RESOLUTION NO.____(CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE APPROPRIATING \$14,229 FROM THE CARBON FUND (0311) FOR THE CITY'S CONTRIBUTION TOWARDS THE PG&E HOT WATER HEATER REPLACEMENT PROGRAM

WHEREAS, PG&E has created a Government and K12 Energy Efficiency program (GK12) to provide incentives to replace natural gas domestic hot water heaters with efficient heat pump water heaters; and

WHEREAS, Willdan Energy Solutions, the program administrator, has evaluated City buildings and identified 18 natural gas water heaters and 2 low efficiency electric resistance heaters that qualify for replacement through the program; and

WHEREAS, the total cost of the project is \$154,920.80 of which the total incentive offered by PG&E is \$140,691.80, leaving a City contribution of \$14,229.00; and

WHEREAS, the project meets the requirements of the Carbon Fund Ordinance and has an anticipated lifecycle emissions reduction of approximately 641 metric tons of greenhouse gas.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY
OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:

1. The project is determined to be categorically exempt from the requirements of CEQA in accordance with CEQA Guidelines Section 15302(c), in that the project involves the replacement or reconstruction of existing utility systems and/or facilities involving negligible or no expansion of capacity and there is no evidence of unusual circumstances related to the project that would cause a significant effect on the environment as defined in CEQA Guidelines Section 15382.

2. That the appropriation of \$14,229 from the Carbon Fund [0311] to pay the City's contribution towards the PG&E hot water heater replacement program is hereby approved.
