SCPPA Approval Process for Renewable Projects (Power Purchase Agreements)

Workflow

SCPPA Renewable Project RFP Process (90 to 100 days)

- SCPPA Member Agencies Initiate the Request for Proposals (RFP) through SCPPA
- SCPPA Staff Draft RFP Based on Member Identified Need
- SCPPA Members Review and Approve RFP
- SCPPA Staff Releases RFP and Collects Project Developer Proposals
- SCPPA provides members with proposals and summary via email
- SCPPA presents proposals and members discuss at earliest monthly Renewables meeting
- SCPPA and Member Agencies Review Proposals
  - Questions? → SCPPA provides members with proposals and summary via email
  - Questions? → Members Select Proposals of Interest
- Lack of Member Interest in Proj. → SCPPA sends Soft Rejection to Project Developer
- Members Select Proposals of Interest → Member Agencies indicated project interest to SCPPA and to keep Project Developer on a Back-up List

SCPPA and RPU Renewable Project Review (Approx. 9 months)

- RPU Staff determines interest in Project
- RPU & other members commit to undertake process due diligence with SCPPA
- Power Purchase Agreement (PPA) Negotiation (9 month process)
  - Exclusivity Agreement is executed (NDA and exclusive negotiation rights)
  - Term Sheet Negotiated
  - PPA Negotiated
  - SCPPA and Participants Approve PPA*

RPU and City staff involved in the PPA negotiations includes staff from RPU's Resource Operations and Strategic Analytics teams including Contracts and Projects, Planning and Analytics, and Market Operations; the City Attorney's office; and RPU's Assistant General Manager of Power Resources and General Manager.

City Staff Report Process

- RPU Staff Prepares Public Utilities Board and City Council Staff Reports Including Power Sales Agreement (PSA) with PPA attached
- RPU Management Reviews and Approves the Staff Report(s)
- RPU and City Staff Approval
- RPU Legal Approves the PSA and PPA as to Form

Public Utilities Board and City Council Approval

- Board Review and Approval of the PSA between the City and SCPPA with the PPA attached
- City Council Review and Approval of PSA between the City and SCPPA with the PPA attached

City Agreement Administration Process

- City Clerk Review and Submission to City Manager
- City Manager Review and Execution
- City Manager to City Clerk
- City Clerk to RPU Finance

City and SCPPA Execution

- RPU Staff Submits Executed PSA to SCPPA

Notes:
Power Purchase Agreement (PPA) is the agreement between SCPPA and the Project.
Power Sales Agreement (PSA) is the agreement between SCPPA and the member agency (e.g. RPU/City of Riverside) participating in the Project.