

RESOLUTION NO. _____

**A RESOLUTION OF THE COUNCIL OF THE CITY OF MESA, ARIZONA,
APPROVING AND AUTHORIZING THE PROCUREMENT OF RENEWABLE
ELECTRIC POWER SUPPLIES**

WHEREAS, the City of Mesa ("City") owns and operates a municipal electric distribution utility and is authorized by the provisions of the Laws of the State of Arizona and the City of Mesa City Charter to acquire, purchase and manage supplies of electric power and energy necessary to meet the requirements of the residential, commercial and industrial customers served by such utility; and

WHEREAS, the City's Energy Resources Department issued an Electric Power Request for Proposals, REPRFP-0719 ("RFP") for renewable electric power supplies; and

WHEREAS, Clēnera LLC ("Clēnera"); and Nextera Energy Inc ("Nextera") (collectively the "Suppliers") in response to the City's RFP have offered to sell to the City a supply of renewable electric power and energy; and

WHEREAS, the City desires to acquire renewable electric power and energy for resale by its municipal electric distribution utility and further desires to enter into agreements with one or more of said Suppliers for such supplies of power and energy in a total amount not to exceed 15 megawatts (MW), with the option to include energy storage depending on terms and pricing, to be delivered over the RFP stipulated period of up to twenty five (25) years ("Supply Period");

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MESA, MARICOPA COUNTY, AS FOLLOWS:

Section 1. The City hereby approves the procurement of a maximum of 15 MW of renewable electric power supplies, for a period that may begin on or after January 1, 2020, but commencing no later than December 31, 2024, for up to the full term of the Supply Period, with final pricing over the Supply Period of i) no greater than \$32/MWh (without storage), and no greater than \$42/MWh (with storage) for contracts totaling 5 MW or less; ii) no greater than \$27/MWh (without storage), and no greater than \$37/MWh (with storage) for contracts totaling 10 MW or less; or iii) no greater than \$25/MWh (without storage), and no greater than \$35/MWh (with storage) for contracts totaling 15 MW or less.

Section 2. The City hereby authorizes the City Manager or designee to negotiate and enter a Power Purchase Agreement consistent with Section 1 with one or both of the Suppliers, in a form and with such additions, deletions and substitutions as shall be approved by the City Attorney or designee.

Section 3. The City hereby approves and authorizes the modification of network integrated transmission service rights through the Western Area Power Administration to deliver the power and energy to the Rogers substation or other designated delivery point.

Section 4. Approval by the City Attorney or designee and signature by the City Manager or designee of Power Purchase Agreements shall constitute conclusive evidence of this City Council's approval thereof.

Section 5. The various City officers and employees are hereby authorized and directed to sign other and related documents or certificates and perform all other acts as necessary to carry out the intent and purpose of this Resolution.

PASSED AND ADOPTED by the City Council of the City of Mesa, Arizona, this 4th day of November, 2019.

APPROVED:

Mayor

ATTEST:

City Clerk