DISCUSSION CALENDAR

9 FIVE-YEAR POWER SALES AGREEMENT BETWEEN SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY AND THE CITY OF RIVERSIDE FOR 0.8 MEGAWATTS FROM THE AMERICAN RENEWABLE POWER-LOYALTON BIOMASS PROJECT TO COMPLY WITH SENATE BIILL 859 – ESTIMATED \$620,000 ANNUAL COST

Assistant General Manager/Resources Danny Garcia gave a presentation on the background and benefits of this five-year power sales agreement and answered questions from the Board.

The Board requested a 4th Recommendation be added to state the following:

"Request that staff report back to the Board of Public Utilities and City Council annually as to ARP Loyalton Cogen LLC's performance under and compliance with the terms of the Power Purchase Agreement for this project."

Following discussion, the Board of Public Utilities recommended that the City Council:

- Approve the five-year Power Sales Agreement between Southern California Public Power Authority and the City of Riverside to provide renewable biomass energy and renewable energy credits from the American Renewable Power-Loyalton Biomass Project;
- Authorize the City Manager or his designee to execute or terminate the Power Sales Agreement, as well as future amendments to the Power Sales Agreement, under terms and conditions substantially similar or superior to the Power Sales Agreement; and
- 3. Authorize the City Manager or his designee to execute any documents necessary to administer the Power Sales Agreement;
- 4. Request that staff report back to the Board of Public Utilities and City Council annually as to ARP Loyalton Cogen LLC's performance under and compliance with the terms of the Power Purchase Agreement for this project.

Motion – Walcker. Second – Oceguera.

Ayes: Austin, Crohn, Foust, Oceguera, Russo-Pereyra, Sanchez-Monville, and Walcker.

Absent: Jennifer O'Farrell (absence due to illness).