

12/1/15

File No. 15-1263

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to a proposed Western Electricity Coordinating Council (WECC) - Western Renewable Energy Generation Information System (WREGIS) Indemnity Agreement.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioner's action of October 20, 2015, Resolution No. 016-073, authorizing the Los Angeles Department of Water and Power (LADWP) to execute the WECC-WREGIS Indemnity Agreement.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed agreement does not result in a fiscal impact to Water or Power Revenue Funds or the City General Fund. The proposed agreement complies with LADWP adopted Financial Policies.

Community Impact Statement: None submitted.

TIME LIMIT FILE - DECEMBER 21, 2015

(LAST DAY FOR COUNCIL ACTION - DECEMBER 16, 2015)

Summary

At a special meeting held on November 18, 2015, the Energy and Environment Committee considered reports from Board of Water and Power Commissioners and CAO, and Resolution No. 016-073 relative to the proposed the WECC-WREGIS Indemnity Agreement.

The CAO notes that the proposed agreement indemnifies and holds WECC and all affiliates harmless against all liabilities from any direct or third party claim related to LADWP using the WREGIS. Authorized by the North American Electric Reliability Corporation and Federal Energy Regulatory Commission, the WECC is the regional entity responsible for monitoring and enforcing electric system reliability in the Western Interconnection. WREGIS is an independent, renewable energy tracking system for the region covered by the WECC. Approval is required by WECC for users of WREGIS to utilize the Renewable Energy Credit (REC) tracking system. Use of WREGIS will allow LADWP to self-report mandated REC activity to the California Energy Commission (CEC). Without approval, LADWP will be reliant on counter parties for reporting REC activity to the CEC which may result in lower levels of accuracy and control.

After an opportunity for public comment, the Committee recommended that Council approve the Resolution and authorize the execution of the WECC-WREGIS Indemnity Agreement. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

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

SG
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A handwritten signature in blue ink, appearing to read "Bob Blumenfeld".

-NOT OFFICIAL UNTIL COUNCIL ACTS-