

1 [Contract approval]
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3 **Resolution pursuant to Charter section 9.118(a) authorizing the Department of the**
4 **Environment to enter into a contract for up to ~~\$1,550,000.00~~ \$1,560,000 with Pacific,**
5 **Gas and Electric Company ("PG&E") to implement a Demand Reduction Through**
6 **Energy Efficiency Pilot Program in the City and County of San Francisco.**

7
8 WHEREAS, On December 9, 2003, the Board of Supervisors adopted the Electricity
9 Resource Plan ("Plan") as a policy guideline to be used in proposing and implementing
10 specific actions; and,

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

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

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

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

22 WHEREAS, In March 2003, the Board of Supervisors unanimously passed a resolution
23 sponsored by President Gonzalez in favor of an energy efficiency collaborative between the
24 Department of the Environment and PG&E; and,
25

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

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

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

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

15 WHEREAS, The Department of the Environment seeks the Board's approval pursuant
16 to Charter section 9.118 (a) to enter into a contract with PG&E for anticipated revenue of up to
17 ~~\$1,550,000~~ \$1,560,000 to the City and County of San Francisco to implement the Pilot
18 Program; and,

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

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



City and County of San Francisco

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

Tails 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

Kay Salazar

for Gloria L. Young
Clerk of the Board

Willie L. Brown Jr.

Mayor Willie L. Brown Jr.