(0-87-27)

ORDINANCE NUMBER O- 16710 (NEW SERIES)

ADOPTED ON SEP 8 1986

AN ORDINANCE AUTHORIZING THE CITY MANAGER TO EXECUTE A FIRST AMENDMENT TO THE GAS AIR CONDITIONING AGREEMENT WITH SAN DIEGO GAS AND ELECTRIC COMPANY FOR THE SAN DIEGO CONVENTION CENTER.

BE IT ORDAINED, by the Council of The City of San Diego, that the City Manager is hereby authorized to execute the First Amendment to the Gas Air Conditioning Agreement (Document No. 16601 - adopted on February 24, 1986) between the City of San Diego and the San Diego Gas and Electric Company by the "Natural Gas Building Design Agreement" attached, and the City Manager's execution thereof is hereby ratified.

BE IT FURTHER ORDAINED, that this ordinance shall take effect and be in force on the thirtieth day from and after its passage.

APPROVED: John W. Witt, City Attorney

C. M. Fitzpatrick

Assistant City Attorney

CMF:js 08/05/86 Or.Dept:Mgr. O-87-27 Form=o.none



## San Diego Gas & Electric

DUPLICATE
ORIGINAL

## NATURAL GAS BUILDING DESIGN AGREEMENT (Addendum to Basic Agreement)

This agreement by and between San Diego Gas & Electric Company, and the City of San Diego ("Customer") serves as an addendum to the Gas Air Conditioning Agreement ("Basic Agreement"), executed by the parties on February 24, 1986.

This agreement is made with reference to the following:

- 1. The California Public Utilities Commission ("Commission") in Decision 85-12-108 directed SDG&E to undertake a Commercial Demand Reduction Program to encourage customers to reduce their peak electric demand.
- 2. The staff of the Commission has approved SDG&E's plans for implementing the Commercial Demand Reduction Program to include the Natural Gas Building Design Program, a design/redesign incentive, to encourage installation of gas air conditioning and other gas end use measures in commercial and industrial buildings.
- 3. On February 24, 1986, Customer signed the Basic Agreement with SDG&E to install 3,600 tons of direct-fired double effect natural gas air conditioning chiller-heaters and related equipment in the Convention Center Project ("Facility").
- 4. Customer had planned to install equipment other than the gas equipment specified in paragraph 3.
- 5. Installation of the gas equipment will necessitate design/redesign of the Facility at additional cost to the Customer.
- 6. Customer has provided SDG&E with a written breakdown of the design/redesign costs for installing gas equipment in Facility.
- 7. SDG&E is willing to provide an additional inducement to cover a portion or all of the design/redesign costs.

THEREFORE, in consideration of the above, the parties agree as follows:

1. SDG&E will review the documents provided by the customer and, if approved, will pay the Customer \$90,000.00 to cover the costs of redesigning the Facility for gas equipment.

- 2. The additional inducement shall cover the actual design/redesign costs approved by SDG&E in whole or in part up to an amount not to exceed 20 percent (20%) of the inducement in the Basic Agreement referred to above.
  - 3. The additional inducement shall be paid as follows:
    - 3.1 40% upon delivery of the gas equipment to the Facility.
- 3.2 The balance of the inducement upon installation of the gas equipment and verification by SDG&E that the equipment is operating.
- 4. The additional inducement for design/redesign will not be paid unless the Customer orders and installs the equipment as provided in the Basic Agreement.
- 5. This agreement shall be subject to all the terms and conditions of the Basic Agreement between the parties including the payment of liquidated damages.

SAN DIEGO GAS & ELECTRIC

By Whitches

Tit Director-Gas Marketing

Date\_ July 29, 1986

CUSTOMER

D--- /

By - FOUTU

Title Safary Cin

Date 28 July 86

Approved as to form and legality

Approved as to form and legal

JOHN W. WITT, City Attorney

BOM. tels palh

Chine Dopusty City At

Asot.

assed and adopted by the Council of The City	y of San Djego on		SEP # 19	386	,
y the following vote:					
Council Members	Yeas	Nays . N	Not Present	Incligible	
Abbe Wolfsheimer	TH				• .
Bill Cleator				$\Box$	
Gloria McColl	Π <del>λ</del>	$\overline{\Box}$	$\Box$	$\bar{\Box}$	
William Jones	Ī				
Ed Struiksma	. 🕡				
Mike Gotch					•
Judy McCarty					•
Uvaldo Martinez			Œ,		
Mayor Maureen O'Connor			<b>回</b>		•
		MAI	IREEN O	CONNOR	
UTHENTICATED BY:				Díego, California	
	•	CHAR	LES G A	BDELNOUR	,
				an Diego, Califon	
(Scal)		1,	BI	111	•
	Ву	une a	, yea	ornell	, Deputy.
I HEREBY CERTIFY that the foregoin	ng ordinance was	nor finally	passed until	twelve calenda	ır days had
elapsed between the day of its introduction	n and the day of	its final pas	ssage, to wi	t, on ·	
AUG 18 1986	and on	SEP	8 1986		
I FURTHER CERTIFY that said ordin	nance-was read in			05509	•••••••••••••••••••••••••••••••••••••••
I FURTHER CERTIFY that the readiless than a majority of the members elected of each member of the Council and the psaid ordinance.  (Seal)	to the Council,	and that the e day of its CHAR	ere was avai passage a v	lable for the co	nsideration ed copy of
	Ву				, Deputy.
•	V				
· · · · · · · · · · · · · · · · · · ·		•	• •	•	
		.•			
					•
	OI	fice of the	City Clerk,	San Diego, Cal	ifornia
	,				
	· ·				
ριστ			•		
01049	Ordinanc Number	en – 10	3710	<b>\$.\$</b> .	FD 0 40-

CC-1255-A (Rev. 6-86)

## CERTIFICATE OF PUBLICATION

RECEIVED CTT OLERK'S OFFICE

1986 SEP 25 "AH 10: 41

SAN DIEGO, CALIF

CITY OF SAN DIEGO 202 C STREET 12TH FLOOR SAN DIEGO, CA 92101

IN THE MATTER OF

NO.

ORDINANCE AUTHORIZING THE CITY MANAGER TO EXECUTE A FIRST AMENDMENT TO THE GAS AIR CONDITIONING AGREEMENT WITH THE SAN DIEGO CONVENTION CENTER

## Ordinance Humber O-16740 (New Beries)

AN ORDINANCE AUTHORIZING THE CITY MANAGER TO EXECUTE A FIRST AMENDMENT TO THE GAS AIR CONDI-TIONING AGREEMENT WITH SAN DIEGO GAS AND ELEC-TRIC COMPANY FOR THE SAN DIEGO CONVENTION

BE IT ORDAINED, by the Council of The City of San Diego, that the City Manager is hereby authorized to execute the First Amendment to the Gas Air Conditioning Agreement (Document No. 16601 adopted on February 24, 1966) between the City of San Diego and the San Diego Gas and Electric Company by the "Natural Gas Building Design Agreement" attached, and the City Manager's execution thereof is hereby ratified.

BE IT FURTHER ORDAINED, that this ordinance shall take effect and be in force on the thirtieth day from and after its passage.

NATURAL GAS BUILDING DESIGN AGREEMENT

(Addendum to Basic Agreement)

This agreement by and between San Diego Gas & Electric Company, and the City of San Diego ("Customer") serves as an addendum to the Gas Air Conditioning Agreement ("Basic Agreement"), executed by the parties on February 24, 1988.

This agreement is made with reference to the following:

1. The California Public Utilities Commission ("Commission") in Decision 65-12-108 directed SDG&E to undertake a Commercial Demand Reduction Program to encourage customers to reduce their peak electric demand.

k electric demand

peak electric demand.

2. The staff of the Commission has approved SDG&E's plans for implementaing the Commercial Demand Reduction Program to Include the Natural Gas Building Design Program, a design/redesign incentive, to encourage installation of gas air conditioning and other gas end use measures in commercial and industrial buildings.

3. On February 24, 1986, Customer signed the Basic Agreement with SDG&E to Install 3,600 tons of direct-fired double effect natural conditioning and the part selection of the conditioning of the second seco

with SDGAE to install 3,600 tons of direct-fired double effect natural gas air conditioning chiller-heaters and related equipment in the Convention Center Project ("Facility").

4. Customer had planned to install equipment other than the gas equipment specified in paragraph 3.

5. Installation of the gas equipment will necessitate design/redesign of the Facility at additional cost to the Customer.

6. Customer has provided SDGAE with a written breakdown of the design/redesign costs for installing gas equipment in Facility.

7. SDGAE is willing to provide an additional inducement to cover a portion of all of the design/redesign costs.

THOMAS D. KELLEHER

. am a citizen

of the United States and a resident of the County aforesaid; I am over the age of eighteen years, and not a party to or interested in the above-entitled matter. I am the principal clerk of the San Diego Daily Transcript, a newspaper of general circulation, printed and published daily, except Saturdays and Sundays, in the City of San Diego, County of San Diego, and which newspaper has been adjudged a newspaper of general circulation by the Superior Court of the County of San Diego, State of California, under the date of January 23, 1909, Decree No. 14894; and the

ORDINANCE NUMBER 0-16710

is a true and correct copy of which the annexed is a printed copy and was published in said newspaper on the following date(s), to wit:

SEPTEMBER 22,1986.

I certify under penalty of perjury that the foregoing is true and correct.

Dated at San Diego, California this. day of

(Signature)

Page 10f2 9" X2 X \$10.24 = \$184.32

01051

THEREFORE, in consideration of the above, the parties agree as follows:

1. SDG&E will review the documents provided by the customer and, if approved, will pay the Customer \$00,000,00 to cover the goets of redesiging the Facility for gas equipment.

2. The additional inducement shall cover the, actual design/redesign costs approved by SDG&E in whole or in part up to an impount not to exceed 20 percent (20%) of the inducement in the Sealc Agreement referred to above.

3. The additional inducement shall be paid as follows:

3.1 40% upon delivery of the gas equipment to the Facility.

3.2 The balance of the inducement upon installation of the gas equipment and verification by SDG&E that the equipment is operating.

4. The additional inducement for design/redesign will not be paid unless the Customer orders and installs the equipment as provided in the Basic Agreement.

5. This agreement shall be subject to all the terms and conditions of the Basic Agreement between the parties including the payment of liquidated damages.

8AN DIEGO GAS & ELECTRIC By/s/

Title Director-Gas Marketing
Deta-July 28, 1988

CUSTOMER

8y/s/

Sy/s/ Asst. City Attomey

Passed and adopted by the Council of The City of San Diego on SEP 8 1989 by the following vote:

YEAS: Wolfsheimer, McCoil, Jones, Struiksma, Gotch, McCarty, NAYS, None.

NAYS, None.

NAY PRESENT: Cleator, Martinez, O'Connor

AUTHENTICATED BY: MAUREEN O'CONNOR

Mayor of The City of San Diego, California

By JUNE A. BLACKNELL, Deputy

I HERBEY CERTIFY that the above and foregoing is a full, true and correct copy of ORDINANCE NO. 0-16710 (New Series) of the City of San Diego, California

By JUNE A. BLACKNELL, Deputy

I HERBEY CERTIFY that the reading of said ordinance in full was dispensed with by a vote of not less than a majority of the members in troduction and the day of its final passage, to wit, on AUG 18 1986, and on SEP 8 1986.

I FURTHER CERTIFY that the reading of said ordinance in full was dispensed with by a vote of not less than a majority of the members are secon

Page 2 of 2

01052