

# 2016 COUNCIL REVIEW

BOARD OF PUBLIC UTILITIES

SEPTEMBER 20, 2016



## BOARD OF PUBLIC UTILITIES BRIEFING TO COUNTY COUNCIL – SEPTEMBER 20, 2016

- BOARD MEMBERS
  - ANDREW FRASER (1)\* - VICE CHAIR
  - STEPHEN McLIN (2)\*
  - PAUL FREDERICKSON (3)\*
  - JEFF JOHNSON (4)\* - CHAIR
  - KATHLEEN TAYLOR (5)\*

\* YEARS REMAINING

## BPU/DPU 2016 ACCOMPLISHMENTS:

- **COMPLETION OF THE FUTURE ENERGY REPORT**

- ADOPTED DEFINITION FOR CARBON NEUTRALITY
- ADOPTION OF A SET OF STRATEGIC INITIATIVES DERIVED FROM THE FER REPORT THAT WILL PROVIDE A PATH TO CARBON NEUTRALITY BY 2040
- ADOPTION OF A SET OF STRATEGIC INITIATIVES DERIVED FROM THE FER REPORT THAT WILL HELP PROVIDE A BASIS FOR MANAGING DISTRIBUTED SOLAR AND OTHER CUSTOMER INITIATED POWER GENERATION
- DEVELOPMENT OF A DRAFT IMPLEMENTATION PLAN FOR THE FER RECOMMENDATIONS AS WELL AS A DRAFT SCHEDULE FOR IMPLEMENTATION.

## BPU/DPU 2016 ACCOMPLISHMENTS:

- APPROVAL OF NEW PARTNERSHIP AGREEMENT IN THE SAN JUAN COAL PLANT THAT WILL LAST UNTIL THE EXPIRATION OF THE LAC AGREEMENT
- CONTINUATION OF LAC/DOE DISCUSSION WITH UAMPS ABOUT INCLUSION IN THE NUSCALE GENERATING STATION
- DEVELOPED AND APPROVED FINANCIAL POLICY STRATEGY THAT ALIGNS WITH LAC PROCEDURES TO PROVIDE DPU GUIDANCE ON CASH RESERVES AND RESULTANT RATE STRUCTURE
- RENOVATION OF THE EL VADO HYRO FACILIT
- CONTINUATION OF THE ABIQUIU HYDRO FACILITY WITH A GOAL OF BRINGING SYSTEM BACK ON-LINE IN 2017

## BPU 2017 FOCUS AREAS:

- APPROVE AND IMPLEMENT FINANCIAL POLICY
  - DEVELOP RATE STRATEGIES TO SUPPORT POLICY, FUNDING SHORTFALLS AND OVERAGES
- CONTINUE WORKING ON FER STRATEGIC IMPLEMENTATION PLAN, INCLUDING MAKING NEAR TERM DECISIONS AND RECOMMENDATIONS THAT WILL INFLUENCE FUTURE DPU INITIATIVES
- REVIEWING AND PROVIDING COMMENT TO THE DEVELOPMENT OF THE INTEGRATED RESOURCE PLAN
- SAN JUAN GENERATING STATION DECISION POINTS
- DETERMINATION AND FEASIBILITY OF OF CARBON FREE POWER PROJECT
- INVESTIGATION OF EXPANSION OF UTILITY-SCALE SOLAR
- INVESTIGATION OF SOLAR GARDEN
- DEVELOPMENT OF SYSTEM MODEL TO DETERMINE MAXIMUM DISTRIBUTED SOLAR PENETRATION IN LAC
  - DRIVE RATE STRUCTURE
  - POLICY INITIATIVES
  - COUNTY INVOLVEMENT AND INTERACTION
- SMART METER IMPLEMENTATION
- KEEPING AN EYE ON THE POWER SHARING AGREEMENT

## ONGOING AND FUTURE DPU INITIATIVES / CONCERNS:

- WHITE ROCK SEWER PLANT REPLACEMENT
  - IMPACT TO RATES
  - PIPELINE ALTERNATIVE?
- RE-ESTABLISHMENT OF HYDROELECTRIC CAPABILITY
  - EL VADO GASKET REPAIR / CONTRACT DISPUTE
  - ABUQUIU VALVE REPAIR / ARMY CORP OF ENGINEERS
- WATER RATE INCREASES
- FUTURE NON-COAL ELECTRICAL POWER SOURCES

## ONGOING AND FUTURE DPU INITIATIVES / CONCERNS:

- FUTURE OF LARAMIE RIVER STATION OWNERSHIP
- LAC/NNSA POWER SHARING AGREEMENT