

**ORDINANCE NO. \_\_\_\_\_**

An ordinance amending Subsection (b) of Section 10.1.1 of Article 1 of Chapter 1 of Division 10 of the Los Angeles Administrative Code to authorize the Board of Water and Power Commissioners to delegate authority to the General Manager to purchase natural gas in excess of existing price limits within described parameters when necessary to provide a reliable power supply to retail customers at the least cost.

**THE PEOPLE OF THE CITY OF LOS ANGELES  
DO ORDAIN AS FOLLOWS:**

Section 1. Subsection (b) of Section 10.1.1 of Article 1 of Chapter 1 of Division 10 of the Los Angeles Administrative Code is amended to read:

(b) Notwithstanding the foregoing, the Board of Commissioners of the Department of Water and Power may delegate authority to its General Manager to enter into contracts which are not speculative for the purchase, sale or exchange of natural gas for a period not to exceed one year in duration and up to a limit of 350 MMCFD not to exceed twenty dollars (\$20) per MMBtu per transaction. Such price cap shall not apply to contracts that are not speculative for the purchase of natural gas for a period not to exceed 15 days in duration and up to a limit of 100 MMCFD per transaction that are necessary to provide a reliable power supply to the retail customers of the Department of Water and Power at the least cost as determined by the General Manager. Financial instruments and other option contracts shall not be included in this delegation of authority.

Section 2. The City Clerk shall certify to the passage of this ordinance and have it published in accordance with Council policy, either in a daily newspaper circulated in the City of Los Angeles or by posting for ten days in three public places in the City of Los Angeles: one copy on the bulletin board located at the Main Street entrance to the Los Angeles City Hall; one copy on the bulletin board located at the Main Street entrance to the Los Angeles City Hall East; and one copy on the bulletin board located at the Temple Street entrance to the Los Angeles County Hall of Records.

I hereby certify that this ordinance was passed by the Council of the City of Los Angeles at its meeting of \_\_\_\_\_.

HOLLY L. WOLCOTT, City Clerk

By \_\_\_\_\_ Deputy

Approved \_\_\_\_\_

\_\_\_\_\_  
Mayor

Approved as to Form and Legality:

MICHAEL N. FEUER, City Attorney

By \_\_\_\_\_  
JEAN-CLAUDE BERTET  
Deputy City Attorney

Date: \_\_\_\_\_

File No. \_\_\_\_\_