

STAFF REPORT

DATE: December 19, 2023

TO: Mayor and Members of the City Council

FROM: Jesse Cain, City Manager

AGENDA ITEM:

Consideration of a Resolution of the City Council of the City of Colusa Approving and Authorizing the City Manager to sign the Hybrid Renewable Electric Energy Power Purchase Agreement with Glanris, Colusa LLC.

Recommendation: Council to adopt the Proposed Resolution and delegate the City Manager authority to execute both the Hybrid Renewable Electric Energy Power Purchase Agreement.

BACKGROUND ANALYSIS:

The City of Colusa has been approached by Glanris Colusa LLC, to enter into a Hybrid Renewable Electric Energy Power Purchase Agreement (PPA). Glanris Colusa LLC is a company that intends to produce electricity through renewable sources such as bio-waste, etc.

This PPA would be an agreement between the City and Glanris Colusa LLC, for the City to purchase the electricity that they produce at a rate that is lower than we currently purchase from Pacific Gas and Electric (PG&E). In the project's infancy, it will produce less power than the City currently uses, but will act to offset our current PG&E costs. As the project is built out, the City of Colusa and Glanris Colusa, LLC will work together to complete the BioMat application with PG&E which allows the City to sell any surplus electricity back to PG&E for a profit or the ability to provide electricity to future projects near Colusa's Bio innovations center located at 1480 Will S Green Avenue.

We are currently working on a lease agreement with Glanris Colusa LLC for the City-owned property located at 1480 Will S Green Avenue. I should have the lease agreement back in front of the City Council within the next 60 days so that the project can move forward. The PPA is an important part of this process that will ensure funding.

BUDGET IMPACT:

This is an opportunity for the City of Colusa to partner with a company that allows us to put renewable electricity back in the electrical grid. In doing so, this project, at full build-out, has the potential to generate extra city revenues.

STAFF RECOMMENDATION:

Approve Resolution 23-Agreement