

ENERGY AND ENVIRONMENT COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to a request for approval of agreements with the Southern California Public Power Authority (SCPPA) for the purchase of renewable energy from the existing Ormesa Geothermal Complex Energy Project.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. CONCUR with the Board of Water and Power Commissioners' (Board) action of June 21, 2016, Resolution No. 016-310, authorizing Ormesa Geothermal Complex Energy Project Power Sales Agreement No. BP 15-030 and Ormesa Geothermal Complex Energy Project Agency Agreement No. BP 15-031 with the SCPPA for the purchase of 30 megawatts of renewable energy.
2. PRESENT and ADOPT the accompanying ORDINANCE dated August 12, 2016 approving Ormesa Geothermal Complex Energy Project Power Sales Agreement No. BP 15-030 and Ormesa Geothermal Complex Energy Project Agency Agreement No. BP 15-031, both by and between the City of Los Angeles, acting by and through the Los Angeles Department of Water and Power (LADWP), and the SCPPA; and delegating to the Board limited authority to amend such agreements.

Fiscal Impact Statement: The City Administrative Officer reports that approval of the proposed resolution authorizes expenditures of approximately \$19.3 million per year for a total of \$482.5 million over a 25-year term from the Power Revenue Fund. Funding is budgeted in the Power Revenue Fund's Fuel and Purchased Power Budget. The proposed resolution complies with the LADWP's adopted financial policies and will have no impact on the City's General Fund.

Community Impact Statement: None submitted.

Summary:

At a meeting held on November 2, 2016, the Energy and Environment Committee considered reports from the City Attorney, Board of Water and Power Commissioners, and City Administrative Officer, Resolution No. 016-310 and Ordinance relative to a request for approval of agreements with the SCPPA for the purchase of renewable energy from the existing Ormesa Geothermal Complex Energy Project. After providing an opportunity for public comment, the Committee recommended that Council approve the recommendations detailed above. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
MARTINEZ:	ABSENT
BLUMENFIELD:	YES
CEDILLO:	YES
KORETZ:	YES
O'FARRELL:	YES



MLE
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-NOT OFFICIAL UNTIL COUNCIL ACTS-