Thursday, June 7, 2007

## Fleet Services RECOMMENDATION FOR COUNCIL ACTION

Item No. 10

**Subject**: Authorize the acceptance of \$140,000 in grant funds from the State Energy Conservation Office (SECO) for installing a compressed natural gas facility.

Amount and Source of Funding: Funding is available from SECO. A match is not required.

Fiscal Note: No fiscal impact.

For More Information: Mary Quintero-Herrera, Buyer II/974-3266.

Prior Council Action: 08/10/2006 - Amended Ordinance No. 20050912-001 and Ordinance No.

20050912-002

On August 10, 2006, the City Council amended Ordinance No. 20050912-001 and Ordinance No. 20050912-002 authorizing the application, acceptance, and appropriation of grant funds in the amount of \$150,000 from the State Energy Conservation Office (SECO) for assistance with the installation of a compressed natural gas (CNG) facility.

The application was completed, but the contract was not signed in time for SECO to fund the request during the original time period. SECO has indicated that they will be able to fund this request during their next grant period at \$140,000.

The grant funds will be applied to the installation of the CNG facility, which will be complete and open by the end of this calendar year, marking a milestone in the City's Clean Air Initiative.