

ENERGY AND ENVIRONMENT COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to proposed Transmission Service Agreement No. BP 13-043 with the City of Pasadena for 14 Megawatts of Long-Term-Firm-Point-to-Point Transmission Service.

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

1. CONCUR with the Board of Water and Power Commissioner's (Board) action of April 15, 2014, Resolution No. 014-183, authorizing the execution of Transmission Service Agreement No. BP 13-043 with the City of Pasadena for 14 Megawatts of Long-Term-Firm-Point-to-Point Transmission Service for a ten-year term from January 2014 through January 2024.
2. PRESENT and ADOPT the accompanying ORDINANCE approving the Los Angeles Department of Water and Power (LADWP) Transmission Service Agreement No. BP 13-043 with the City of Pasadena.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of Resolution No. 014-183 will result in total revenue of approximately \$5,220,000 to the Power Revenue Fund over the ten-year term of the Agreement No. BP-043. The proposed Agreement complies with the LADWP's adopted Financial Policies. Approval of the proposed resolution will not impact the City's General Fund.

Community Impact Statement: None submitted.

Summary:

On June 18, 2014, your Committee considered May 2, 2014 Board, March 6, 2014 CAO, and May 13, 2014 City Attorney reports, Resolution No. 014-183, and Ordinance relative to proposed Transmission Service Agreement No. BP 13-043 with the City of Pasadena for 14 Megawatts of Long-Term-Firm-Point-to-Point Transmission Service. According to the CAO, the LADWP is requesting approval of a proposed Resolution and Ordinance to execute Transmission Service Agreement No. BP 13-043 (Agreement) between the LADWP and the City of Pasadena (Pasadena). Approval of this request will authorize LADWP to provide Pasadena with 14 Megawatts (MWs) of capacity for point-to-point transmission service within the LADWP's control area from Receiving Station E (Toluca) to the Sylmar Receiving Station. The duration of the Agreement is ten-years beginning in approximately January 2014 through January 2024. The proposed Agreement is in accordance with the fees, terms, and conditions of the Open Access Transmission Tariff No. BP 01-017 including a 20 percent discount to the tariff rate. The estimated revenue to the Power Revenue Fund is approximately \$522,000 per year or \$5,220,000 total over the ten-year term.

After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of Resolution No. 014-183 and the accompanying Ordinance as contained in the May 2, 2014 Board and May 13, 2014 City Attorney reports and detailed in the above recommendations. This matter is now submitted to City Council for consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
FUENTES:	YES
BLUMENFIELD:	YES
LABONGE:	ABSENT
HUIZAR:	YES
KORETZ:	YES

ARL
6/18/14

-NOT OFFICIAL UNTIL COUNCIL ACTS-