



**California Energy Commission
March 6, 2023 Business Meeting
Backup Materials for Agenda Item No 03ai:
City of Santa Clarita**

The following backup materials for the above-referenced agenda item are available in this PDF packet as listed below:

1. Proposed Resolution (attached below).
2. Grant Request Form or Grant Amendment Request Form or Contract Request Form or Loan Request Form (applicable form attached below).
3. Scope of Work (attached below).
4. CEQA documents (if applicable, attached below).
5. Other relevant documentation or link to other documentation (if applicable, attached below).

STATE OF CALIFORNIA
STATE ENERGY RESOURCES
CONSERVATION AND DEVELOPMENT COMMISSION

RESOLUTION: City of Santa Clarita

RESOLVED, that the State Energy Resources Conservation and Development Commission (CEC) adopts the staff CEQA findings contained in the Agreement or Amendment Request Form (as applicable); and

RESOLVED, that the CEC approves Agreement 006-22-ECI with the City for a \$3,000,000 loan at one percent interest to upgrade existing interior and exterior lighting to light-emitting diodes at 40 sites, existing HVAC equipment at 1 site, and transformers at 12 sites. Upon completion, the project is estimated to reduce roughly 1,494,789 kWh of grid electricity consumption, saving the City approximately \$309,958 in annual utility costs; and

FURTHER BE IT RESOLVED, that the Executive Director or their designee shall execute the same on behalf of the CEC.

CERTIFICATION

The undersigned Secretariat to the CEC does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the CEC held on March 6, 2023.

AYE:
NAY:
ABSENT:
ABSTAIN:

Dated:

Liza Lopez
Secretariat



STATE OF CALIFORNIA

LOAN REQUEST FORM (LRF)

CEC-271 (Revised 11/2019)

CALIFORNIA ENERGY COMMISSION

A) New Agreement # 006-22-ECI (to be completed by CGL office)

| B) Division | Agreement Manager: | MS- | Phone |
|----------------------|---------------------------|------------|--------------|
| 530 Renewable Energy | Sean Lockwood | 45 | 916-891-9074 |

| C) Recipient's Legal Name | Federal ID Number |
|----------------------------------|--------------------------|
| City of Santa Clarita | 95-4133918 |

| D) Title of Project |
|---|
| Lighting, HVAC and transformer upgrades at multiple sites |

E) Term and Amount

| Start Date | End Date | Amount |
|-------------------|-----------------|---------------|
| 3/7/2023 | 9/30/2024 | \$3,000,000 |

F) Business Meeting Information

☐ ARFVTP agreements \$75K and under delegated to Executive Director

Proposed Business Meeting Date: 3/6/2023 ☒ Consent ☐ Discussion

Business Meeting Presenter: Sean Lockwood

Time needed: N/A

Please select one list serve. Financing (Energy Efficiency Financing)

Agenda Item Subject and Description:

City of Santa Clarita: Proposed resolution approving Agreement 006-22-ECI with the City for a \$3,000,000 loan at one percent interest to upgrade existing interior and exterior lighting to light-emitting diodes at 40 sites, existing HVAC equipment at 1 site, and transformers at 12 sites, and adopting staff's determination that this action is exempt from the California Environmental Quality Act (CEQA). Upon completion, the project is estimated to reduce roughly 1,494,789 kWh of grid electricity consumption, saving the City approximately \$309,958 in annual utility costs.

G) California Environmental Quality Act (CEQA) Compliance

1. Is Agreement considered a "Project" under CEQA?

☒ Yes (skip to question 2) ☐ No (complete the following (PRC 21065 and 14 CCR 15378)):

Explain why Agreement is not considered a "Project":

Agreement will not cause direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment because .

2. If Agreement is considered a "Project" under CEQA:

a) ☒ Agreement **IS** exempt.

☐ Statutory Exemption. List PRC and/or CCR section number:

☒ Categorical Exemption. List CCR section number: Cal. Code Regs., tit. 14, § 15301

☐ Common Sense Exemption. 14 CCR 15061 (b) (3)

**LOAN REQUEST FORM (LRF)**

Explain reason why Agreement is exempt under the above section:

This project will install a number of energy efficiency measures at existing, City owned facilities. Specifically, this project will (1) upgrade interior and exterior lighting to high efficiency LED lighting at 40 sites, (2) upgrade HVAC equipment to higher efficiency equipment at one site, and (3) upgrade transformers to high efficiency transformers at 12 sites.

This project as a whole is categorically exempt from environmental review pursuant to CEQA Guidelines section 15301 as minor alterations to existing facilities that involve no expansion of an existing or former. The project will not impact an environmental resource of hazardous or critical concern where designated, precisely mapped, and officially adopted pursuant to law by federal, state, or local agencies; does not involve any cumulative impacts of successive projects of the same type in the same place that might be considered significant; does not involve unusual circumstances that might have a significant effect on the environment; will not result in damage to scenic resources within a highway officially designated as a state scenic highway; the project site is not included on any list compiled pursuant to Government Code section 65962.5; and the project will not cause a substantial adverse change in the significance of a historical resource. Therefore, none of the exceptions to categorical exemptions listed in CEQA Guidelines section 15300.2 apply to this project, and this project will not have a significant effect on the environment.

- b) ☐ Agreement **IS NOT** exempt. (consult with the legal office to determine next steps)

Check all that apply

- ☐ Initial Study
☐ Negative Declaration
☐ Mitigated Negative Declaration
☐ Environmental Impact Report
☐ Statement of Overriding Considerations

H) List all subcontractors (major and minor) and equipment vendors: (attach additional sheets as necessary)

| Legal Company Name: | Budget |
|----------------------------|---------------|
| Climatec | \$ 3,000,000 |
| | \$ 0.00 |
| | \$ 0.00 |



STATE OF CALIFORNIA

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CALIFORNIA ENERGY COMMISSION

I) List all key partners: (attach additional sheets as necessary)

| |
|----------------------------------|
| Legal Company Name: |
| Columbia Capital Management, LLC |
| |
| |
| |

J) Budget Information

| Funding Source | Funding Year of Appropriation | Budget List Number | Amount |
|----------------|-------------------------------|--------------------|-------------|
| ECAA | 2022-2023 | 401.007 | \$3,000,000 |
| Funding Source | | | \$ |
| Funding Source | | | \$ |
| Funding Source | | | \$ |
| Funding Source | | | \$ |

R&D Program Area: Select Program Area

TOTAL: \$ 3,000,000

Explanation for "Other" selection

Reimbursement Contract #:

Federal Agreement #:

K) Recipient's Contact Information**1. Recipient's Administrator/Officer**

Name: Carmen Magana

Address: 23920 Valencia Blvd

City, State, Zip: Santa Clarita, CA
91355

Phone: (661) 255-4997

E-Mail: cmagana@santa-clarita.com

2. Recipient's Project Manager

Name: Shannon Harris

Address: Columbia Capital
Management, LLCCity, State, Zip: 2292 Faraday
Ave., Carlsbad, CA 92008

Phone: (747) 228-9950

E-Mail:
sharris@columbiacapital.com**L) Miscellaneous Agreement Information**☒ Annual Energy Savings \$309,958☐ Number of Repay Periods Leave blank if repay is based on energy savings**M) Selection Process Used**☐ Competitive Solicitation Solicitation #:☒ First Come First Served Solicitation. Solicitation#: PON-17-401**N) The following items should be attached to this LRF**

- | | | |
|---|-------------------------------------|--|
| 1. Loan Application | <input checked="" type="checkbox"/> | Attached |
| 2. Budget Detail | <input checked="" type="checkbox"/> | Attached |
| 3. CEC 105, Questionnaire for Identifying Conflicts | <input checked="" type="checkbox"/> | Attached |
| 4. Recipient Resolution | <input type="checkbox"/> N/A | <input checked="" type="checkbox"/> Attached |
| 5. CEQA Documentation | <input type="checkbox"/> N/A | <input checked="" type="checkbox"/> Attached |



STATE OF CALIFORNIA

LOAN REQUEST FORM (LRF)

CEC-271 (Revised 12/2019)

CALIFORNIA ENERGY COMMISSION

Approved by:

Agreement Manager: Sean Lockwood

Approval Date: 01/20/2023

Office Manager: Christopher Meyer

Approval Date: 01/26/2023

Deputy Director: Armand Angulo

Approval Date: 01/26/2023

**EXHIBIT A
ATTACHMENT 1
BUDGET DETAIL/PROJECT COST AND SAVINGS**

This loan is made to the City of Santa Clarita (Borrower) for an energy savings project. The project consists of the energy efficiency measures listed in Table 1 below to be installed at multiple sites at the City of Santa Clarita.

The table below summarizes the estimated project cost(s), saving(s), and simple payback(s) for the project.

TABLE 1: Summary of Project Cost and Savings:

| Energy Efficiency Measures | Estimated Total Project Cost | Energy Commission Loan | Estimated Annual Energy Cost Savings | Simple Payback* (Years) |
|---|---|---------------------------------------|---|--|
| Exterior Lighting: Replace existing lighting with LEDs at 40 sites | \$1,470,179 | \$1,348,085 | \$184,038 | 7.3 |
| Interior Lighting: Replace existing lighting with LEDs at 40 sites | \$993,410 | \$993,410 | \$85,381 | 11.6 |
| HVAC: Retrofit to high efficiency units at Newhall Community Center | \$438,317 | \$229,935 | \$15,329 | 15.0 |
| Transformers: Upgrade to high efficiency units at 12 sites | \$434,001 | \$428,570 | \$25,210 | 17.0 |
| TOTALS: | \$3,335,907 | \$3,000,000 | \$309,958 | 9.7 |

*The simple payback is based on the loan amount.

The Borrower shall implement each measure listed in Table 1.

If the Borrower does not complete one or more of the measures or deviates from the quantities and specifications listed in Table 1, the California Energy Commission (CEC) project manager will calculate the maximum loan amount supported by the project. The loan amount will be determined by the lesser of: 1) multiplying the annual energy cost savings by 17; 2) total project costs; or 3) approved loan amount.

The Borrower shall notify the CEC project manager in writing if the Borrower expects any information in Table 1 to change. CEC staff will advise the Borrower of the procedure to approve any changes. Written documentation is required for any changes to the information included in this attachment.

If the Borrower has received disbursements exceeding the maximum loan amount supported by the project, the Borrower shall refund the difference to the CEC within 30 days of notification.