

ENERGY, CLIMATE CHANGE, AND ENVIRONMENTAL JUSTICE COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to the Amended and Restated Victorville-Lugo Interconnection Agreement (Amended and Restated Agreement) between the Los Angeles Department of Water and Power (LADWP) and Southern California Edison Company (SCE).

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

1. CONCUR with the Board of Water and Power Commissioners' (Board) action of January 28, 2020, Resolution No. 020 122, approving and authorizing the execution of the Amended and Restated Agreement, DWP No. 10343, between the LADWP and SCE, a California corporation.
2. PRESENT and ADOPT the accompanying ORDINANCE, dated February 11, 2020, approving the Amended and Restated Agreement, DWP No. 10343, between the City, acting by and through the LADWP, and SCE; and, authorizing the Board to act on and approve all future amendments to the Amended and Restated Agreement without further approval by the Council, pursuant to Charter Sections 101 and 674, provided that such amendments do not increase the cost or extend the term of said Agreement.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed Resolution and Ordinance will not have an impact on the General Fund, and will not have any new or additional fiscal impact on the Power Revenue Fund. The proposed action complies with the LADWP's adopted financial policies.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on February 18, 2020, the Energy, Climate Change, and Environmental Justice Committee considered the Board, CAO, and City Attorney reports, Resolution, and Ordinance relative to the approval of the Amended and Restated Agreement between the LADWP and SCE, which governs the interconnection between the LADWP's Victorville 500 kiloVolt (kV) Switchyard and SCE's Lugo 500kV Substation. The original 50-year Interconnection Agreement entered into on November 20, 1969 expired on November 19, 2019. The proposed Amended and Restated Agreement will revise the available scheduling capacity and associated capacity share percentages allowed between the LADWP and SCE to reflect additional power transfer contributions, update the terms and conditions related to the capacity-sharing arrangement between the LADWP and SCE for reliable operation of each respective electric system, and extends the term of the original Interconnection Agreement commencing on November 20, 2019 through November 20, 2059.

After providing an opportunity for public comment, the Committee moved to approve the recommendations contained in the Board, CAO, and City Attorney reports, Resolution, and Ordinance relative to the Amended and Restated Agreement between the LADWP and SCE, as detailed above. This matter is now transmitted to the Council for its consideration.

Respectfully Submitted,

ENERGY, CLIMATE CHANGE, AND ENVIRONMENTAL JUSTICE COMMITTEE



| <u>MEMBER</u> | <u>VOTE</u> |
|---------------|-------------|
| KORETZ: | YES |
| KORETZ: | YES |
| KREKORIAN: | YES |
| MARTINEZ: | ABSENT |
| CEDILLO: | ABSENT |

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-NOT OFFICIAL UNTIL COUNCIL ACTS-