

MAR 22 2013

12-0520-S2

HOUSING, COMM & ECON. DEVELOP.

MOTION

On September 17, 2012 the City Council and Mayor authorized the Community Development Department ("CDD") to accept and administer a grant from the Southern California Gas Company ("The Gas Company") to continue funding for the administration costs of federal Energy Efficiency Conservation Block Grant. Pursuant to Council authorization, the CDD entered into a contract with The Gas Company in the amount of \$331,300 for continuation of the energy efficiency programs including the PACE financing program operated by the CDD. The contract covered the period of August 1, 2012, through March 13, 2013.

In anticipation of a new contract between the CDD and The Gas Company for additional funding for qualified energy efficiency programs within the City for March 30, 2013 through March 29, 2014. The Gas Company proposes to amend the existing contract in the interim, so that the program will continue without a break. Using the authority of the General Manager CDD, granted under the **Los Angeles Administrative Code Section 14.8**, the CDD executed an augmentation in the amount of \$40,000 and time period extension through March 29, 2013 to avert a break in service for the PACE Program.

A new contract between CDD and the Gas Company through a partnership with the Department of Water and Power for continuation of the program for approximately two years with annual funding not to exceed \$1 million is expected to be finalized by April 1, 2013.

I THEREFORE MOVE that the Council adopt the following recommendations:

1. AFFIRM the authority of the General Manager, CDD to negotiate and execute any documents including contract amendments necessary to accept and administer the **\$40,000** from The Gas Company to extend the current term of performance through March 29, 2013 pending a new contract that would allow continuation of the program for an additional year;
2. AUTHORIZE the General Manager, CDD or designee to negotiate and execute any documents including new contracts and/or amendment of existing contracts with The Gas Company, necessary to accept and administer the grant currently budgeted at **\$1,236,976** to allow continuation of the PACE energy efficiency program through March 29, 2014, subject to the review and approval of the City Attorney as to form and legality;
3. AMEND the sole source agreement with Sustento Group, LLC previously approved in C.F. 09-0648-S15, in order to increase the amount by not more than **\$674,700**, and extend the time for a term consistent with the agreement between the City and The Gas Company, to continue work on the Commercial Properties Financing Program (repackaged as the Better Buildings Challenge) and other energy efficiency matters for the City. This agreement will be funded by The Southern California Gas Company funds, the State Energy Program (SEP) funds and/or other energy-related funds, subject to availability of funds and determination of need by CDD, and subject to the review and approval of the City Attorney as to form and legality;
4. PREPARE Controller Instructions and/or make any technical adjustments that may be required and are consistent with this action subject to the approval of the CAO and instruct the controller to implement these instructions.
5. INSTRUCT the General Manager, CDD to report back on the scope of work and final terms of the agreement with The Gas Company and potential for continued funding for an additional year.

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6. AUTHORIZE the Controller to:

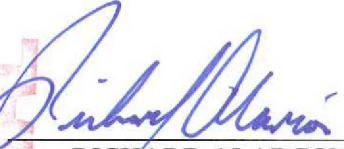
a) Appropriate \$905,676 within Fund No. 55A CDD Gas Co. CPUC as follows:

Account	Title	Amount
22J122	Community Development	\$60,969.11
22J299	Related Costs	19887.27
22J440	Gas Co CPUC -GSD	(92.65)
22J441	Gas Co/CPUC Expenses	674,700.00
22J622	City Costs	169,116.00
	Total	905,676.00

b) Appropriate \$60,969 within Fund 100/22 as follows:

Account	Title	Amount
001010	Salaries - General	\$52,879.11
001070	Salaries - As Needed	190.00
006010	Office and Administration	1,000.00
006030	Leasing	6,900.00
	Total	\$60,969.11

PRESENTED BY:


RICHARD ALARCON,
Councilmember, 7th District

SECONDED BY: