

WHEREAS, the Eldorado Transmission System (Eldorado) consists of: 1) the Eldorado 220kV Switchyard; 2) the Eldorado 500kV Switchyard; 3) the Eldorado 500/220kV Transformers; 4) the Eldorado General Facilities; 5) the Mohave 500kV Switchyard; 6) the two 230kV Eldorado-Mead Lines; 7) the Eldorado-Mohave Line; and 8) the Eldorado Substation;

WHEREAS, the Eldorado Co-Owners, collectively the Los Angeles Department of Water and Power (LADWP), the Nevada Power Company doing business as NV Energy (NVE), and Southern California Edison Company (SCE), a California corporation, jointly own, as tenants in common, the Eldorado Transmission System located in southern Nevada;

WHEREAS, on July 31, 1967, SCE as operating agent and on behalf of the Eldorado Co-Owners, entered into an agreement with a predecessor-in-interest to the United States Department of Energy's Western Area Power Authority (WAPA), for the interconnections at Mead Substation to provide the construction, ownership, interconnections, and financial responsibilities for the two 230kV lines interconnecting at Mead Substation (Mead Interconnection Contract , WAPA Contract No. 14-06-300-1871), which expired by its own terms on May 31, 2017;

WHEREAS, the Eldorado Co-owners elected to actively negotiate, approve, and be participants to a new agreement with WAPA, replacing and succeeding the expiring Mead Interconnection Contract;

WHEREAS, the Agreement for the Operation, Maintenance, Replacement (OM&R), Ownership and Interconnections at Mead Substation among WAPA, NVE, LADWP, and SCE (Eldorado Mead OM&R Agreement) provides for the ownership, OM&R of facilities, use of Common Facilities, the interconnections, financial responsibilities, and sharing of responsibilities at Mead Substation;

WHEREAS, pursuant to its existing ownership interest in Eldorado, LADWP is approximately a 19 percent owner of the Eldorado-Mead Lines resulting in estimated annual cost responsibilities of approximately \$79,003 for OM&R and Facilities Use Charge for Fiscal Year 2018, and at similar levels through the 50-year term of the Eldorado Mead OM&R Agreement, terminating on September 30, 2067;

WHEREAS, on May 31, 2017, SCE filed with Federal Energy Regulatory Commission, under Docket ER17-1724-000, the Eldorado Mead OM&R Agreement and clarified in that filing that the Board of Water and Power Commissioners of the City of Los Angeles

(Board) and the Los Angeles City Council (City Council) needed to approve all such agreements on behalf of LADWP.

NOW THEREFORE, BE IT RESOLVED that the Eldorado Mead OM&R Agreement, DWP No. BP 17-017, a copy of which is on file with the Secretary of the Board, approved as to form and legality by the City Attorney, be and the same is hereby approved; and

BE IT FURTHER RESOLVED that in accordance with Sections 373 and 674 of the Charter of the City of Los Angeles, the Board requests that the City Council approve by ordinance, the Eldorado Mead OM&R Agreement, DWP No. BP 17-017, and authorize the Board to act on and approve all future amendments to the Eldorado Mead OM&R Agreement, without further approval by the City Council, provided that such amendments do not increase the costs or extend the duration of the respective agreement.

BE IT FURTHER RESOLVED that the President or Vice President of this Board, or the General Manager, or such person as the General Manager shall designate in writing, and the Secretary, Assistant Secretary, or the Acting Secretary of the Board are hereby authorized and directed to execute the Eldorado Mead OM&R Agreement, DWP No. BP 17-017, subject to approval by the City Council by ordinance pursuant to Section 674 of the Charter of the City Los Angeles.

BE IT FURTHER RESOLVED that the Chief Accounting Employee, upon proper certification, is hereby authorized and directed to draw demands on the Power Revenue Fund in payment of the obligations arising from or related to the Eldorado Mead OM&R Agreement, DWP No. BP 17-017.

I HEREBY CERTIFY that the foregoing is a full, true and correct copy of a resolution adopted by the Board of Water and Power Commissioners of the City of Los Angeles at its meeting held JAN 09 2018


Secretary

APPROVED AS TO FORM AND LEGALITY
MICHAEL N. FEUER, CITY ATTORNEY
AUG 04 2017
BY 
VAUGHN MINASSIAN
DEPUTY CITY ATTORNEY