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CITY COUNCIL MEETING

OCTOBER 19, 1983

GENERAL
AGREEMENT OF
INDEMNITY BILL
GUARANTY BOND
RELATING TO THE
NCPA/PG&E
INTERCONNECTION
AGREEMENT

A general Agreement of Indemnity Bill Guaranty Bond Relating to the NCPA/PG&E Interconnection Agreement was presented for Council's approval. City Attorney Stein reported that this subject Agreement represents a result of Section 9.5 (Liability) of the Interconnection Agreement between NCPA Cities and PG&E wherein NCPA agreed to put up a \$25 million performance bond which PG&E could call upon, if an NCPA City failed to pay its share of the fees for power which was submitted pursuant to the Interconnection Agreement.

The Agreement is an Indemnity Agreement between this City and the Surety which would require this City to pay back any funds which the Surety put up for a non-payment by this City.

RES. NO. 83-118 Following discussion, on motion of Council Member Reid, Snider second, Council adopted Resolution No. 83-118 approving the General Agreement of Indemnity Bill Guaranty Bond relating to the NCPA/PG&E Interconnection Agreement and authorized the City Manager to execute the subject document on behalf of the City.

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