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MEETING TYPE: Board of Alderman Special Called Meeting

DATE: August 24, 2023

SUBMITTED BY: Madison Stegall, Town Clerk

ITEM TYPE: Consideration

AGENDA SECTION: Considerations

SUBJECT: **Consider adoption of Amendment Agreement No. 3 to Project Power Sales Agreement, Catawba Nuclear Project (the "Amendment Agreement"); Consider adoption of corresponding Ordinance #2023-08-24**

DETAILS: On Monday, August 14, 2023, the Board voted and approved a portion of what is needed from the Town of Landis for this agreement. Adoption of Amendment Agreement NO. 3 and the Ordinance #2023-08-24 are the outstanding items needed.

North Carolina Municipal Power Agency Number 1 (NCMPA1) and Central Electric Power Cooperative, Inc. reached a Purchase Power Agreement enabling Central to purchase nuclear capacity and energy associated with a portion of NCMPA1's ownership interest in the Catawba Nuclear Station. If completed, the agreement would diversify NCMPA1's energy resource portfolio and provide wholesale electric rate savings to NCMPA1's 19 member communities. Electricities analysis shows 5% savings in wholesale power supply costs over the term of the contract for approximately \$254 million in net present value total savings to those communities. The term of the deal is the life of the Catawba Nuclear Station which is currently licensed through 2043. Completion of the agreement is subject to several conditions including unanimous consent of all 19 of the NCMPA1 participant city and town councils. The Electricities Board of Directors and NCMPA1 Board of Commissioners have already approved the deal. Should all conditions be met, the sale would be effective January 1, 2024.