# NCPA Second Phase Agreement for Renewable Energy Supply

### NCPA Facilities Committee June 1, 2016



#### **Request for Committee Recommendation**

 NCPA staff requests a Facilities Committee recommendation for the NCPA Commission to approve the Second Phase Agreement for Renewable Energy supply

## Background

- Members expressed interest for NCPA to purchase renewable energy supply on their behalf, specifically solar PV
- May 2015: NCPA published its RFP for up to 40 MW from solar PV.
  - Four members expressed interest in RFP responses
- July 2015: NCPA Commission approved a 2<sup>nd</sup> phase agreement between NCPA and 4 interested members
  - January 2016: 3 of 4members executed the document
  - No contract without all parties' signatures



#### Background

- NCPA request for price refresh
- Favorable prices, but contract quantity 4 times that of interested member demand



#### **Alternative source**

- SCPPA RFP for renewable energy
  - Comparable prices to NCPA RFP, with price refresh
  - Comparable technology
  - Reputable supplier
  - SCPPA and NCPA combined interest satisfies minimum subscription level (MW)

#### **Second Phase Agreement**

- Defined in NCPA Facilities Agreement
- Authorizes NCPA to negotiate a purchase power agreement with one or more renewable energy suppliers
- Establishes funding not to exceed \$35,000 to cover cost of negotiation, including legal fees
- Pass-through of <u>actual</u> administrative cost, allocated based on participation percentages



### Timeline

- NCPA staff will request Commission authorizations for the 2<sup>nd</sup> phase agreement in June
- Request interested members to sign the agreement by early July
- Members unable to meet this timeline will be assisted through a separate process



# **QUESTIONS / DISCUSSION**

January 13, 2017