STOCKTON CITY COUNCIL

RESOLUTION AUTHORIZING THE CITY MANAGER TO PAY PACIFIC GAS AND ELECTRIC COMPANY THE AMOUNT OF $120,083 PURSUANT TO AN EXISTING AGREEMENT WITH PACIFIC GAS AND ELECTRIC COMPANY FOR THE MODIFICATIONS TO HIGH VOLTAGE EQUIPMENT AT THE 60 KILOVOLT SUBSTATION, STOCKTON REGIONAL WASTEWATER TREATMENT CONTROL FACILITY

The City of Stockton, Municipal Utilities Department owns and operates the 60kv substation located at 2501 Navy Drive; and

The 60 Kilovolt Substation receives its power supply from the Pacific Gas and Electric Company ("PG&E") Stagg Substation located on Feather River Drive and the PG&E Weber Substation located on Pock Lane; and

The Municipal Utilities Department also owns and operates a 3,000 Kilowatt cogeneration facility that is connected to the PG&E grid with the capabilities of exporting power to the PG&E grid; and

This connection and generation operation is considered by PG&E as a "Parallel Operation"; and

In order for Municipal Utilities to operate the cogeneration facility while connected to the PG&E grid, several pieces of equipment referred to "Special Facilities" are needed; and

The existing agreement between PG&E and the City of Stockton for installation or allocation of Special Facilities for Parallel Operation of Nonutility-owned Generation states:

"If it becomes necessary for Pacific Gas and Electric Company to alter, rearrange, or make addition to Special Facilities in order to maintain parallel operation of Applicant's generation or electrical standby service to Applicant's premises, Applicant shall be notified, in writing, of such necessity and shall be given the option to either terminate this Agreement upon thirty (30) days written notice to Pacific Gas and Electric Company, or to pay to Pacific Gas and Electric Company additional Special Facilities charges"; and

City Atty
Review
Date October 21, 2008
To improve the reliability of PG&E power transmission service to the Stockton Regional Wastewater Control Facility, PG&E intends to transfer normal transmission from the Weber Substation to Station “A” as part of their Weber No. 1 60Kilovolt Reliability Project; and

To remain interconnected to the PG&E transmission grid and to provide transmission line and safety protection from PG&E Station “A” to the Stockton Regional Wastewater Control Facility, new Direct Transfer Trip and other ancillary equipment need to be installed at the PG&E Station “A” and the City’s 60 Kilovolt Substation; and

In accordance with the existing agreement between PG&E and the City of Stockton, the City is responsible to pay PG&E for the cost of the required upgrades; now, therefore,

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF STOCKTON, AS FOLLOWS:

1. The City Manager of the City of Stockton is hereby authorized to pay Pacific Gas and Electric Company the amount of $120,083 pursuant to an existing agreement with PG&E for the modifications of the special facilities to upgrade high voltage protection at the Stockton Regional Wastewater Control Facility’s 60 Kilovolt Substation.

2. The City Manager is authorized to take such other actions as are appropriate to carry out the intent of this Resolution.

PASSED, APPROVED AND ADOPTED OCT 28 2008

ATTEST: EDWARD J. CHAVEZ, Mayor of the City of Stockton

KATHERINE GONG MEISSNER, City Clerk of the City of Stockton