

## **PUBLIC UTILITIES COMMISSION**

City and County of San Francisco

RESOLUTION NO. 12-0135

WHEREAS, On October 30, 2008 the Commission approved the Phased Water System Improvement Program Variant (Phased WSIP Variant) in Commission Resolution No. 08-0200; and

WHEREAS, The Phased WSIP Variant included the development of 10 million gallons per day (mgd) in conservation, recycled water, and groundwater in San Francisco by 2018; and

WHEREAS, The SFPUC is promoting water conservation to help meet the 10 mgd goal by 2018; and

WHEREAS, Replacement of higher-volume toilets with lower-volume models among San Francisco retail customer accounts is a fundamental component of the SFPUC's water conservation program and will assist the SFPUC in meeting its long-term demand reduction goals; and

WHEREAS, On behalf of numerous public agencies located in the San Francisco Bay Area, Bay Area Clean Water Agencies (BACWA) applied for and received a Proposition 84 Integrated Regional Water Management Grant (State Grant) from the State of California, Department of Water Resources (DWR) in the amount of \$30,093,592, to help fund the implementation and operation of various regional water conservation, water recycling, ecosystem restoration, green infrastructure, and flood management-watershed projects; and

WHEREAS, The State Grant includes \$9,191,685 to fund water conservation programs for the following Participating Agencies: Alameda County Water District, Bay Area Water Supply and Conservation Agency, City of Napa, Contra Costa Water District, East Bay Municipal Utilities District, Sonoma County Water Agency, Santa Clara Valley Water District, San Francisco Public Utilities Commission, Solano County Water Agency, Marin Municipal Water District, Zone 7 Water Agency, Alameda County Waste Management Authority (StopWaste.org), and the Napa County Flood Control and Water Conservation District; and

WHEREAS, Solano County Water Agency (SCWA) and BACWA have entered into an Implementation Agreement dated, May 7, 2012 by which BACWA agrees to disburse funding from the State Grant to SCWA for SCWA to use in administration and performance of eligible Projects under the State Grant; and

WHEREAS, The State Grant permits SCWA to pass State Grant funds through to Participating Agencies to carry out the purposes of the State Grant; and

WHEREAS, SCWA wishes to pass State Grant funds through to the SFPUC to use in the performance of high-efficiency toilet installation and customer financial incentive rebate program services; and

WHEREAS, The SFPUC desires to receive State Grant funds, and is willing to cooperate in fulfilling SCWA's obligations under the State Grant requirements; and

WHEREAS, The total cost of the SFPUC high-efficiency toilet installation program is \$5.3 million, of which \$863,000 would be provided through grant funding and the remaining \$4,437,000 would be paid from funds available in the Water Enterprise, Water Conservation operating budget; and

WHEREAS, The terms for State Grant funds will be in effect as long as the Implementation Agreement between BACWA and SCWA is in effect for eligible projects initiated on or after August 16, 2011, that meet State Grant program requirements; now, therefore, be it

RESOLVED, That this Commission hereby authorizes the General Manager of the San Francisco Public Utilities Commission to negotiate and execute on behalf of the City and County of San Francisco, a Memorandum of Understanding with the Solano County Water Agency for the administration and disbursement of State Grant funds for SFPUC high-efficiency toilet installation and customer financial incentive rebate programs funded in part by a grant from the Department of Water Resources (DWR).

*I hereby certify that the foregoing resolution was adopted by the Public Utilities Commission at its meeting of* \_\_\_\_\_ *July 24, 2012*



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*Secretary, Public Utilities Commission*