

CC Power Board Meeting – 2021 Budget Adjustment

6/16/21

Overview

- **Budget Adjustment for Interim GM Transition**
- **Allocation Adjustment for VCE Participation in LDS Project**

Interim GM Transition

- 2021 Budget did not assume a transition overlap between Interim GM's
- Believe there is value in allowing an overlap period for current Interim GM to assist incoming Interim GM
 - Plan is for 2-weeks of overlap in last half of June = additional 30 hours
 - Support as needed from current Interim GM in July = 10 hours
 - Total = 40 hours
- Based upon existing expenditures to date, expect 20 hours can be covered from existing budget
- Expect to need additional funding to cover the remaining 20 hours = \$5,000, which will be allocated in June and July
- Overall budget impact
 - Increases General Support by \$1,500 from \$121,500 to \$123,000
 - Increases LDS Project Support by \$3,500 from \$380,110 to \$383,610
 - Increases Total Budget from \$501,610 to \$506,610

VCE Participation in LDS Project Update

- VCE has expressed interest in participating in LDS Project with an estimated capacity requirement of 10 MW
- VCE has stated its commitment to cover its share of the Phase 1 costs = \$~11,100
- VCE has stated its commitment to cover its share of the Phase 2 costs in 2021 Budget = \$~11,119
- There is no overall budget increase due to this request

Requested Action

- **Approve increase in 2021 Budget for GM Services of \$5,000 to cover Interim GM transition in June and July to be allocated \$1,500 for General Support and \$3,500 for LDS Project Support**
- **Approve adjustment in LDS Project allocations to accommodate VCE participation at 10 MW, including approval of \$11,100 for reimbursement of Phase 1 costs by VCE, which will be placed in the CC Power reserve account**

QUESTIONS

CC Power Board Meeting – General Manager Update

6/16/21

Overview

- **Administrative Items**
- **LDS Project Update**

Administrative Items

- **Conflict of Interest Code**
 - Still in review with Secretary of States' Office
- **Official filed notice of JPA received from Secretary of States' Office**

LDS Project Update – Near Term

- **Short-list Status**
 - Updating participant capacity targets based upon recent CPUC Proposed Order
 - Reviewing short-list projects based upon Proposed Order evaluation and updated developer feedback – expect streamlining of short-list
- **Near-term next steps**
 - Processing NDAs, Exclusivity Agreements, and bid deposits
 - Initiating discussions with shortlist developers
 - Executing Phase 2 Cost Sharing Agreement with participants

LDS Project Update – Longer Term

- Negotiations expected to run through August to September
- Public posting recommended final projects in September
- Initiate CC Power and participant approval processes in fall 2021 with goal of final approvals by end of 2021, including execution of Phase 3 Project Participation and Operating Agreements
 - Note need for 2021 Budget adjustment to cover support during approval process from October-December

QUESTIONS