

1 [Grant Agreement Amendment - Salesforce.com - 415 Mission Street - Onsite Water Reuse
2 System - Term Extension]

3 **Resolution authorizing the General Manager of the San Francisco Public Utilities**
4 **Commission to execute Amendment No. 1 to the existing grant agreement with**
5 **Salesforce.com, Inc. for an Onsite Water Reuse System at 415 Mission Street,**
6 **extending the term of the agreement by seven years, for a total of fifteen years from**
7 **May 15, 2017, through May 15, 2032, with no change to the agreement amount of**
8 **\$250,000.**

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10 WHEREAS, The San Francisco Public Utilities Commission (SFPUC) is targeting
11 onsite water reuse in large new developments to help meet the goal of developing an
12 additional 10 million gallons per day of local water resources; and

13 WHEREAS, In 2012, by Resolution No. 12-0103, the SFPUC approved a grant
14 program for retail water customers to make the best use of non-potable supplies for onsite
15 water reuse in buildings and authorized the General Manager to execute grant agreements
16 with applicants for onsite non-potable water systems that offset the use of SFPUC Regional
17 Water System potable water supplies, subject to availability of funding; and

18 WHEREAS, The SFPUC's Onsite Water Reuse Grant Program (formerly known as the
19 Non-potable Grant Program) provides grant funding to encourage retail water users to reduce
20 SFPUC water supply usage by collecting, treating, and using alternate water sources
21 including rainwater, stormwater, graywater, foundation drainage, air conditioning condensate,
22 and blackwater for non-potable uses such as toilet flushing, irrigation, and cooling tower
23 makeup; and

24 WHEREAS, Funds are available in the Retrofit Grant Program Project 10025211; and
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1 WHEREAS, Grant applications are accepted based on meeting eligibility requirements,
2 availability of funds, and on a first come, first served basis; and

3 WHEREAS, Grant applicants cannot obtain grant funds for the mandatory installation
4 of an onsite non-potable water system to comply with the requirements of the City's Non-
5 potable Water Ordinance (NPO), S.F. Health Code Article 12; and

6 WHEREAS, In 2017, the SFPUC executed a grant agreement with a term of 8 years,
7 as a part of the Onsite Water Reuse Grant Program, providing \$250,000 to Salesforce.com,
8 Inc. to voluntarily install an onsite water reuse system at 415 Mission Street that would
9 achieve a cumulative potable water offset of 10 million gallons per year (GPY) over eight
10 years; and

11 WHEREAS, The executed grant agreement provides \$250,000 in funding to
12 Salesforce.com, Inc. for the voluntary installation of an onsite water reuse system at 415
13 Mission Street, for eight years, from 2017 to 2025; and

14 WHEREAS, If the General Manager determines that a longer operation and
15 maintenance obligation is warranted for a particular grant project, the General Manager may
16 seek Board of Supervisors approval to amend a grant agreement term to a duration in excess
17 of ten years pursuant to Charter, Section 9.118; and

18 WHEREAS, Amendment No. 1 would extend the agreement term by seven years,
19 terminating the agreement on May 15, 2032, allowing the onsite water reuse system at 415
20 Mission Street to achieve the cumulative potable offset outlined in the executed agreement;
21 and

22 WHEREAS, Construction of the onsite water reuse system at 415 Mission Street was
23 completed in February 2021; and

24 WHEREAS, The onsite water reuse system at 415 Mission Street was delayed in
25 starting operation due to the global COVID-19 pandemic causing the building to be

1 unoccupied since March 2020 which impacts the ability of the onsite water reuse system to be
2 operated, and continuing uncertainty about future occupancy; now, therefore, be it

3 RESOLVED, That this Board of Supervisors hereby approves and authorizes the
4 General Manager of the SFPUC to execute Amendment No. 1 to existing Onsite Water Reuse
5 Grant Agreement with Salesforce.com, Inc., at 415 Mission Street, extending the term of the
6 agreement by seven years, terminating the agreement on May 15, 2032; and, be it

7 FURTHER RESOLVED, That within thirty (30) days of Amendment No. 1 being fully
8 executed by all parties the SFPUC shall provide the final contract to the Clerk of the Board for
9 inclusion into the official file.

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