

GENERAL EXEMPTION, ENERGY, CLIMATE CHANGE, ENVIRONMENTAL JUSTICE, AND RIVER COMMITTEE REPORT, and ORDINANCE FIRST CONSIDERATION relative to approving the Renewal Agreement for the Acquisition of Capacity, Los Angeles Department of Water and Power (LADWP) Agreement No. BP 21-004; the Renewal Transmission Service Contract, LADWP Agreement No. BP 21-005; and the Renewal Agency Agreement, LADWP Agreement No. BP 21-006, by and between the City, acting by and through the LADWP, and the Southern California Public Power Authority (SCPPA); and delegating to the Board of Water and Power Commissioners (Board) authority to amend such agreements.

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

1. FIND, that the proposed action is exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Section 15060(c)(3).
2. CONCUR with the Board of Water and Power Commissioners' (Board) action of November 8, 2022, Resolution No. 023 088, which approves the Renewal Agreement for the Acquisition of Capacity, LADWP Agreement No. BP 21-004; the Renewal Transmission Service Contract, LADWP Agreement No. BP 21-005; and the Renewal Agency Agreement, LADWP Agreement No. BP 21-006, by and between the City, and the SCPPA.
3. PRESENT and ADOPT the accompanying ORDINANCE dated November 17, 2022, approving the Renewal Agreement for the Acquisition of Capacity, LADWP Agreement No. BP 21-004; the Renewal Transmission Service Contract, LADWP Agreement No. BP 21-005; and the Renewal Agency Agreement, LADWP Agreement No. BP 21-006, by and between the City, acting by and through the LADWP, and the SCPPA; and delegating to the Board authority to amend such agreements.

Fiscal Impact Statement: The City Administrative officer reports that there is no General Fund impact. Approval of the proposed Resolution and Ordinance authorizes the renewal of the Southern Transmission System (STS) Renewal Agreements for fifty years. This will allow SCPPA the ability to issue bonds on behalf of the STS project for needed capital improvements. The potential bond issuance is up to \$2 billion, with debt service payments of \$63.3 million annually over thirty years to be paid by the LADWP Power Revenue Fund. The proposed action complies with the LADWP Financial Policies in that funding is available to support this purpose.

Community Impact Statement: None submitted.

Summary:

On December 1, 2022, your Committee considered reports from the City Attorney, LADWP, and Ordinance relative to approving the Renewal Agreement for the Acquisition of Capacity, LADWP Agreement No. BP 21-004; the Renewal Transmission Service Contract, LADWP

Agreement No. BP 21-005; and the Renewal Agency Agreement, LADWP Agreement No. BP 21-006, by and between the City, and the Southern California Public Power Authority. The reports attached to the Council file include some background on the matter.

After providing an opportunity for public comment, the Committee moved to approve the recommendations reflected above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY, CLIMATE CHANGE, ENVIRONMENTAL JUSTICE, AND RIVER COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
O'FARRELL:	YES
KORETZ:	YES
KREKORIAN:	ABSENT

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-NOT OFFICIAL UNTIL COUNCIL ACTS-