

1 [Accept and Expend Grant - Diesel Emissions Reduction Act - Pier 27 Shoreside Power -
2 \$1,000,000]

3 **Resolution authorizing the San Francisco Port Commission to accept and expend a**
4 **grant from the U.S. Environmental Protection Agency in the amount of \$1,000,000**
5 **under the Diesel Emissions Reduction Act, to assist in the installation of a shoreside**
6 **power facility for cruise ships at Pier 27.**

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8 WHEREAS, Shoreside power allows cruise ships to connect to a conventional power
9 grid while at berth, thereby alleviating the need for those vessels to operate large, diesel
10 engines to generate electrical power; and,

11 WHEREAS, On September 27, 2005, the Port of San Francisco's Cruise Terminal
12 Environmental Advisory Committee (CTEAC) recommended the adoption of shoreside power
13 for cruise ships at any future cruise terminal development at the Port; and,

14 WHEREAS, On September 27, 2005, the San Francisco Port Commission endorsed
15 CTEAC's recommendation for shoreside power for cruise ships; and,

16 WHEREAS, On April 4, 2007, the Bay Area Air Quality Management District
17 (BAAQMD) awarded to the Port of San Francisco a Carl Moyer Program grant of \$1,900,000
18 to partially fund a project to design and install shoreside power equipment for cruise ships at
19 Pier 27 (the Project); and,

20 WHEREAS, In December 2007, this Board authorized the Port Commission to accept
21 and expend the BAAQMD grant funds under Resolution 671-07; and,

22 WHEREAS, On April 14, 2010, the San Francisco Public Utilities Commission (SF
23 PUC) and the Port of San Francisco entered into a Memorandum of Understanding, whereby
24 the SF PUC agreed to provide \$1,300,000 in SF PUC capital funds to the Port of San
25 Francisco to contribute to the Project; and,

1 WHEREAS, The Port of San Francisco has budgeted \$1,000,000 million of its own
2 funds to contribute to the Project costs; and,

3 WHEREAS, The San Francisco Board of Supervisors enacted Ordinance 125-08 on
4 July 16, 2008, which it modified by Ordinance 147-09, on June 30, 2009, authorizing the Port
5 of San Francisco to enter into a contract for design and installation of the Project for an
6 amount not to exceed \$4,848,135, and for an additional amount not to exceed \$350,000 for
7 operation and maintenance of the Project; and,

8 WHEREAS, the total funding from BAAQMD, SF PUC, and the Port of San Francisco is
9 currently \$4,200,000 of the \$5,198,135 contract amount for Project costs; and,

10 WHEREAS, On March 19, 2010, the U.S. Environmental Protection Agency (US EPA)
11 awarded a grant of \$1,000,000 to the Port of San Francisco under the Diesel Emissions
12 Reduction Act (DERA) to assist in further funding of the Project; and,

13 WHEREAS, This grant does not create any new positions, and will not require an
14 amendment to the Annual Salary Ordinance; and,

15 WHEREAS, The Port Commission proposes to maximize use of available grant funds
16 on program expenditures by not including indirect costs in the grant budget; now, therefore,
17 be it

18 RESOLVED, That the Board of Supervisors authorizes the San Francisco Port
19 Commission to accept and expend \$1,000,000 in grant funds from the US EPA for installation
20 of a shoreside power system for cruise ships at Pier 27; and be it

21 FURTHER RESOLVED, That the Board of Supervisors hereby authorizes the
22 Executive Director of the Port to immediately enter into an agreement with the US EPA for the
23 acceptance and expenditure of these US EPA grant funds, and to execute any documents
24 required to implement the US EPA grant, including any letters of intent, amendments,
25 augmentations to or extensions thereof; and be it

1 FURTHER RESOLVED, That the Board of Supervisors hereby waives inclusion of
2 indirect costs in the grant budget; and be it

3 FURTHER RESOLVED, That the Executive Director of the Port, or her designee, is
4 authorized to approve, sign and execute an agreement to hold US EPA, as the granting
5 agency, harmless from liability arising out of the Project.

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9 Recommended:
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Approved: _____
Mayor

12 Department Head

Approved: _____
Controller

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