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 2nd 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 2nd 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