[Contract approval]

2

4

5

6

7

8

10

11

12

13

14 15

16

17

18

19 20

21

22

2324

25

Resolution pursuant to Charter section 9.118(a) authorizing the Department of the

Environment to enter into a contract for up to \$1,550,000.00 \$1,560,000 with Pacific, Gas and Electric Company ("PG&E") to implement a Demand Reduction Through Energy Efficiency Pilot Program in the City and County of San Francisco.

WHEREAS, On December 9, 2003, the Board of Supervisors adopted the Electricity Resource Plan ("Plan") as a policy guideline to be used in proposing and implementing specific actions; and,

WHEREAS, Goals of the Plan developed through public comment and used to guide the Plan include: maximizing energy efficiency, reducing air pollution and preventing other environmental impacts, and supporting environmental justice; and

WHEREAS, The Plan identified a potential electricity shortfall in the City of San Francisco in 2004-05; and,

WHEREAS, The Plan outlines a scenario by which energy efficiency can contribute to the closure of Hunters Point power plant in 2005 when it will no longer meet federal emissions standards; and

WHEREAS, The Plan recommended that the Department of the Environment pursue development of energy conservation programs serving the public and private sectors to meet or exceed the objectives provided in the Plan; and,

WHEREAS, In March 2003, the Board of Supervisors unanimously passed a resolution sponsored by President Gonzalez in favor of an energy efficiency collaborative between the Department of the Environment and PG&E; and,

WHEREAS, On April 17, 2003, at its regularly scheduled meeting, the California Public Utilities Commission awarded \$16.3 million in Public Goods Charge Funds to PG&E to implement a Demand Reduction Through Energy Efficiency Pilot Program ("Pilot Program") in the City and County of San Francisco; and,

WHEREAS, Both the Department of the Environment and PG&E have performed initial market research to identify particular electric utility customer and market segments that need to be addressed in the Pilot Program and which will have the potential to achieve the electric demand reduction objectives prior to 2005; and,

WHEREAS, The Department of the Environment and PG&E will deploy the Pilot Program to reduce electric demand during two "peak" electricity demand periods, a daytime summer peak, and a winter evening peak that can be equal to or exceed the summer peak; and,

WHEREAS, The Department of the Environment shall provide marketing, outreach and other implementation support services for the Pilot Program; and,

WHEREAS, The Department of the Environment seeks the Board's approval pursuant to Charter section 9.118 (a) to enter into a contract with PG&E for anticipated revenue of up to \$1,550,000 \$1,560,000 to the City and County of San Francisco to implement the Pilot Program; and,

WHEREAS, Implementation of the Pilot Program is designed to result in energy savings of a minimum 16 megawatts of load reduction from both peaks; now, therefore, be it

RESOLVED, That the San Francisco Board of Supervisors authorizes the Director of the Department of the Environment to enter into a contract in substantially the form of the draft contract with PG&E, presented to the Board in File No. 030851, to provide program support services and collaboration for the successful accomplishment of Pilot Program development and design, implementation, evaluation and closeout.



## City and County of San Francisco Tails

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

## Resolution

File Number:

030851

**Date Passed:** 

Resolution pursuant to Charter section 9.118(a) authorizing the Department of the Environment to enter into a contract for up to \$1,560,000 with Pacific, Gas and Electric Company ("PG&E") to implement a Demand Reduction Through Energy Efficiency Pilot Program in the City and County of San Francisco.

July 22, 2003 Board of Supervisors — ADOPTED

Ayes: 9 - Ammiano, Dufty, Gonzalez, Hall, Ma, Maxwell, McGoldrick, Newsom,

Peskin

Absent: 2 - Daly, Sandoval

File No. 030851

I hereby certify that the foregoing Resolution was ADOPTED on July 22, 2003 by the Board of Supervisors of the City and County of San Francisco.

JUL 25 2003

**Date Approved** 

Mayor Willie L. Brown Jr.

Gloria L. Young Clerk of the Board