

WHEREAS, by Resolution No. 512 dated April 3, 1980, the Board of Water and Power Commissioners (Board) requested authorization by the Los Angeles City Council (City Council) to enter into a Power Sales Contract (LADWP Agreement No. 10437) with the Intermountain Power Agency (IPA), to purchase coal-fired generation from its Intermountain Power Project (IPP) thru June 15, 2027; and

WHEREAS, by Ordinance No. 153889, passed by the City Council on May 15, 1980, the City Council provided such authorization; and

WHEREAS, by Resolution Nos. 344 and 345 dated May 12, 1983, the Board requested authorization by the City Council to enter into an Agreement for the Acquisition of Capacity (LADWP Agreement No. 10016), a Transmission Service Contract (LADWP Agreement No. 10017), and an Agency Agreement (LADWP Agreement No. 10020) with the Southern California Public Power Authority (SCPPA) to allow for the issuance of more economically favorable bonds and other debt obligations by SCPPA for the construction of the Southern Transmission System (STS), a component of IPP to transmit power from IPP in Utah to Southern California; and

WHEREAS, by Ordinance Nos. 157816 and 157817, passed by the City Council on June 7, 1983, the City Council provided such authorizations; and

WHEREAS, IPP has been operating as a coal-fired power plant and transmitting power via the STS for 35 years, and LADWP has served as the Project Manager and Operating Agent on behalf of IPA, IPP's owner; and

WHEREAS, by Resolution No. 015 232 dated June 2, 2015, the Board requested authorization by the City Council to enter into the Second Amendatory Power Sales Contract (LADWP Agreement No. 10437), Renewal Power Sales Contract (LADWP Agreement No. 10522), and Agreement for Sale of Renewal Excess Power with IPA to allow LADWP to continue participating in IPP through June 15, 2077, pursuant to amending provisions in the Power Sales Contract providing for the early termination of coal-fired generation by 2025 and repowering to technologies complying with California law; and

WHEREAS, by Ordinance No. 183818, passed by City Council on August 18, 2015, the City Council provided such authorization; and

WHEREAS, IPA must complete necessary Capital Improvements for the replacement, renewal, and expansion of converter stations, AC switchyards, reactive power equipment and associated facilities of the STS (STS Renewal Project), which have reached the end of their useful lives and present increasing reliability concerns; and

WHEREAS, the STS and related STS Renewal Project will increasingly be utilized not only for the transmission of IPP generation but also to serve as an increasingly critical transmission asset for the delivery of renewable energy from sources utilizing IPP's location as a renewable energy hub; and

WHEREAS, LADWP now desires to enter into a Renewal Agreement for the Acquisition of Capacity (LADWP Agreement No. BP 21-004), a Renewal Transmission Service Contract (LADWP Agreement No. BP 21-005), and a Renewal Agency Agreement (LADWP Agreement No. BP 21-006) with SCPPA (collectively, the STS Renewal Agreements) to allow SCPPA to continue handling more economically favorable financings of the STS for the STS Renewal Project and for the remainder of LADWP's participation in IPP through June 15, 2077; and

WHEREAS, LADWP's use of the STS under the STS Renewal Agreements will be subject to LADWP's customary transmission practices pursuant to its Open Access Transmission Tariff (OATT).

NOW, THEREFORE, BE IT RESOLVED that the STS Renewal Agreements, now on file with the Secretary of the Board and approved as to form and legality by the City Attorney, be and the same are hereby approved.


BE IT FURTHER RESOLVED that LADWP's use of the STS under the STS Renewal Agreements will be subject to LADWP's customary transmission practices pursuant to its OATT.

BE IT FURTHER RESOLVED that the Board requests that the City Council approve, by ordinance, the STS Renewal Agreements and authorize the Board to act on all future amendments to the STS Renewal Agreements.

BE IT FURTHER RESOLVED that the President or Vice President, 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 STS Renewal Agreements for and on behalf of LADWP upon approval by the City Council by ordinance pursuant to Sections 101 and 674 of the Los Angeles City Charter.

BE IT FURTHER RESOLVED that the Chief Accounting Employee of LADWP upon proper certification is authorized and directed to draw demands on the Power Revenue Fund, over the term of the STS Renewal Agreements, in payment of the obligations incurred by such agreements.

I HEREBY CERTIFY that the foregoing is a full, true, and correct copy of the resolution adopted by the Board of Water and Power Commissioners of the City of Los Angeles at its meeting held NOV 08 2022



Board Secretary

APPROVED AS TO FORM AND LEGALITY
MICHAEL N. FEUER CITY ATTORNEY

OCT 07 2021
By 
VAUGHN MINASSIAN
DEPUTY CITY ATTORNEY