*This list reflects the explanatory documents provided

San Francisco Local Agency Formation Commission

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TO: LAFCO Commissioners

FROM: Nancy C. Miller, Interim Executive Officer

DATE: December 12, 2008

SUBJECT: Item 3: Authorize staff, in consultation with SFPUC, to request proposals from qualified consultants for certain additional tasks contemplated in Section IV of the Joint CCA RFQ, dated November 21, 2007, and to negotiate contracts for these tasks for approval by SF LAFCO at its next meeting. (Discussion and Action item)

This item is the result of a meeting between Commissioner Bornstein, staff from the SFPUC, and Local Power, Inc., regarding the next steps in the development of the CCA Program.

Under the current CCA Program schedule, the next steps to be undertaken by SFPUC and SF LAFCO include revising the Draft Implementation Plan based on the recommendations provided by Michael Bell, and preparing a Program Basis Report.

I recommend that you authorize the Executive Officer to meet with the SFPUC to further develop the next steps and necessary tasks for the development of the Program Basis Report, including but not limited to the seven tasks included in this agenda item. These tasks will be developed with sensitivity to the current CCA budget, the need to implement the CCA Program with all due diligence, and to be consistent with the scope of work set forth in the Joint Request for Qualifications released November 21, 2007.

Attached, please find a cost proposal from Local Power, Inc. on the seven tasks included in this agenda item.

Background and estimate for LAFCO December 12, 2008 Agenda Item 3:

LAFCO 12/12/08 CCA Task Estimate							
	1	2	3	4	5	6	Budget
Month							
1. Evaluate Cost/Benefit of involving City Agencies for use of their assets; renewable siting, transmission or generation: a. Determine if this could lower the costs of 360MW b. If so, determine if feasible/practical, in light of agency constraints							\$150,000
2. H Bonds -- Develop Marketable H Bonds							\$125,000
3. Regulatory Review: 1. What governmental regulations will apply (Outside of AB 117, S.F. CCA Ordinances)? 2. What governmental programs may be able to provide benefits to the S.F. CCA Program?							\$125,000
4. Program Financial Model: From Customer rates to H Bond repayment and all elements, how will all of the program financial structures work?							\$30,000
5. Risk Assessment: What are the significant risks associated with the Project? (Builds on info from Task 1-4 and 7)							\$60,000
6. DBOM Contract: Develop Term Sheet with critical contract elements (Builds on info from Task 1-4 and 7)							\$70,000
7. Verify that access to Hetch Hetchy power is feasible, and that other barriers such as the interconnection agreement can be overcome							\$200,000
	Total						\$760,000.00