

DOCKETED

Docket Number:	16-RPS-02
Project Title:	Appeal by Los Angeles Department of Water & Power re Renewables Portfolio Standard Certification Eligibility
TN #:	213392
Document Title:	332 City Council File 00-1531 - Council Action Approving LADWP 2000 IRP (08.22.00) (Bates Nos. LA001602-LA001605)
Description:	N/A
Filer:	Adriana Ayuso
Organization:	Los Angeles Department of Water and Power
Submitter Role:	Applicant
Submission Date:	8/31/2016 3:43:31 PM
Docketed Date:	8/31/2016

J. MICHAEL CAREY
City Clerk

When making inquiries
relative to this matter
refer to File No.

CITY OF LOS ANGELES

CALIFORNIA



RICHARD J. RIORDAN
MAYOR

Office of the
CITY CLERK
Council and Public Services
Room 615, City Hall
Los Angeles, CA 90012
Council File Information - (213) 485-5703
General Information - (213) 485-5705

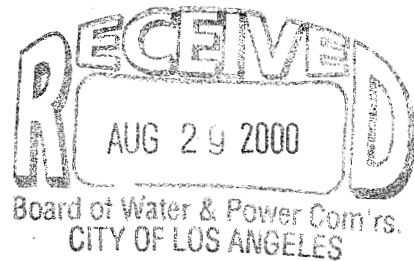
00-1531

CD 3

*Res. # 001-020
Bd Mtg 7-24-00*

August 22, 2000

Office of the Mayor
✓ Board of Water and Power Commissioners
Department of Water and Power
City Attorney
Office of Administrative and
Research Services
Chief Legislative Analyst



RE: YEAR 2000 INTEGRATED RESOURCE PLAN

At the meeting of the Council held August 15, 2000, the following
action was taken:

Attached communication recommendation adopted as amended.....	_____X_____
FORTHWITH.....	_____X_____
Attached motion (Padilla - Galanter) adopted.....	_____X_____
Attached motion (Feuer - Goldberg) adopted.....	_____X_____
Findings adopted.....	_____
Categorically exempt.....	_____
Generally exempt.....	_____

J. Michael Carey

City Clerk

steno\001531

*1 - acts Payable
1 - Power Fns 7 8/30/00*

COMMUNICATION

TO: LOS ANGELES CITY COUNCIL

File No. 00-1531

FROM: COUNCILMEMBER RUTH GALANTER, Chair
COMMERCE, ENERGY AND NATURAL RESOURCES COMMITTEE

Public Comments Yes No
 XX

COMMUNICATION FROM CHAIR, COMMERCE, ENERGY AND NATURAL RESOURCES COMMITTEE relative to the Year 2000 Integrated Resource Plan.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioners' (Board) Resolution No. 001-020, approving the Department of Water and Power's (DWP) Year 2000 Integrated Resource Plan.

Fiscal Impact Statement: None submitted by DWP. Neither the Office of Administrative and Research Services (OARS) nor the Chief Legislative Analyst has completed a financial analysis of this report.

Summary:

At its meeting of August 1, 2000, the Chair of the Commerce, Energy and Natural Resources Committee considered the Board's communication and Resolution No. 001-020, approving DWP's Year 2000 Integrated Resource Plan (IRP).

DWP's IRP makes the following key assumptions:

- Load growth will be 1.5 percent per year for the next 10 years or about 80 megawatts (MW) per year.
- DWP will continue to be self-sufficient in serving the City's market and will not make new investments or keep existing investments to serve the market outside of the City.
- DWP will join the Independent System Operator (ISO) only when it can do so on a cost effective basis and will plan to be self-sufficient without joining the ISO.
- The DWP's interest in Mohave Generating Station now being offered will be sold for a cost effective price and the funds will be used to purchase 240 MW of simple cycle gas turbines and repower Valley Generating Station units.
- DWP will meet 50 percent, or about 40 MW per year, of its load growth with energy efficiency, renewable resources and decentralized small-scale power resources.
- DWP's market will remain closed at least until 2003 but the plan is designed to make DWP's cost of generation well below projected market levels.
- DWP will reduce CO2 emissions to 5 percent below 1990 levels in the 2008 to 2012 time frame.
- DWP will pay off all of the existing generation debt by July

LA001603

*Adopted as amended by Council action on 8-15-00. *Clarke*

1, 2003.

- Rate reductions will occur 2002 and 2003. At such time, sufficient cash will be available to fully retire and/or offset all generation debt. DWP will continue to provide the City the current level of funding (maintained at a minimum amount of \$110 million annually) and sufficient cash will be available to modernize (repower) aging generation facilities in the Los Angeles area.

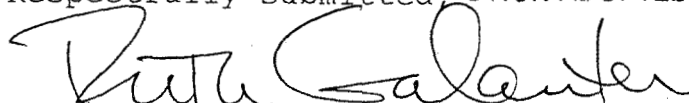
In its IRP, DWP recommends the following actions be taken at once so their goals of competitive, reliable and cleaner electricity can be met over the next few years: (1) Start engineering design and procurement process for repowering Valley Generating Station with operation date target of early 2004, (2) Start engineering design and procurement process for combustion turbines with operation date target of early 2003, (3) Divest Mohave Generating Station, (4) Support the development of demand side management (DSM) programs, renewable resources, and distributed generation. DWP reports that these actions will result in having sufficient resources to meet its obligation to serve its customers and meet environmental goals.

During discussion, the Chair stated that the issue of primary concern was whether the City should continue to exploit "dirty power" that it owns out of state, with all the perils both financial and environmental, because it is good for DWP to make money in the short term. The Chair expressed that DWP's first and foremost mission is to provide clean, reliable and fairly priced power to the City's customers. The Chair expressed that it was more beneficial to sell the Mohave Generating Station and use the money from the sale to avoid creating additional debt. The Chair acknowledged that DWP had previously been asked to submit an integrated resource plan instead of a piecemeal plan, and that DWP had done so.

The CLA and representative of OARS both reported during discussion that neither was prepared to submit a report or make recommendations relative to the IRP. In recommending that this item be moved forward for Council consideration, the Chair indicated that both the CLA and OARS will have an opportunity to make their report to Council.

The Chair of the Commerce, Energy and Natural Resources Committee concurred with the Board's recommendation relative to approving DWP's Year 2000 Integrated Resource Plan. This matter is now forwarded to the Council for its consideration.

Respectfully submitted **MOTION ADOPTED TO APPROVE COMMUNICATION RECOMMENDATION**



Councilmember Ruth Galanter, Chair
Commerce, Energy and Natural Resources Committee

ADOPTED **AS AMENDED*

AUG 15 2000

LOS ANGELES CITY COUNCIL

**SEE ATTACHED MOTIONS
FORTHWITH**

LB
8/02/00
#001531

LA001604

AMENDING MOTION
Item #14

Today's Council Agenda, Item #14, pertains to the Los Angeles Department of Water and Power's proposal to sell its share of the Mohave Generating Station in Nevada and repower DWP's Los Angeles In-Basin power plants as a part of its 2000 Integrated Resource Plan. Regardless of whether or not DWP's share of Mojave is sold, measures must be taken to protect the local communities that will be impacted by the repowering.

While the Integrated Resource Plan brings benefits to the City, it is important that as the power plants are repowered, appropriate mitigation measures are employed for traffic, noise, pollution emissions and other community impacts.

I THEREFORE MOVE that the Council amend Item #14 on the Council Agenda to instruct the Department of Water and Power to amend the 2000 Integrated Resource Plan to have the Department of Water and Power provide quarterly reports to the City Council on the progress of the implementation of the 2000 Integrated Resource Plan and that that report include statistics on pollution emissions at each of the re-powered, in-basin generating facilities.

I FURTHER MOVE that emission levels at the Valley Generating Station shall not be increased from 1999 emissions levels during the transition time for retrofitting/repowering.

I FURTHER MOVE that the Department of Water and Power work with the South Coast Air Quality Management District, that all the in-basin generating facilities meet with the approval of the AQMD, and that the best available control measures be installed on the facilities in the most timely and expeditious manner possible.

I FURTHER MOVE that before any design contracts for the repowering of the Valley Generating Station are released that the DWP provide a full briefing to the City Council and to the local community.

I FURTHER MOVE that the 2000 Integrated Resource Plan include appropriate traffic, environmental, and aesthetic mitigation measures in the areas surrounding the local power plants that will be repowered.

I FURTHER MOVE that the Department of Water and Power work with the local Council offices and surrounding communities to ensure that the construction during repowering is completed with a minimal amount of disruption to the neighboring residents and businesses.

I FURTHER MOVE that the Department of Water and Power work with the local communities to develop job training and employment opportunities at the repowered facilities.

RG
***MOTION
ADOPTED**

AUG 15 2000

LOS ANGELES CITY COUNCIL
FORTHWITH

PRESENTED BY

Alex Padilla
Alex Padilla
Council Member 7th District

SECONDED BY

Ruth Galanter

LA001605