



# CITY OF LODI

## COUNCIL COMMUNICATION

**AGENDA TITLE:** Western Area Power Administration Maintenance Agreement and Associated Amendment

**MEETING DATE:** November 19, 1997

**PREPARED BY:** Electric Utility Director

**RECOMMENDATION:** That the City Council adopt the attached Resolution and authorize the City Manager to sign Contract No. 96-SNR-00110 (Agreement) with the Western Area Power Administration (Western) and Bureau of Reclamation and Contract Amendment No.1 for the funding of Operation and Maintenance for the Central Valley Project (CVP). Copies of the Agreement and Amendment No.1 are attached.

**BACKGROUND:** Currently Western customers such as Lodi fund operation and maintenance of CVP power generating projects as part of Western power billing charges. Monies collected, however, still must be appropriated each year for these purposes by Congress as part of the federal budget process. Past Congressional underfunding has resulted in the recent extensive maintenance and repair work which had to be performed at the Shasta facility. As a separate contract for operation and maintenance funding among Western, the Bureau of Reclamation and Western's customers, the Agreement is designed to better designate and insure funds collected from Western's customers go toward their intended purpose.

Amendment No. 1 makes certain articles of the General Power Contract Provisions, effective August 15, 1995, a part of the Agreement.

**FUNDING:** No change. The impact of the Agreement and Amendment No. 1 will be to further unbundle Western's power billing charges.

*J. L. Stone*  
for Alan N. Vallow  
Electric Utility Director

Prepared by John Stone, Manager Business Planning & Marketing  
ANV/JLS/lst

C: City Attorney

**APPROVED:** \_\_\_\_\_

*H. Dixon Flynn*  
H. Dixon Flynn -- City Manager

RESOLUTION NO. 97-192

A RESOLUTION OF THE LODI CITY COUNCIL APPROVING CONTRACT NO. 96-SNR-00110 WITH WESTERN AREA POWER ADMINISTRATION AND BUREAU OF RECLAMATION FOR THE FUNDING OF OPERATION AND MAINTENANCE FOR THE CENTRAL VALLEY PROJECT, AND AUTHORIZING THE CITY MANAGER TO EXECUTE THE CONTRACT ON BEHALF OF THE CITY OF LODI

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BE IT RESOLVED that the City Council of the City of Lodi does hereby approve Contract No. 96-SNR-00110 with Western Area Power Administration and Bureau of Reclamation for the funding of operation and maintenance for the Central Valley Project; and

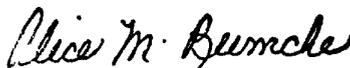
BE IT FURTHER RESOLVED, that the City Manager is authorized and directed to execute this Agreement with the Western Area Power Administration entitled Contract No. 96-SNR-00110 on behalf of the City of Lodi.

Dated: November 19, 1997

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I hereby certify that Resolution No. 97-192 was passed and adopted by the City Council of the City of Lodi in a regular meeting held November 19, 1997, by the following vote:

AYES: COUNCIL MEMBERS – Land, Mann, Sieglock, Warner and Pennino (Mayor)  
NOES: COUNCIL MEMBERS - None  
ABSENT: COUNCIL MEMBERS - None  
ABSTAIN: COUNCIL MEMBERS - None



ALICE M. REIMCHE  
City Clerk