

## DOCKETED

<b>Docket Number:</b>	16-RPS-02
<b>Project Title:</b>	Appeal by Los Angeles Department of Water & Power re Renewables Portfolio Standard Certification Eligibility
<b>TN #:</b>	213065
<b>Document Title:</b>	56 SoCalGas 2006 Master Services Contract Agreement 47498-6 Energy and Environment Committee Bates Nos. LA000713-LA000714)
<b>Description:</b>	N/A
<b>Filer:</b>	Pjoy Chua
<b>Organization:</b>	LADWP
<b>Submitter Role:</b>	Applicant
<b>Submission Date:</b>	8/30/2016 1:19:49 PM
<b>Docketed Date:</b>	8/30/2016

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File No. 06-1494

TO THE COUNCIL OF THE  
CITY OF LOS ANGELES

Your

ENERGY AND ENVIRONMENT COMMITTEE

report as follows:

	<u>Yes</u>	<u>No</u>
Public Comments	<u>XX</u>	<u>—</u>

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to proposed Master Services Agreement No. 47498-6 with the Southern California Gas Company for intrastate natural gas transportation services.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioners (Board) action on June 20, 2006, Resolution No. 006-232, approving Master Services Agreement No. 47498-6 with the Southern California Gas Company to provide intrastate natural gas transportation services to the Department of Water and Power's (DWP) Los Angeles Basin generating stations for a term of two years with month-to-month interruptible service thereafter and expenditures not to exceed \$72 million.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that there is no impact on the City General Fund. It is estimated that the annual cost will be \$36 million funded by the Power Revenue Fund.

TIME LIMIT FILE - AUGUST 25, 2006  
(LAST DAY FOR COUNCIL ACTION - AUGUST 18, 2006)

Summary:

At its regular July 19, 2006 meeting, your Committee considered a June 21, 2006 Board report, Resolution No. 006-232, and May 24, 2006 CAO report relative to proposed Master Services Agreement No. 47498-6 with the Southern California Gas Company to provide intrastate natural gas transportation services to the DWP's Los Angeles Basin generating stations. Additionally, Master Services Agreement No. 47498-6 provides for a term of two years with month-to-month interruptible service thereafter and expenditures not to exceed \$72 million.

According to the CAO, the terms of the Master Services Agreements for the Haynes, Harbor and Valley Generating Stations are for two years (July 1, 2006 to July 1, 2008) with unlimited month-to-month interruptible service thereafter. The term for Scattergood Generating Station is one month (July 1, 2006 to August 1, 2006) with unlimited month-to-month interruptible service thereafter. The California Public Utilities Commission (CPUC) prohibits the DWP from signing a longer term Agreement for Scattergood because imported fuel is digester gas from the Hyperion Waste Treatment Plant.

The Southern California Gas Company was provided a gas distribution franchise by the State for the transport of natural gas to all natural gas users within its service territory. Execution of the proposed Master Services Agreement will allow the DWP to access the Southern California Gas Company infrastructure and transport natural gas from the California state line to the City power

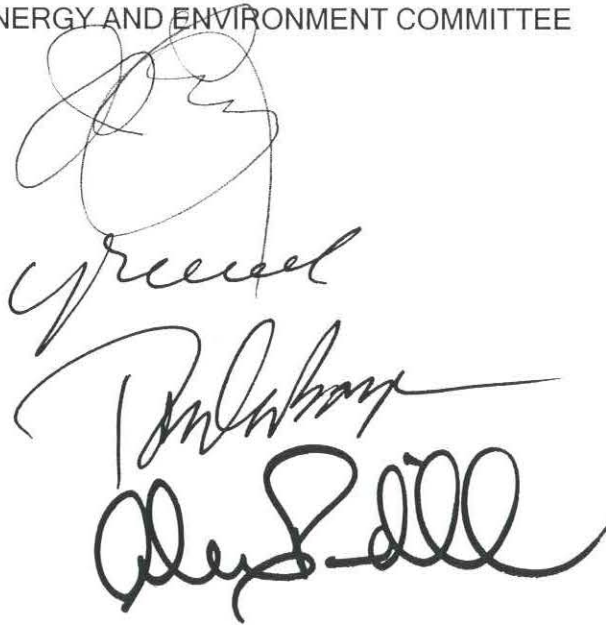
LA000713

plants. This is a sole source contract and competitive bidding opportunities are not available.

After further consideration and having provided an opportunity for public comment, the Committee moved to concur with Resolution No. 006-232 to approve Master Services Agreement No. 47498-6 with the Southern California Gas Company. This matter is now forwarded to the Council for its consideration.

Respectfully submitted,

ENERGY AND ENVIRONMENT COMMITTEE

Four handwritten signatures in black ink are stacked vertically. The top signature is a cursive 'J'. The second signature appears to be 'Greuel'. The third signature is 'Labonge'. The bottom signature is 'Padilla'.

REPT.  
**ADOPTED**

JUL 26 2006

**LOS ANGELES CITY COUNCIL**

MEMBER  
PERRY:  
GARCETTI:  
GREUEL:  
LABONGE:  
PADILLA:

VOTE  
YES  
ABSENT  
YES  
YES  
YES

ARL 7/19/06  
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