

# Agenda Item 2.3 Program Design Committee Update

Community Renewable Energy Board Meeting  
February 2023 (rev.1)



# Program Design Committee Membership

- Summit County
- Holladay
- Millcreek
- Ogden
- Park City
- Salt Lake City
- Springdale

[Resolution 21-05](#)

[Resolution 21-06](#)

# Key Activities

- Committee met three times in January
- Small group met with the Department of Energy Loan Programs Office
- Municipal attorneys met with Agency outside counsel Phil Russell to discuss a draft of the Utility Agreement from Rocky Mountain Power
- Received data request from Rocky Mountain Power to prepare budgeting guidance for noticing costs

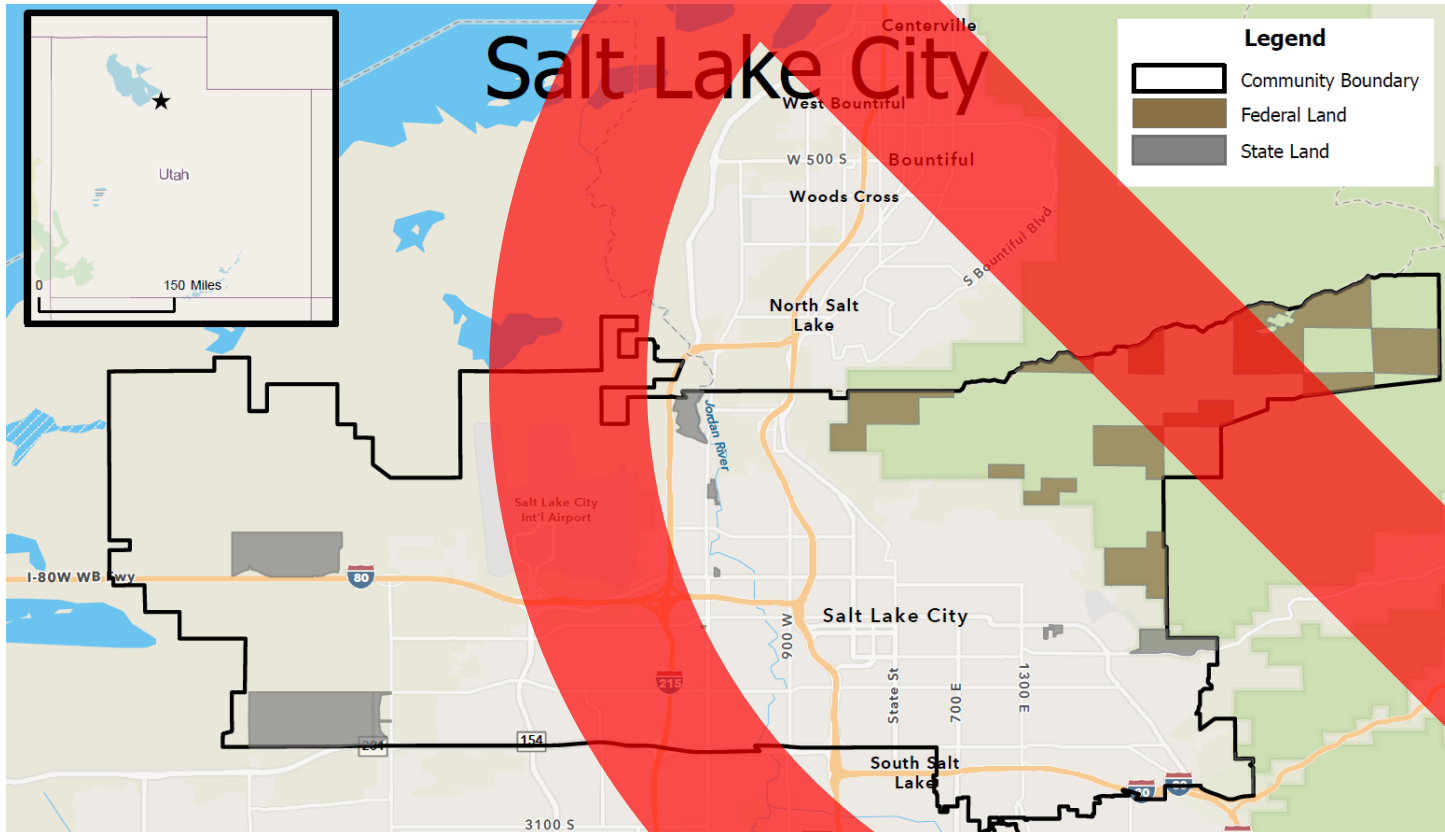
# Program Application – Required Items

	Agency Working Committee	Rocky Mountain Power	Board Vote
Name and boundary map for each eligible community	Revising		
Proposed ordinance language	Drafted	--	Jan 2023
Customer count by schedule, monthly load by class, 10-year load forecast by class	Reviewing data	Provided data	
Projected program rates for each customer class	Conceptual Discussions		
Process for periodic rate adjustment filings	Conceptual Discussions		
Proposed tariff changes		Not started	
Utility Agreement	Revising	Reviewed draft	
Governance Agreement	Complete		
Plans for low-income assistance (Programmatic)	Recommendations	Reviewed	Approved*
Proposed resource solicitation process	Conceptual Discussions		
Proposed form of opt-out notices	Drafting		
Projected implementation date	Conceptual Discussions		
Other informational materials	Not Started		
Explanation how other customers and utility not subject to costs	Drafting		

# Requests: Preparing for the Utility Agreement (updated)

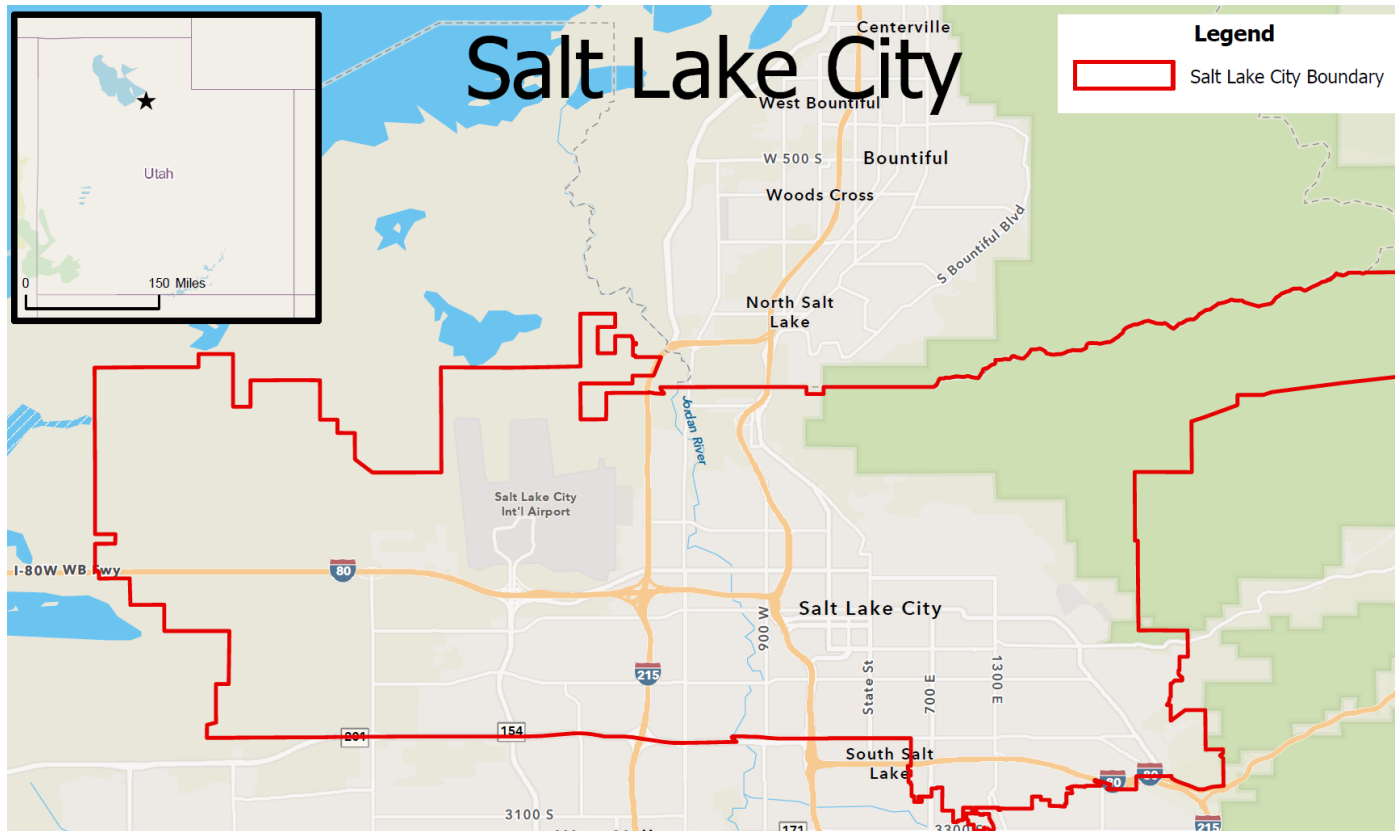
- The Committee hopes to distribute a near-final version of the Utility Agreement to Board members around **Feb 20**
- Please solicit feedback from your municipal attorney on that draft between **Feb 20 and Feb 27**
- The committee hopes to bring a near-final version of the Utility Agreement to the special Board meeting on **Feb 27**
- The Committee hopes there will be a vote to approve the Utility Agreement at the regular Board meeting on **Mar 6**
- Please schedule time on your Council or Commission's agenda to present the Utility Agreement for signature during the **month of March after March 6th**
- We hope to bring additional Program Design issues to the Board for consideration at the regular meeting on **Mar 6** and the special meeting on **Mar 27**

# Community Maps



- Municipal jurisdiction over State and Federal lands is complicated
  - In some realms, like public safety, municipal jurisdiction may prevail (e.g., requiring sprinklers in buildings)
  - In other areas, like taxation, municipal jurisdiction doesn't prevail
  - Trying to define jurisdictional authority as it pertains to our Program could be messy and involved
- Salt Lake City is discussing a map that indicates State and Federal lands but does not reference "jurisdiction"
- Two large customers with buildings on State and Federal lands are providing RMP a list of electric account numbers and asking what their options are for participating in the Program

# Community Maps – Back to Boundaries Only



- After some research and discussing with the Agency’s outside counsel, we are recommending maps only showing boundaries
  - Turns out that municipal jurisdiction over State and Federal lands is complex
    - Can vary by issue area (public safety vs. taxation)
    - Can vary due to contractual arrangements
- The state administrative code only says that we must include “maps depicting the geographic boundaries of each such eligible community”
- When it comes to how electric accounts on State and Federal lands inside of participating communities will be handled, two large customers have inquired with PacifiCorp

# Request: Prepare to budget for opt-out noticing

- State law requires that communities cover the cost to mail two opt-out notices to customers within their boundaries
- These are the last costs we envision participating communities will need to appropriate; future costs should be paid through Program rates
- Chair Dugan sent a spreadsheet with updated noticing costs plus a 5% margin (next slide)
- Please note: the per-mailer cost increased by ~77% from the 2020 quote
- For cities and towns, budget for FY 2024 (beginning July 1, 2023)
- For counties, budget for FY 2023 if possible, but definitely for FY 2024 (beginning Jan 1, 2024)
- Please note: A community only needs to pay for the noticing costs if it passes the ordinance to finalize participation



# Updated budget Guidance for FY 2023/2024 noticing costs

Community	Customer Count	Notice #1 - Cost per Mailer (up 78% from .41096)	Notice #2 - Cost per Mailer (up 76% from .38545)	Total mailing cost	Recommended FY 2024 Budget Amount (+5%)
Alta	263	0.7317	0.6767	\$ 370.41	\$ 388.93
Castle Valley	283	0.7317	0.6767	\$ 398.58	\$ 418.51
Coalville	1,137	0.7317	0.6767	\$ 1,601.35	\$ 1,681.42
Cottonwood Heights	14,602	0.7317	0.6767	\$ 20,565.46	\$ 21,593.73
Emigration Canyon Township	473	0.7317	0.6767	\$ 666.17	\$ 699.48
Francis	713	0.7317	0.6767	\$ 1,004.19	\$ 1,054.40
Grand County Unincorporated	3,298	0.7317	0.6767	\$ 4,644.90	\$ 4,877.15
Holladay	13,207	0.7317	0.6767	\$ 18,600.74	\$ 19,530.78
Kearns	10,702	0.7317	0.6767	\$ 15,072.70	\$ 15,826.33
Millcreek	25,510	0.7317	0.6767	\$ 35,928.28	\$ 37,724.70
Moab	3,653	0.7317	0.6767	\$ 5,144.89	\$ 5,402.13
Oakley	752	0.7317	0.6767	\$ 1,059.12	\$ 1,112.07
Ogden	37,710	0.7317	0.6767	\$ 53,110.76	\$ 55,766.30
Park City	10,907	0.7317	0.6767	\$ 15,361.42	\$ 16,129.49
Salt Lake City	105,373	0.7317	0.6767	\$ 148,407.33	\$ 155,827.70
Salt Lake County Unincorporated	11,994	0.7317	0.6767	\$ 16,892.35	\$ 17,736.97
Springdale	706	0.7317	0.6767	\$ 994.33	\$ 1,044.05
Summit County Unincorporated	11,886	0.7317	0.6767	\$ 16,740.24	\$ 17,577.25
<b>TOTALS</b>	<b>253,169</b>			<b>\$ 356,563.22</b>	<b>\$ 374,391.38</b>

# Next Steps

- **Requests for member communities**
  - Please be ready to solicit input from your municipal attorney on the draft Utility Agreement in February
  - Please request time on your Council / Commission agenda for March to present the Utility Agreement
  - Please plan to budget for noticing costs using updated estimates to be provided by email later this month
  - Please look for email from Christopher to help finalize maps