


POWER SYSTEM

JAN 31 2017

EXECUTIVE OFFICE

TRANSMITTAL		0220-04643-0007
TO David H. Wright, General Manager Department of Water and Power	(PPD)	DATE JAN 26 2017
FROM The Mayor		COUNCIL FILE NO.
		COUNCIL DISTRICT
<p>GRANT OF NINE EASEMENTS AT THE MOHAVE GENERATING STATION</p> <p>Approved and transmitted for further processing including Council consideration. See the City Administrative Officer report attached.</p> <p> Ana Guerrero MAYOR</p>		

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: January 26, 2017

CAO File No.: 0220-04643-0007

Council File No.:

Council District:

To: The Mayor

From: Patricia J. Huber, Acting City Administrative Officer *DJH*

Reference: Communication from the Department of Water and Power dated December 1, 2016; referred by the Mayor for report on December 16, 2016

Subject: **GRANT OF NINE EASEMENTS AT THE MOHAVE GENERATING STATION**

RECOMMENDATIONS

That the Mayor:

1. Approve the proposed resolution authorizing the Department of Water and Power to grant nine easements at the Mohave Generating Station to NV Energy for electric utility purposes; and
2. Return the proposed resolution to the Department for further processing, including Council consideration.

SUMMARY

Approval of the proposed resolution will provide NV Energy with nine permanent easements at the Mohave Generating Station (MGS) site to support its electric utility service for current and future customers in Clark County, Nevada. NV Energy previously installed electric infrastructure under a revocable license granted by the three co-owners of the MGS which includes Southern California Edison Company – 56 percent, DWP – 30 percent, and NV Energy – 14 percent.

Based on a fee structure unanimously agreed to by the co-owners in 2015, a flat fee of \$500 per easement shall be paid by NV Energy and divided proportionally between the co-owners as compensation. Accordingly, NV Energy will pay \$4,500 in total with DWP's 30 percent share calculated at \$1,350.

Approval by City Council is required pursuant to City Charter Section 675(d)(2). There is no time limit for Council action on agreements for real property or any rights in real property held by DWP that will be sold, leased or withdrawn from the Department's control. The City Attorney has approved the proposed resolution as to form and legality.

FISCAL IMPACT STATEMENT

Approval of the proposed resolution provides a one-time payment of \$1,350 to the DWP Power Revenue Fund. The proposed action complies with the Department's adopted Financial Policies. There is no fiscal impact to the City General Fund.

PJH:RR:10170067