

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to a request from the Bureau of Sanitation (BOS) for authorization to apply for a grant from the Southern California Gas Company under the Self Generation Incentive Program (SGIP) for the Hyperion Digester Gas Utilization Project (DGUP).

Recommendation for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

AUTHORIZE the Director, BOS, or designee, to apply for, accept, negotiate, execute and submit all grant documents, including but not limited to, applications, agreements and amendments, subject to the approval of the City Attorney as to form and legality, which may be necessary to receive funding from the Southern California Gas Company under the SGIP, in the amount of \$924,000, for the Hyperion DGUP. The credit amount can increase in 2016 pending availability of state funding and qualification of the project for bio-gas technology.

Fiscal Impact Statement: The Board of Public Works reports that there is no impact to the General Fund. If the grant is awarded, the amount of \$924,000 will be deposited in the Sewer and Construction Maintenance Fund to offset the DGUP capital expenditures.

Community Impact Statement: None submitted.

Summary:

On April 6, 2016, your Committee considered a March 7, 2016 Board of Public Works (Board) report relative to a request from the BOS for authorization to apply for a grant from the Southern California Gas Company under the SGIP for the Hyperion DGUP. After providing an opportunity for public comment, the Committee recommended that Council approve the recommendation contained in the March 7, 2016 Board report as detailed above. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
FUENTES:	YES
BLUMENFIELD:	YES
KORETZ:	YES
CEDILLO:	ABSENT
O'FARRELL:	YES