

DRAFT

RESOLUTION 20xx-xxx

**RESOLUTION APPROVING AN AMENDMENT TO
THE FY 2019-2023 FIVE-YEAR CAPITAL
IMPROVEMENT PROGRAM (CIP) TO ADD THE
MICROGRID INFRASTRUCTURE AT TAMT
PROJECT AND INCREASE THE CIP
APPROPRIATION BY \$5,400,000, WITH \$4,505,275
TO BE REIMBURSED BY THE CEC, AND THE
REMAINING \$894,725 TO BE FUNDED FROM THE
DISTRICT'S OPERATIONAL EXPENSES AS
CAPITAL LABOR**

WHEREAS, the San Diego Unified Port District (District) is a public corporation created by the legislature in 1962 pursuant to Harbors and Navigation Code Appendix 1, (Port Act); and

WHEREAS, the District was notified on February 20, 2018, that its application to the California Energy Commissioners (CEC) was recommended for funding in the amount of \$4,985,272, to partially fund the installation of a microgrid at TAMT with a total anticipated cost of \$9,615,208; and

WHEREAS, the District's budget team presented the preliminary budget to the BPC on May 8, 2018, one day prior to when the CEC made the award final at their Business Meeting on May 9, 2018; and

WHEREAS, staff acknowledged the award as a part of the District's preliminary budget staff report at the May 8, 2018 BPC meeting, and requested direction from the BPC to include changes to the Fiscal Year (FY) 2019 budget in anticipation of final award; and

WHEREAS, the BPC directed staff to increase the Capital Improvement Program (CIP) by \$4.85M, of which \$4.5M is for the CIP project Microgrid Infrastructure at TAMT, and \$350,000 is for associated capital labor; and

WHEREAS, the recommended BPC action will add the Microgrid Infrastructure components to the FY 2019-2023 CIP with a total project budget of \$5,400,000; and

WHEREAS, the budget will have two components, \$4,505,275 from the CEC grant for external costs and \$894,725 from the District's operational expenses for capital labor; and

20xx-xxx

WHEREAS, the capital labor funds will be budgeted annually based on planned fiscal year expenditures; and

WHEREAS, the FY 2019 planned capital labor expenditures of \$350,000 were included in the annual budget.

NOW, THEREFORE, BE IT RESOLVED by the Board of Port Commissioners of the San Diego Unified Port District that the Fiscal Year 2019-2023 five-year Capital Improvement Program (CIP) is hereby amended to add the Microgrid Infrastructure at TAMT project and increase the CIP appropriation by \$5,400,000, with \$4,505,275 to be reimbursed by the California Energy Commission, and the remaining \$894,725 to be funded from the District's operational expenses as capital labor.

APPROVED AS TO FORM AND LEGALITY:
GENERAL COUNSEL

By: Assistant/Senior/Deputy

PASSED AND ADOPTED by the Board of Port Commissioners of the San Diego Unified Port District, this 12th day of June, 2018, by the following vote: