



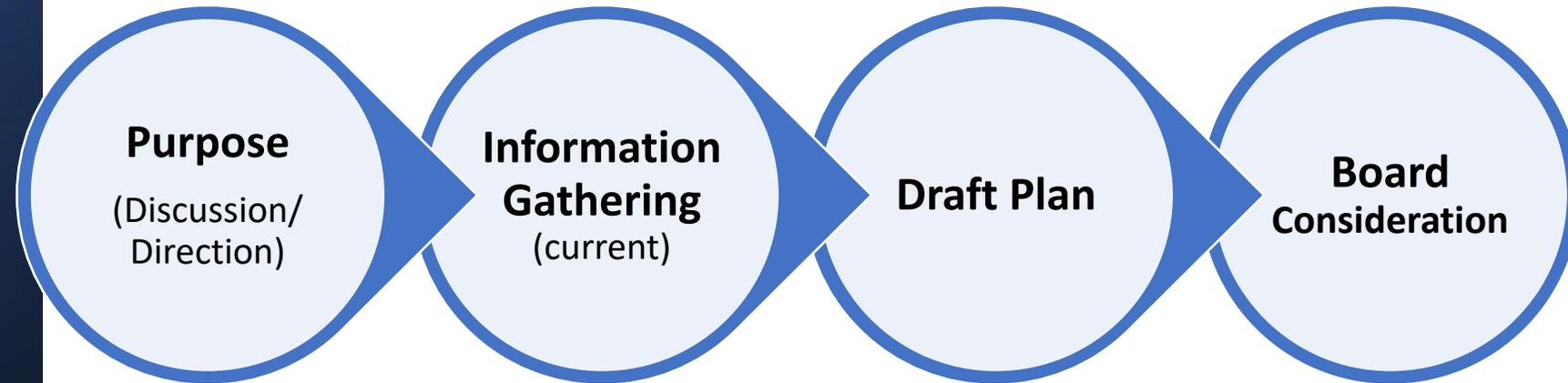
Update: Strategic Business Plan Development

CC Power Board Meeting

Sept. 21, 2022

Strategic Business Plan General Process

Establish agreement on CC Power's
shared objectives and future direction



CC Power Purpose

Section 2.02 Purpose. The purpose of this Agreement is for CC Power to develop, acquire, construct, own, manage, contract for, engage in, finance and/or provide energy related programs and services for the use of and by its Members. CC Power is not intended to be a policy-maker or advocate, though it may, from time to time, advance or support public policies in support of its purpose that do not conflict with interests or policies advanced by any Member.

Background and Next Steps

April – June 2021: Board discusses future projects

July 2021 – March 2022: Board focuses on finalizing Long Duration Storage and Firm Clean Resource Projects

June 2022: Board authorizes development of a Strategic Business Plan; Chair forms ad hoc committee

June – July: ad hoc committee scopes project, consultant hired

August – September: interviews

September: Board update on Purpose, Objectives, and Issues

October: Board update on further work, analysis, strategic priorities and draft plan

November: Board Consideration of Draft Plan

Interviews

6 Board members and 4 others (as of 9/20/22)

Key challenges facing CCAs (legislation, regulation, reliability requirements)

Strategic priorities and opportunities for CC Power (projects, programs, services,)

Opportunities from the tax and funding provisions of the IRA.

Is CC Power beneficial (not beneficial) for your agency?

Resources are needed to build CC Power's capacity - staff, consultants, partnerships)

Near term and midterm goals (3-year horizon)

CAISO and transmission – what should be the focus for CC Power members?

Member
Interviews:

Key Objectives
Identified to date

Help members meet CPUC requirements re
midterm reliability

CCA credibility – continue to demonstrate
CCA's are capable of meeting resource
requirements

Demonstrate CC Power's ability to act
collectively

Manage and improve market perception of
CC Power (contract in a timely manner and
deliver on the projects)

Member
Interviews:

Near Term
Opportunities and
Challenges

Establish agreement on CC Power's shared objectives and future direction

- Governance structure
- Business plan and funding commitments

Hire full time staff – starting with GM

- Authority
- Additional staff?

Successfully implement the deals that have been inked

- CCA Power or CCA staff/contract staff/combination?
- CAISO interface and scheduling services

Opportunities – Inflation Reduction Act

Member
Interviews:
Midterm/Longer
Term
Opportunities and
Challenges

Ownership/operation of assets

Innovative projects that are possible through collective action and sharing of risks

Centralizing services for which members now contract separately; often with the same vendor (billing, scheduling, other services)

What's not of
interest?

Legislative and regulatory services
– CalCCA is doing this

CC Power should not do all
procurement for its members –
they should retain the option of
acting independently

Next Steps

Continue interviews

Work with ad hoc Committee to draft plan

Develop elements of the plan