TO: HONORABLE CITY COUNCIL  
FROM: CITY MANAGER  DEPARTMENT: UTILITIES  
DATE: MAY 2, 2005  CMR:233:05  
SUBJECT: FROM FINANCE COMMITTEE: RECOMMENDATION TO ADOPT A RESOLUTION AUTHORIZING THE CITY OF PALO ALTO TO SUBSCRIBE TO THE CENTRAL VALLEY PROJECT CORPORATION SEASONAL EXCHANGE PROGRAM

RECOMMENDATION

Staff recommends Council authorize the City Manager to execute Participant Exhibit B (Energy Exchange Arrangements for Project Use and First Preference Support) in order to participate in the Central Valley Project Corporation (CVP Corp.) seasonal energy exchange program.

COMMITTEE REVIEW AND RECOMMENDATIONS

The Committee voted unanimously (3 to 0, Morton absent) to accept staff’s recommendation.

POLICY IMPLICATIONS

Subscribing to the Seasonal Exchange program is consistent with Primary Portfolio Planning Objective 2: Provide superior financial performance to customers and the City by maintaining a supply cost advantage compared to market cost (CMR:425:01).

ATTACHMENTS

A: Resolution approving execution of Exhibit B.  
B: Participant Exhibit B (Energy Exchange Arrangements for Project Use and First Preference Support)  
C: CMR 196:05: Recommendation For the City of Palo Alto Utilities To Subscribe to the Central Valley Project Corporation Seasonal Exchange Program  
D: Minutes from the Finance Committee meeting of April 5, 2005.
PREPARED BY: 
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Tom Kabat
Resource Originator

DEPARTMENT APPROVAL: 
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JOHN ULRICH
Director of Utilities

CITY MANAGER APPROVAL: 
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EMILY HARRISON
Assistant City Manager