



City of Grand Island

Tuesday, August 23, 2022

Council Session

Item G-10

#2022-224 - Approving Master Power Purchase and Sale Agreement with NextEra

Staff Contact: Tim Luchsinger, Stacy Nonhof

Council Agenda Memo

From: Timothy Luchsinger, Utilities Director
Stacy Nonhof, Interim City Attorney

Meeting: August 23, 2022

Subject: Approving Master Power Purchase & Sale Agreement
with NextEra

Presenter(s): Timothy Luchsinger, Utilities Director

Background

Grand Island transacts its energy and transmission purchases via the integrated marketplace which is run by the Southwest Power Pool. On July 26, 2022, Council approved a Contract with NextEra Energy to market energy for the City. In support of the services being provided, it is necessary to have a Master Power Purchase & Sale Agreement document on file between the parties.

Discussion

In addition to transacting energy and transmission sales/purchases in the Southwest Power Pool, the City of Grand Island may also transact capacity and energy with outside entities from time to time. When these needs occur, it is necessary to have an existing Master Power Purchase & Sale Agreement in place with NextEra Energy to affirm Grand Island's credit and other standard transactional terms. This document does not constitute the approval of future transactions, nor does it contain any predetermined financial terms.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve the Master Power Purchase & Sale Agreement with NextEra Energy.

Sample Motion

Move to approve the Master Power Purchase & Sale Agreement with NextEra Energy.

RESOLUTION 2022-224

WHEREAS, on July 26, 2022, Council approved a contract with NextEra Energy to market energy for the City; and

WHEREAS, in support of the services being provided, it is necessary to have a Master Power Purchase and Sale Agreement document on file between the parties; and

WHEREAS, this Agreement does not constitute the approval of future transactions, nor does it contain any predetermined financial terms.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the Master Power Purchase and Sale Agreement with NextEra Energy be approved.

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Adopted by the City Council of the City of Grand Island, Nebraska, August 23, 2022.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☒ _____
August 19, 2022	☒ City Attorney