

RESOLUTION NO. 2010-018

Adopted by the Sacramento City Council

January 12, 2010

AUTHORIZING SACRAMENTO MUNICIPAL UTILITY DISTRICT TO APPLY FOR STATE ENERGY PROGRAM FUNDS ON BEHALF OF THE CITY OF SACRAMENTO

BACKGROUND

- A. The City recognizes that it is in the interest of the regional, state, and national economy to stimulate the economy; create and retain jobs; reduce fossil fuel emissions; and reduce total energy usage and improve energy efficiency within our jurisdiction.
- B. State Energy Program (SEP) funds are available through the California Energy Commission's SEP Program for grants to eligible local governments for cost-effective energy efficiency projects.
- C. The SEP Program allows for public agencies or non-profit entities to apply for SEP funds on behalf of eligible local governments.
- D. The City is eligible for SEP funding under the California Energy Commission's SEP Program.
- E. The City is proposing to collaborate with Sacramento Municipal Utility District (SMUD) to implement the energy efficiency projects described in Exhibit A for the purpose of qualifying for SEP funds from the California Energy Commission.
- F. The City has considered the application of the California Environmental Quality Act (CEQA) to the approval of the energy efficiency projects described in Exhibit A.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. In compliance with CEQA, City Council accepts SMUD's findings that the approval of the energy efficiency projects described in Exhibit A are "projects" under CEQA that are exempt under CCR Class 1A (§15301) and Class 22A (§15322), because the projects affect existing facilities or are educational or training programs involving no physical changes.
- Section 2. City Council authorizes SMUD to apply for up to \$20 million in State Energy Program funding for residential energy efficiency rebates on behalf of the City.

Section 3. If recommended for funding, City Council authorizes SMUD to accept a grant award on behalf of the City and to enter into all necessary contracts and agreements, and amendments thereto, on its behalf to implement and carry out the projects described in Exhibit A.

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Exhibit A: SMUD/Sacramento Regional Energy Alliance Statement

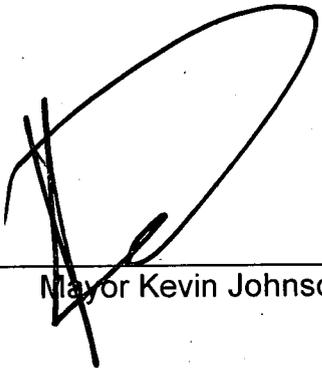
Adopted by the City of Sacramento City Council on January 12, 2009 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Johnson.

Noes: None.

Abstain: None.

Absent: None.



Mayor Kevin Johnson

Attest:



Shirley Concolino, City Clerk

SMUD STATE ENERGY PROGRAM PROPOSAL

The Sacramento Municipal Utility District (SMUD), representing the Sacramento Regional Energy Alliance, a consortium of local governments, educational institutions, other non-profit and private companies, proposes to expand its Home Performance program to retrofitting and/or providing Home Energy Rating System Phase II (HERSII) audits to 15,150 homes over the next two years. The program aims to transform the Sacramento home performance marketplace and provide a model for other cities to follow. SMUD will request \$20,000,000 in State Energy Program grant funding for performance-based rebates, HERSII testing, marketing, administration, contractor training, coordination with a proposed AB811 program, and partnering with the Sacramento Housing and Redevelopment Agency's Neighborhood Stabilization Program, Community Resource Project's weatherization program and Consol's neighborhood program.

In the event that SMUD is awarded SEP funding for the California Residential Retrofit Program, SMUD will implement the Home Performance Program to bring energy efficiency retrofits to homes in Sacramento. Also, in the event of an SEP award, the City will be actively involved in the program by providing leveraged funds and in-kind marketing support at total value of \$908,000.