

## Approval of Letter of Agreement 17-SNR-02051

Facilities Committee May 3, 2017

### Background

- Certain NCPA members have assigned their CVP Base Resource percentage to NCPA
- WAPA has developed a program under which it distributes RECs produced by CVP facilities to preference power customers
- Certain NCPA members have requested NCPA to participate in WAPA's 2017 REC Program
  - Alameda, Biggs, Gridley, Healdsburg, Lodi, Lompoc, Plumas-Sierra REC, Port of Oakland, and Ukiah



#### LOA 17-SNR-02051

- NCPA is required to enter into Letter of Agreement 17-SNR-02051 in order to receive RECs on behalf of the members
- LOA 17-SNR-02051
  - Contains the terms and conditions under which NCPA will receive RECs from WAPA
  - Term: June 1, 2017 through July 31, 2018
  - RECs received are nontransferable
    - NCPA may transfer RECs received to underlying members
  - WAPA provides no warranty as to the value or quality of RECs
  - Costs: Estimated at \$10,000 for the term of the agreement

#### Recommendation

 NCPA staff recommends Facilities Committee approval and recommendation for Commission approval of Letter of Agreement 17-SNR-02051, and delegation of authority to the General Manager of NCPA to enter into Letter of Agreement 17-SNR-02051, on behalf of NCPA, including any non-substantive modifications to Letter of Agreement 17-SNR-02051 approved by NCPA's General Counsel.



# **Questions / Comments**