



## Legislation Text

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Adopt a Resolution to Approve and Authorize the City Manager to Execute an agreement for Federal Energy Efficiency Conservation Block Grant Funds of \$143,300 and to Appropriate the funds for Purchase of Electric Transit Vans for the City Fleet

### COUNCIL PRIORITY

- Infrastructure
- Sustainability & Resiliency

### SUMMARY

The Department of Energy's Energy Efficiency Conservation Block Grant has awarded City of San Leandro grant funds in the amount of \$143,300 to purchase electric transit vans for the City fleet.

### RECOMMENDATIONS

Staff recommends the City Council authorize acceptance of grant funds in the amount of \$143,300 from the Energy Efficiency Conservation Block Grant and appropriate the funds for purchase of electric vehicles.

### BACKGROUND

Electrifying the City fleet was identified as an action item in the City's 2021 Climate Action Plan as a climate mitigation strategy for improving community-wide public health, maintaining robust and resilient infrastructure, and reducing greenhouse gas emissions.

The Department of Energy's Energy Efficiency Conservation Block Grant equipment rebate program allows for streamlined access to funding for activities related to energy efficiency, including retrofits, transportation programs, renewable energy technologies, reduction of greenhouse gas emissions, and building energy audits. City of San Leandro received an allocation of \$143,300 for the equipment rebate.

### Analysis

California Air Resources Board set a mandate for local governments to transition their fleets to zero emission vehicles. By 2035, all new vehicles sold will be 100% electric or hydrogen and by 2036, all new medium and heavy-duty vehicles will be zero emission by the Advanced Clean Fleet regulation.

The Energy Efficiency Conservation Block Grant funds and the purchase of the electric transit vehicles will help City of San Leandro meet the Advanced Clean Fleet requirements.

The total quote from the vendor National Auto Fleet Group for the three vehicles is \$191,891. Existing allocation for fleet vehicles from General Fund will be used for the leftover amount that is not offset by the Energy Efficiency Conservation Block Grant funds.

The Department of Energy has not yet provided the text of the agreement for grant funds. If the terms of the agreement are similar to previous Federal grants the City will be able to comply without hardship.

### **Current Agency Policies**

- Climate Action Plan TE-1: Electric vehicle adoption
- Climate Action Plan TE-4: Municipal fleet fuel reduction

### **Financial Impacts**

Sufficient funds are included in the Fiscal Year 2023-2024 General Fund budget to purchase the electric transit vans. The Energy Efficiency Conservation Block Grant will provide \$143,300 in funding for the purchase:

Existing Appropriations (available for this purchase)

<u>Source</u>	<u>Account Number</u>	<u>Amount</u>
General Fund	690-16-002-7510	\$48,591

Appropriations requested by this action:

Grant Funds	690-16-002-7510	<u>\$143,300</u>
	Total:	<u>\$191,891</u>

This Council action will not impact fund balance because there are funds available in the FY2023-2024 adopted budget.

### **ATTACHMENTS**

**Attachment A:** Reso EV purchase Grant

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