

AGENDA ITEM NO. 2A
COUNCIL MEETING: 11/8/2012
APPROVED BY

DEPARTMENT DIRECTOR *MS*

CITY MANAGER *Mark Scott*

November 8, 2012

FROM: MARK SCOTT, Interim Director
Development and Resource Management Department

THROUGH: KEITH BERGTHOLD, Assistant Director
Development and Resource Management Department

BY: JOSEPH W. OLDHAM, Sustainability Manager *J. Oldham*
Sustainable Fresno Division, Development and Resource Management Department

SUBJECT: DOCUMENTS PERTAINING TO EXISTING LOCAL GOVERNMENT PARTNERSHIP PROGRAM AGREEMENT WITH PG&E.

1. AUTHORIZE THE INTERIM DIRECTOR OF THE DEVELOPMENT AND RESOURCE MANAGEMENT DEPARTMENT TO SIGN CHANGE ORDER NO. 2 PROVIDING AN ADDITIONAL \$200,000 IN FUNDING TO CONTRACT WORK AUTHORIZATION NO. 2500301768 FOR THE HOME ENERGY TUNE-UP PROGRAM PROJECT PURSUANT TO EXISTING MASTER SERVICE AGREEMENT NO. 4400004295 BETWEEN THE CITY OF FRESNO AND PG&E FOR THE LOCAL GOVERNMENT PARTNERSHIP PROGRAM-DEVELOPMENT AND RESOURCE MANAGEMENT DEPARTMENT
2. ADOPT THE 26th AMENDMENT TO THE ANNUAL APPROPRIATION RESOLUTION NO. 2012-125 APPROPRIATING \$200,000 OF FUNDING FROM THE CALIFORNIA PUBLIC UTILITIES COMMISSION FOR IMPLEMENTATION OF THE HOME ENERGY TUNE-UP PROGRAM IN FRESNO AND MADERA COUNTIES

RECOMMENDATIONS

Staff recommends that the City Council:

1. Authorize the Interim Director of the Development and Resource Management Department to sign Change Order No. 2 providing an additional \$200,000 in funding to Contract Work Authorization No. 2500301768 for the Home Energy Tune-up Program project pursuant to existing Master Service Agreement No. 4400004295 between the City of Fresno and PG&E for the Local Government Partnership Program, subject to City Attorney approval to form, and
2. Adopt the 26th amendment to the Annual Appropriations Resolution No. 2012-125 appropriating \$200,000 in funding from the California Public Utilities Commission for implementation of the Home Energy Tune-up Program in Fresno and Madera Counties.

EXECUTIVE SUMMARY

On June 28, 2012 the City Council authorized the Interim Director of the Development and Resource Management Department to sign Change Order No. 1 to Contract Work Authorization No. 2500301768

REPORT TO THE CITY COUNCIL

Authorize Signing Change Order No. 2 to CWA #2500301768

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providing \$575,000 in funding for the Home Energy Tune-up Program project pursuant to existing Master Service Agreement No. 4400004295 between the City of Fresno and PG&E for the Local Government Partnership Program. Since that time the demand for the no-cost, in-home energy survey services from the program has exceeded the original estimates and now PG&E is offering an additional \$200,000 through Change Order No. 2 to allow the Home Energy Tune-up Program to continue operation through December 31, 2012. Without this additional funding the program would have exhausted the available resources by mid-November and had to cease providing program services to homeowners in Fresno and Madera Counties.

Staff recommends that the City Council authorize the Interim Director of the Development and Resource Management Department to sign Change Order No. 2 to Contract Work Authorization No. 2500301768 pursuant to existing Master Service Agreement No. 4400004295 between the City of Fresno and PG&E for the Local Government Partnership Program, subject to City Attorney approval to form, and adopt the 26th amendment to the Annual Appropriations Resolution No. 2012-125 appropriating \$200,000 in funding from the California Public Utilities Commission for implementation of the Home Energy Tune-up Program in Fresno and Madera Counties..

BACKGROUND

On June 28, 2012 the City Council authorized the Interim Director of the Development and Resource Management Department to sign Change Order No. 1 to Contract Work Authorization No. 2500301768 providing \$575,000 in funding for the Home Energy Tune-up Program project pursuant to existing Master Service Agreement No. 4400004295 between the City of Fresno and PG&E for the Local Government Partnership Program. High demand for the no-cost, in-home energy survey services from homeowners during July, August, and September exceeded the original estimates and threatened to deplete all of the available funding before the end of December. Sustainable Fresno Division staff advised PG&E of this situation and requested additional funding to continue the program. PG&E responded quickly and is offering an additional \$200,000 through Change Order No. 2 to allow the Home Energy Tune-up Program to continue operation through December 31, 2012. Without this additional funding, the Home Energy Tune-up program would have exhausted the available resources by mid-November and had to cease providing services to homeowners in Fresno and Madera Counties until new funding for support of the program contained in the current proposed Decision Approving 2013-2014 Energy Efficiency Programs and Budgets is approved by the California Public Utilities Commission and available starting January, 2013.

FISCAL IMPACT

All costs associated with the project will be paid for with funding from PG&E and the CPUC. There is no impact to the General Fund from this project.

ATTACHMENTS

26th Amendment to the Annual Appropriations Resolution No. 2012-125

RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO ADOPTING THE 26TH AMENDMENT TO THE ANNUAL APPROPRIATIONS RESOLUTION NO. 2012-125 APPROPRIATING \$200,000 OF FUNDING FROM THE CALIFORNIA PUBLIC UTILITIES COMMISSION FOR IMPLEMENTATION OF THE HOME ENERGY TUNE-UP PROGRAM IN FRESNO AND MADERA COUNTIES

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FRESNO:

THAT PART III of the Annual Appropriation Resolution No. 2012-125 be and is hereby amended as follows:

	<u>Increase/(Decrease)</u>
TO: DEVELOPMENT AND RESOURCE MANAGEMENT DEPARTMENT	
Planning & Dev Grant Programs	\$ 200,000

THAT account titles and numbers requiring adjustment by this Resolution are as follows:

Planning & Dev Grant Programs

Revenues:

 Account: **39015** Miscellaneous--Other Revenue \$ 200,000
 Fund: **20532**
 Org Unit: **400801**

Total Revenues \$ 200,000

Appropriations:

 Account: **53302** Prof Svcs/Consulting - Outside \$ 200,000
 Fund: **20532**
 Org Unit: **400801**

Total Appropriations \$ 200,000

THAT the purpose is to appropriate \$200,000 of funding from the California Public Utilities Commission for implementation of the Home Energy Tune-Up Program in Fresno and Madera Counties.

Date Adopted:
Date Approved:
Effective Date:

Resolution No.

CLERK'S CERTIFICATION

STATE OF CALIFORNIA }
COUNTY OF FRESNO } ss.
CITY OF FRESNO }

I, YVONNE SPENCE, City Clerk of the City of Fresno, certify that the foregoing Resolution was adopted by the Council of the City of Fresno, California, at a regular meeting thereof, held on the _____ Day of _____, 2012

AYES:
NOES:
ABSENT:
ABSTAIN:

Mayor Approval: _____, 2012
Mayor Approval/No Return: _____, 2012
Mayor Veto: _____, 2012
Council Override Veto: _____, 2012

YVONNE SPENCE, CMC
City Clerk

Date Adopted:
Date Approved:
Effective Date:

Resolution No.