



City of Needles, California Request for Commission Action

☐ CITY COUNCIL ☒ BOARD OF PUBLIC UTILITIES ☒ Regular ☐ Special

Meeting Date: April 2, 2024

Title: Western Area Power Administration (WAPA) Group Power Term Purchase
FY 25 Q1

Background: WAPA and City Staff have been monitoring the Needles load demands, anticipated weather conditions and market prices to determine the best time to transact.

On March 7, 2024 staff transacted for FY 25 Q1 July through September on and off-peak. There was savings on this term purchase from the prior year in the amount of \$1,387,887 from the prior year same term and the percentage to spot markets remains within the 10% margin.

The original request from WAPA for this term was \$2,324,913 which included premiums for the RFP. The savings of \$417,855 will be utilized towards FY 25 Q2 October – December term purchase.

TO BE WITHIN ~10% OF LOAD

MONTH	OFF PEAK	ON PEAK	TOTAL
Jul-24	\$230,994.00	\$508,248.00	\$739,242.00
Aug-24	\$208,416.00	\$541,728.00	\$750,144.00
Sep-24	\$144,648.00	\$273,024.00	\$417,672.00
Total			
>>	\$584,058.00	\$1,323,000.00	\$1,907,058.00

ACTUAL PURCHASE PRICE

MONTH	OFF PEAK	ON PEAK
Jul-24	\$ 78.25	\$ 135.75
Aug-24	\$ 83.50	\$ 156.75
Sep-24	\$ 71.75	\$ 118.50

Fiscal Impact: The term purchase cost will be applied to the power purchase account for FY25.

Environmental Impact: N/A

Recommended Action: Information Only

Submitted By: Rainie Torrance, Utility Manager

City Manager Approval: Patrick J. Martinez **Date:** 3/27/2024

Other Department Approval (when required): _____ **Date:** _____

Approved: <input type="checkbox"/>	Not Approved: <input type="checkbox"/>	Tabled: <input type="checkbox"/>	Other: <input type="checkbox"/>
Agenda Item: _____			