

1 [Accept and Expend Grant - Energy Efficiency Program - \$2,977,000]

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3 **Resolution retroactively authorizing the Department of the Environment to accept and**
4 **expend a grant in the amount of \$2,977,000 from the California Public Utilities**
5 **Commission, through Pacific Gas and Electric Company, to continue an energy use**
6 **and demand reduction through Energy Efficiency Program in the City and County of**
7 **San Francisco for the period of October 15, 2012, through December 31, 2012.**

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9 WHEREAS, The California Public Utilities Commission ("the CPUC"); requires the
10 Investor-Owned Utilities (IOUs) to use ratepayer dollars to fund and administer a portfolio of
11 programs that enhance system reliability and provide in-state benefits, including cost-effective
12 energy efficiency; and

13 WHEREAS, The City, through the Department of the Environment, and the Pacific Gas
14 and Electric Company ("PG&E"), the IOU serving the City, have, since 2003, entered into a
15 series of contracts and contract modifications to conduct energy efficiency programs in the
16 City using funds allocated for this purpose by the CPUC through PG&E; and

17 WHEREAS, The CPUC, at its regular meeting of September 24, 2009 made an initial
18 award of \$12,000,000 of Public Goods Charge revenues to fund the partnership program
19 between PG&E and the City for additional energy efficiency programs; and

20 WHEREAS, The Department of the Environment negotiated a new revenue contract
21 with PG&E ("the Contract") for \$11,400,000 beginning in 2010; and

22 WHEREAS, In 2010, PG&E awarded an additional \$455,000 to the Department of the
23 Environment which was approved through the AAO process; and

24 WHEREAS, In early 2012, PG&E awarded an additional \$2,400,000 to the Department
25 of the Environment which was approved through the A&E process; and

1 WHEREAS, The Energy Watch program since 2010 has provided technical services
2 and \$8,476,000 in incentives to upgrade over 2,600 business and multifamily buildings in San
3 Francisco, reducing energy bills by more than \$9,876,700 per year; and

4 WHEREAS, The Department of the Environment and PG&E have agreed to increase
5 the program goals and incentive funds; and

6 WHEREAS, The Department of the Environment and PG&E have negotiated an
7 addition to the contract of \$2,977,000, all of which will be spent on incentives to offset the cost
8 of energy efficient improvements in San Francisco businesses and multifamily buildings; and

9 WHEREAS, The budget for this additional funding does not include indirect costs; and

10 WHEREAS, PG&E may consider adding additional funds in the future to the contract
11 based on the availability of funds; and

12 WHEREAS, The term of the grant is from October 15, 2012 to December 31, 2012; and

13 WHEREAS, The contract does not require an Annual Salary Ordinance amendment
14 and partially reimburses the Department of the Environment for 10 existing positions; now,
15 therefore, be it

16 RESOLVED, That pursuant to Administrative Code section 10.170-1, the Board of
17 Supervisors retroactively authorizes the Department of the Environment to accept and expend
18 a grant in the amount of up to \$2,977,000 from CPUC, through the PG&E Company, to
19 continue the Energy Efficiency Program in the City and County of San Francisco.

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RECOMMENDED:

APPROVED:

Department of the
Environment

Office of the Mayor

Office of the Controller