

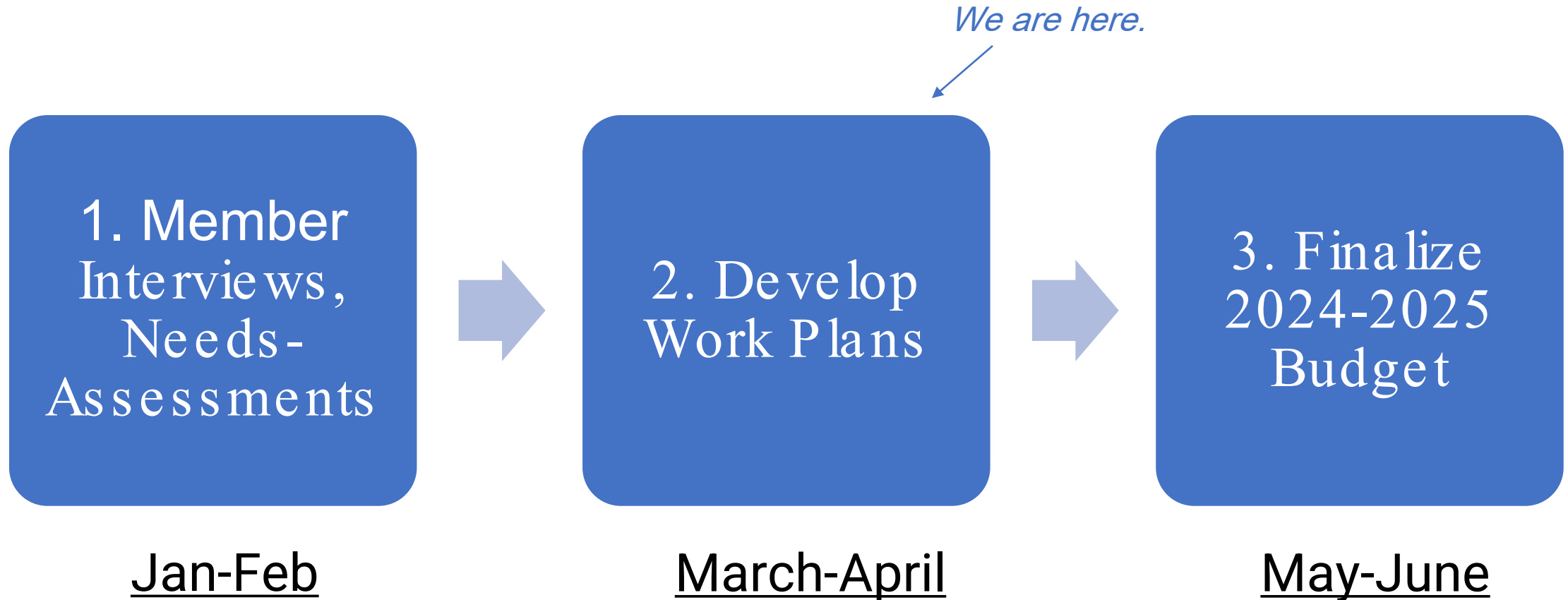
The background of the slide is a photograph of a wind farm. Several white wind turbines are visible, standing on a grassy hill. The sky is a vibrant blue with scattered white clouds. The overall scene is bright and clear.

6B. General Manager Report

Discussion Slides
March 20, 2024

2024-2025 Work-Planning Process

CALIFORNIA
COMMUNITY POWER



2024-2025 –Prelim Findings

Members express support for continued participation and investment in CC Power, with priority interest in project pipelines and power-supply related joint-activities near-term.

- Preliminary work-plan likely to include:
 - Execution: support successful implementation of contracted or future projects.
 - Pipeline: Support procurement and power-supply related project opportunities, including on dealflow.
 - Scale: Explore master-services contract approach to scale service-contracts.
 - De-risk: support efforts to de-risk indiv. CCA activities, including with project ownership, Direct-Pay exploration and capture, possible tech diversity efforts, etc..

2024-2025 Budget – Gearing Up!

Proposed budget must be submitted 45 days prior to end of fiscal year (R.24-02-01) and will consider both G&A and Projects needs.

- Major budget drivers:
 - Current projects, working group(s) and service offerings
 - Potential expanded scopes and operating needs
 - Building CC Power capabilities
 - Additional activities, such as a “Fall Event”
 - Continued achievement of savings goals
- While scope not final, ‘24-’25 budget proposal likely to exceed current budget.
 - Potential increase of 55–70%. (2023 increase was 61%).
 - Further work-planning and iterations on estimates will occur.

2024-2025 – Resourcing

Scope will inform resourcing, and additional staffing (FTEs) or consulting support likely.

- Any resourcing increases carefully considered, e.g. FTEs vs. member-CCAs' sweat-equity vs. service-providers.
- FTEs and/or sought-after competencies may include:
 - Project and/or financial analysts (project analysis, valuation support, modeling)
 - Operations and admin (member support, ongoing operations, support)
 - Financial competencies (pre-pays, debt issuance, etc.)
 - IT (management of tools, selection of tools)
 - Project origination and management (support dealflow, origination, contracts)

Report on General Manager Activity

March 2024

- Contract: Member Access and File Management Approach Strategy and Implementation
 - Time and Materials contract with not to exceed \$15,000
 - Solicitation: Sole-source (One-Stop Operations)
 - Budget Category: Legal and Technical Support

Lodi Energy Center – Site Tour

- Lodi Energy Center, a gas plant with noteworthy clean hydrogen capabilities:
 - Hydrogen-combustion turbine equipped
 - Electrolysis on site
 - Proximity to rail-line for hydrogen use at Port of Oakland
- When: March 27, 10am-1pm
- Where: Lodi, CA
- Who: only member-CCA staff (limit 30)
- Why: learning re gas-plant/hydrogen use cases
- How to join: invitation will be sent

IRA Phase 2a (Resolution 24 -01-04)

PHASE

SCOPE

1

- Due diligence on IRA, Build Transfers, economic analysis, bond issuance
- Identify potential vendors / service providers
- Socialize concepts and seek feedback from members
- Needs determination to scope solicitation – technology, capacity

Possible Board Approval of Phase 2A and cost sharing agreement – Jan. 2024

2A

- Select vendors / service providers
- Develop pro forma agreements
- Conduct bond issuance due diligence (i.e., individual member financial analysis)
- Launch solicitation, conduct valuation, and shortlist projects

Board Approval of Phase 2B and cost sharing agreement – TBD

2B

- Contract negotiations
- Detailed BTA project due diligence w/ owner's engineer
- Prepare bond issuance


Board & Member Approval of Phase 3 and cost sharing agreements – TBD

3

- Contract execution
- Issue bonds

BTA Phase 2A Project Status

- Recently Completed Activities:
 - Align Upon Procurement Objectives, Project Size, Timing – 3/13
 - Finalized Scope of Work for Solicitation Vendor– 3/13
- In Progress:
 - Finalize Cost Sharing Agreement
 - Finalizing Scope of Work for Owner’s Engineer
 - Scheduling discussions with BTA Counsel
- Forthcoming Deliverables:
 - Socialize Scopes of Work for Solicitation Vendor & Owner’s Engineer and vet Vendors
 - Select & Contract with Vendors
 - Develop pro forma PPAs, tolling agreement, and BTA agreement first draft
 - Set up Bond Financing Sub-Team meetings



E. Resolution 24-03-03 - Adoption of Getting It Built Right Agreements

**Discussion Slides
March 20, 2024**

Getting It Built Right

- Background:
 - Getting It Built Right (GIBR) workshop highlighted many perspectives on 'what makes a successful clean energy project'
 - Stakeholders expressed support for achieving clean energy goals
 - Project Selection and Evaluation criteria were raised
- Ad Hoc Committee evaluations:
 - GIBR discussion and comments
 - CC Power's role; Roles of other service providers
 - Roles of CCAs' Boards

Considerations and Timing

- CC Power as service provider – projects never obligatory
 - Participating Members are unknown prior to project launch.
 - Similar to NCPA and SCPPA
 - CC Power not a Load-Serving Entity
- Deference to CCA Boards in policy-setting for each CCA
- Beneficial and practical to link to member policies and support members' considerations/learning

Project Selection and Evaluation Agreements

CALIFORNIA
COMMUNITY POWER

1. CC Power members agree to abide by their governing board's policies when engaging in joint action through CC Power. CC Power is not and cannot be a conduit for circumventing locally-adopted policies.
2. CC Power agrees to distribute procurement policies and practices in an ongoing manner.
3. CC Power members individually agree to regularly review model policies and practices and consider whether recommending updates to their governing boards regarding such policies and practices are appropriate for their own jurisdictions.
4. CC Power agrees to host a webpage with links to each member-CCA's procurement policies, and/or relevant plans.