[Professional Services Agreement Amendment - APX Inc. - California Independent System Operator Power Transmission Service Charges - Not to Exceed \$1,261,492,022]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 3 to Contract No. PRO.0152, Power Scheduling Coordination and Related Support Services, with APX Inc., to allow for the processing of the California Independent System Operator power transmission service charges, to increase the contract by \$365,749,222 for a total not to exceed contract amount of \$1,261,492,022 and to extend the contract term for an additional three years starting March 10, 2027, for a total term of May 31 2022, through May 25, 2030, pursuant to Charter, Section 9.118.

WHEREAS, In order for the San Francisco Public Utilities Commission (SFPUC) to provide service to its electric customers, it must transmit electric energy through the transmission system controlled by the California Independent System Operator (CAISO) and conduct wholesale electricity transactions through the CAISO-operated wholesale market; and

WHEREAS, Only entities that have been certified as Scheduling Coordinators may interact with the CAISO to schedule all power deliveries over the transmission system and to process payments for electricity transactions; and

WHEREAS, The SFPUC is not a CAISO-certified Scheduling Coordinator and, without contracting with a certified Scheduling Coordinator, the SFPUC will not be able to transport power to its electric customers or engage in the CAISO wholesale markets; and

WHEREAS, It is necessary to procure the services of a qualified firm to provide specialized services including, but not limited to: CAISO communications, settlements, dispute resolution, invoice processing, Congestion Revenue Rights management services, and

processing all SFPUC payments to the CAISO for transmission and wholesale electricity transaction payments, charges, costs, and fees; and

WHEREAS, On July 16, 2021, the SFPUC advertised a Request for Proposals for a firm to assist the SFPUC with power scheduling coordination and scheduling agent services for the SFPUC's participation in the markets of the CAISO, with services anticipated to begin in April 2022 and end in March 2027, for a term of five years; and

WHEREAS, The SFPUC Power and Contract Monitoring Division (CMD) staff, upon review of the proposal, determined that APX was a responsive and responsible firm based on the established scoring criteria; and

WHEREAS, On March 8, 2022, by Resolution No. 079-22, this Board of Supervisors authorized the General Manager of the SFPUC to execute Contract No. PRO.0152, Power Scheduling Coordination Services and Related Support Service, with APX to assist with power scheduling coordination services required for the SFPUC's participation in the CAISO electricity market, for an amount not to exceed \$134,742,800 and with services anticipated to begin in April 2022, and end on March 9, 2027, for a term of five years; and

WHEREAS, On January 6, 2023, the General Manager of the SFPUC executed the First Amendment to the APX agreement to account for higher than expected wholesale energy market prices in California due to trade disruptions, war, supply chain delays, extreme weather changes and severe drought under the authority delegated by the Board in Administrative Code, Section 21.43 for power purchases; and

WHEREAS, The First Amendment did not change the services of the contract, only the amount for CAISO pass-through charges, increasing it by \$125,000,000 for a total contract not to exceed amount of \$259,742,800; and

WHEREAS, On March 7, 2023, by Resolution No. 095-23, this Board of Supervisors authorized the General Manager of the SFPUC to execute Amendment No. 2 to Contract

No. PRO.0152 with APX, increasing the contract by \$636,000,000 for a total not to exceed contract amount of \$895,742,800, in order to continue payment of the CAISO power transmission service charges due to continued energy market volatility; and

WHEREAS, The SFPUC is preparing to issue a new Request for Offers for power scheduling coordination and scheduling agent services; and

WHEREAS, The SFPUC is enhancing its in-house resources to allow it to refine the scope and technical requirements of the solicitation in the hope that it will result in a more competitive and diverse bidder pool, improved proposal quality, so that the next contract will deliver better value to the SFPUC; and

WHEREAS, The SFPUC is now seeking approval of Amendment No. 3 to increase the contract by \$365,749,222 for a total not to exceed contract amount of \$1,261,492,022, in order to continue payment of the CAISO power transmission service charges through APX to provide continuity of service while the SFPUC strengthens internal capacity and expertise ahead of issuing the new Request for Offers; and

WHEREAS, Funds for the Contract will be available at the time of execution from the Hetch Hetchy Power Operating Budget, the CleanPowerSF Operating Budget, and the CleanPowerSF Customer Fund; and

WHEREAS, Pursuant to Chapter 14B of the San Francisco Administrative Code, the Contract Monitoring Division (CMD) Local Business Enterprise sub-consulting requirement has been waived for this contract; and

WHEREAS, On July 22, 2025, by Resolution No. 25-0123, the SFPUC Commission approved Amendment No. 3 to Contract No. PRO.0152, Power Scheduling Coordination and Related Support Services, with APX Inc., to allow for the processing of the CAISO power transmission service charges, to increase the contract by \$365,749,222, for an additional

three years, with a new term starting March 2022 through April 2030, pursuant to Section 9.118 of the Charter; now, therefore, be it

RESOLVED, That this Board of Supervisors hereby authorizes the General Manager of the SFPUC to execute Amendment No. 3 to Contract No. PRO.0152, to increase the contract by \$365,749,222 for a total not to exceed contract amount of \$1,261,492,022 and with a duration of eight years, and to make amendments to the Agreement, as needed, that do not materially increase the obligations or liabilities of the City or reduce the benefits of the City; and, be it

FURTHER RESOLVED, That within thirty (30) days of the 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

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

Resolution

File Number: 250871

Date Passed: October 21, 2025

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 3 to Contract No. PRO.0152, Power Scheduling Coordination and Related Support Services, with APX Inc., to allow for the processing of the California Independent System Operator power transmission service charges, to increase the contract by \$365,749,222 for a total not to exceed contract amount of \$1,261,492,022 and to extend the contract term for an additional three years starting March 10, 2027, for a total term of May 31 2022, through May 25, 2030, pursuant to Charter, Section 9.118.

October 15, 2025 Budget and Finance Committee - RECOMMENDED

October 21, 2025 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Chen, Dorsey, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250871

I hereby certify that the foregoing Resolution was ADOPTED on 10/21/2025 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Daniel Lurie Mayor

Date Approved