



Exhibit A, Revision 1 to Contract 21-SNR-02661

**January 8, 2025
Facilities Committee Meeting**

Background

- On 11/12/2021 NCPA executed Contract 21-SNR-02661 (Base Resource Contract or BR Contract) with WAPA
- Pursuant to the AAA, the NCPA Pool Members have assigned their BR Percentage to NCPA
- NCPA take delivery of BR on behalf of the assigning Members, and schedules BR into the CAISO BAA to serve load

WAPA Transmission Exchange Agreement

- WAPA has entered into a Transmission Exchange Agreement (TEA) (Contract 04-SNR-00788) with CAISO and PG&E
- Pursuant to the TEA, WAPA received 200 MW of transmission capability between Malin, Round Mountain, Cottonwood, or Tracy Substations and the PG&E Default Load Aggregation Point
- WAPA is now offer the use of the TEA for certain customers to deliver BR into the CAISO BAA (acting as a Transmission Ownership Right or TOR)

Potential Benefits of the TEA

- The assigning Members are eligible to receive up to 62 MW of the TOR made available via the TEA
- BR deliveries utilizing the TOR would receive the following unique settlement:
 - Avoidance of TAC/WAC
 - Congestion relief (a “Perfect Hedge Settlement”)
- Estimated saving per hydro year type:
 - Dry (2022): \$2 Million
 - Average (2020): \$6.7 Million
 - Wet (2017): \$10.6 Million

Exhibit A, Revision 1 to BR Contract

- To gain access to the TEA TOR, a Customer is required to execute Exhibit A, Revision 1 to the BR Contract
- Exhibit A, Revision 1 to the BR Contract states the amount of TOR being reserved or “purchased” from WAPA, and certain requirements for scheduling deliveries using such rights
- Applicable Rate Schedule: Rate Schedule PACI-T4 or its successor
 - Est. Cost for TOR: \$733,584 per year

Recommendation

- Facilities Committee recommendation for approval of a Commission Resolution approving the Exhibit A, Revision 1 to Contract 21-SNR-02661, and to authorize the General Manager of NCPA to enter into Exhibit A, Revision 1 to Contract 21-SNR-02661 on behalf of NCPA, including any modifications to Exhibit A, Revision 1 to Contract 21-SNR-02661 approved by the NCPA General Counsel.

Questions / Comments