



City of Needles, California Request for Commission Action

CITY COUNCIL BOARD OF PUBLIC UTILITIES Regular Special

Meeting Date: November 18, 2025

Title: Parker-Davis Voluntary Reduction, November and December 2025

Background: On December 3, 2024, the Board of Public Utilities authorized the execution of a Parker-Davis voluntary reduction agreement. This Agreement permits the Participating Contractor, on a voluntary basis, to elect to reduce its reliance on WAPA-purchased power and accept reduced energy deliveries from WAPA. Such reductions would be based on federal hydropower generation projections made available to WAPA by the Department of Interior, Bureau of Reclamation (Reclamation), and shared with Participating Contractor and other FES contractors.

In return for voluntarily electing to take reduced energy deliveries, the Participating Contractor would receive monthly billing credits based on the purchase power component of the PDP FES rate. Participating Contractor would also receive credits for their part in reducing purchase power deficits. The process by which the Participating Contractor may voluntarily elect to reduce its energy deliveries and obtain corresponding billing credits is set forth herein.

The voluntary reduction agreement allows the city to utilize term purchases with excess load to cover a reduction in the monthly Parker-Davis allocation. The city was able to utilize a reduction of 1,239 MWhs for November 2025 and 994 MWhs for December 2025 for a total savings of \$42,787.31.

Update Reduction for Q1 Status: **CLOSED** Tip: This quarter is no longer open for Voluntary Reduction - ADMINISTRATIVE ACCESS MODE

Proposed?	Month	Exhibit A Energy MWh's	Proposed Reduced Monthly Energy MWh's	Projected Reduced Monthly Energy MWh's	Adjusted Monthly Energy MWh's	Reduction \$'s Per MWh	Maximum Monthly Energy Credit
0	Oct - 2025	1,377.000	0.000	1,542.000		\$0.00	\$9,169.70
Y	Nov - 2025	1,333.000	1,239.000	0.000	1,239.000	\$149.43	\$14,046.31
Y	Dec - 2025	1,377.000	994.000	0.000	994.000	\$75.04	\$28,741.00

Fiscal Impact: Saving in power purchasing of \$42,787.31

Environmental Impact: None

Recommended Action: Information Only

Submitted By: Rainie Torrance, Utility Manager

City Manager Approval: Patrick J Martinez

Date: 11/13/2025

Other Department Approval (when required): _____

Date: _____