



California Energy Commission March 13, 2024 Business Meeting Backup Materials for City of Arvin

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

- 1. Proposed Resolution
- 2. Loan Request Form
- 3. Budget Detail/Project Cost and Savings

RESOLUTION NO: 24-0313-03aiv

STATE OF CALIFORNIA

STATE ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION

RESOLUTION: City of Arvin

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 008-23-ECI with the City of Arvin for a \$3,000,000 ECAA loan at one percent interest. The loan will finance the installation of a 997.2 kW ground mounted solar PV system. The project is estimated to reduce approximately 1,488,000 kWh of electricity consumption, saving approximately \$233,091 in utility costs per year. The simple payback period is approximately 12.9 years; 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 13, 2024.

AYE: NAY: ABSENT: ABSTAIN:

Dated:

Kristine Banaag Secretariat



95-606602

Federal ID Number

A)New Agreement # 008-23-ECI (to be completed by CGL office)

B) Division	Agreement Manager:	MS-	Phone
Reliability, Renewable Energy & Decarbonization Incentives	Sean Lockwood	45	916-891-9074

C) Recipient's Legal Name

City of Arvin

D) Title of Project

Ground Mounted Solar PV System at City of Arvin's Wastewater Treatment Plant

E) Term and Amount

Start Date	End Date	Amount
3/14/2024	9/30/2025	\$3,000,000

F) Business Meeting Information

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

Proposed Business Meeting Date: 3/13/2024 🛛 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 Arvin. Proposed resolution approving agreement 008-23-ECI with the City of Arvin for a \$3,000,000 ECAA loan at one percent interest and adopting staff's determination that this action is exempt from CEQA. The loan will finance the installation of a 997.2 kW ground mounted solar PV system. The project is estimated to reduce approximately 1,488,000 kWh of electricity consumption, saving approximately \$233,091 in utility costs per year. The simple payback period is approximately 12.9 years.(ECAA funding) Contact: Sean Lockwood.

G) California Environmental Quality Act (CEQA) Compliance

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

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: Pub. Resources Code § 21080.35

Categorical Exemption. List CCR section number: Cal. Code Regs., tit. 14, §§ 15301, 15303, 15304, 15311

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

Explain reason why Agreement is exempt under the above section:



This project will install a 997.2 kW-DC ground mounted solar PV system at the City of Arvin's wastewater treatment plant. The ground mounted solar PV arrays will be installed over previously disturbed land. Some trenching will be required to run conduit to the existing utility meter and to install structural posts for the solar PV system. The project involves no expansion of existing or former use at the site.

The project as a whole is categorically exempt from environmental review pursuant to CEQA Guidelines section 15301 as minor alterations to existing public structures, facilities or mechanical equipment involving negligible or no expansion of existing or former use at the site, categorically exempt pursuant to CEQA Guidelines section 15303 as the installation of small new equipment, categorically exempt pursuant to CEQA Guidelines section 15304 as minor alterations to land, and categorically exempt pursuant to CEQA Guidelines section 15311 as construction of structures accessory to an existing industrial facility.

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
Veolia North America	\$ 3,000,000.00
	\$ 0.00
	\$ 0.00



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

Legal Company Name:

J) Budget Information

Funding Source	Funding Year of Appropriation	Budget List Number	Amount
ECAA	2023-2024	401.007	\$3,000,000
Funding Source			\$
Funding Source			\$
Funding Source			\$
Fundina Source			\$

R&D Program Area: Select Program Area

TOTAL: \$3,000,000

2. Recipient's Project Manager

Address: 200 Campus Drive

E-Mail: jeffjones@arvin.org

Phone: (661) 854-3134

City, State, Zip: Arvin, CA 93203

Name: Jeff Jones

Explanation for "Other" selection

Reimbursement Contract #: Federal Agreement #:

K) Recipient's Contact Information

1. Recipient's Administrator/Officer

Name: Jeff Jones

Address: 200 Campus Drive City, State, Zip: Arvin, CA 93203

Phone: (661) 854-3134

E-Mail: jeffjones@arvin.org

L) Miscellaneous Agreement Information

Annual Energy Savings
 \$233,091
 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-22-002

N) The following items should be attached to this LRF

1. Loan Application

- 2. Budget Detail
- 3. CEC 105, Questionnaire for Identifying Conflicts
- 4. Recipient Resolution
- 5. CEQA Documentation

licts] N/A] N/A

Attached Attached Attached

Attached

Attached



Office Manager

Date

Deputy Director

Date

EXHIBIT A ATTACHMENT 1 BUDGET DETAIL/PROJECT COST AND SAVINGS

This loan is made to the City of Arvin (Borrower) for an energy savings project. The project consists of the energy generation measures listed in Table 1 below to be installed at one site in Arvin, CA in Kern County.

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

Energy Efficiency Measures	Estimated Total Project Cost	Energy Commission Loan	Estimated Annual Energy Cost Savings	Simple Payback* (Years)
Wastewater Treatment Plant: Install 997.2 kW-DC ground mounted solar PV system	\$3,900,000	\$3,000,000	\$233,091	12.9
Wastewater Treatment Plant: PG&E Utility Side Service Upgrade	\$385,714	\$0	\$0	N/A
TOTALS:	\$4,285,714	\$3,000,000	\$233,091	12.9

TABLE 1: Summary of Project Cost and Savings:

*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.