

(Roll Call Vote)

RESOLUTION NO. 2017-018

RESOLUTION OF THE SOUTHERN CALIFORNIA PUBLIC POWER  
AUTHORITY APPROVING THE BUDGET FOR  
**SAN JUAN UNIT 3 PROJECT**  
FOR THE FISCAL YEAR JULY 1, 2017 THROUGH JUNE 30, 2018

BE IT RESOLVED by the Board of Directors of the Southern California Public Power Authority (the "Authority") that:

1. The budget for the San Juan Unit 3 Project for the Fiscal Year July 1, 2017 through June 30, 2018, submitted to this Board of Directors, is hereby approved. The Executive Director is hereby authorized and directed to place the budget so approved in final form, with such changes as shall be necessary or advisable to comply with the San Juan Unit 3 Project Bond Indenture and Power Sales Contracts; and the budget hereby approved, in such final form, shall constitute the Authority's Annual Budget for the San Juan Unit 3 Project for the Fiscal Year July 1, 2017 through June 30, 2018.

2. This Resolution shall become effective immediately.

THE FOREGOING RESOLUTION is approved and adopted by the Authority, this 18th day of May 2017.



PRESIDENT  
Southern California Public  
Power Authority

ATTEST:



ASSISTANT SECRETARY  
Southern California Public  
Power Authority

SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

**SAN JUAN UNIT 3**

ANNUAL BUDGET

FOR THE FISCAL YEAR

JULY 1, 2017 THROUGH JUNE 30, 2018

SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

SAN JUAN UNIT 3 PROJECT

COMPARISON OF BUDGET - FISCAL 2016-17 TO 2017-18  
(\$000's)

	<u>2016-17</u>	<u>2017-18</u>	Variance	
			\$	%
Net Debt Service	\$ 21,348	\$ -	\$ (21,348)	-100.00%
Minimum Fuel Cost	\$ 35,554	\$ 16,998	\$ (18,556)	-52.19%
Operation and Maintenance	\$ 15,996	\$ 7,998	\$ (7,998)	-50.00%
Capital Improvements	\$ 48	\$ 24	\$ (24)	-50.00%
Property Taxes	\$ 648	\$ 300	\$ (348)	-53.70%
Authority A&G	\$ 192	\$ 156	\$ (36)	-18.75%
Contingency	\$ -	\$ -	\$ -	#DIV/0!
Variable Fuel Cost	\$ -	\$ -	\$ -	#DIV/0!
<b>PROJECT TOTAL</b>	<b>\$ 73,786</b>	<b>\$ 25,476</b>	<b>\$ (48,310)</b>	<b>-65.47%</b>
Indirect A&G	\$ 876	\$ 462	\$ (414)	-47.26%
<b>TOTAL FOR BILLING</b>	<b>\$ 74,662</b>	<b>\$ 25,938</b>	<b>\$ (48,724)</b>	<b>-65.26%</b>
Estimated Scheduled Energy (MWH)	1,548,767	780,748	(768,019)	-49.59%
Total Average Unit Cost (without Indirect A&G)	\$ 0.048	\$ 0.033	\$ (0.015)	-31.51%
Interest Earnings	\$ 84	\$ -	\$ (84)	-100.00%

EXPLANATION OF VARIANCES

NOTE: **Plant closes December 31, 2017. All budget categories are billed in the first 6 months except the A&G categories which will be billed over 12 months.**

- 1 Debt Service reflects early payoff
- 2 Operation and Maintenance from plant manager's forecast - no planned outages
- 3 Capital Improvements reflects no planned outages (harvest savings)
- 4 Property Taxes based on actual bills.
- 5 Indirect A&G is SCPPA's administrative costs allocated by new methodology.
- 6 Fuel reflects new fuel deal

ANNUAL BUDGET  
 July 1, 2017 through June 30, 2018  
 Authority Interest in San Juan Unit 3 Project  
 (\$000s)

Minimum Cost Component

Variable Cost Component

Month	Minimum Cost Component									Variable Cost Component			Estimated Energy (MWh) to be Scheduled
	Net Debt Service	Minimum Fuel Cost *	Operation and Maintenance	Capital Improvements	Property Taxes	Direct A&G Expenses	Indirect A&G Expenses	Contingency	Subtotal Minimum Cost Component	Variable Fuel Cost	Subtotal Variable Cost Component	Total Cost of Power to Authority	
July	\$0	\$2,833	\$1,333	\$4	\$50	\$13	\$0	\$0	\$4,233	\$0	\$0	\$4,233	131,539
Aug	\$0	\$2,833	\$1,333	\$4	\$50	\$13	\$0	\$0	\$4,233	\$0	\$0	\$4,233	131,539
Sep	\$0	\$2,833	\$1,333	\$4	\$50	\$13	\$0	\$0	\$4,233	\$0	\$0	\$4,233	127,296
3-Month	\$0	\$8,499	\$3,999	\$12	\$150	\$39	\$0	\$0	\$12,699	\$0	\$0	\$12,699	390,374
Oct	\$0	\$2,833	\$1,333	\$4	\$50	\$13	\$0	\$0	\$4,233	\$0	\$0	\$4,233	131,539
Nov	\$0	\$2,833	\$1,333	\$4	\$50	\$13	\$0	\$0	\$4,233	\$0	\$0	\$4,233	127,296
Dec	\$0	\$2,833	\$1,333	\$4	\$50	\$13	\$0	\$0	\$4,233	\$0	\$0	\$4,233	131,539
6-Month	\$0	\$16,998	\$7,998	\$24	\$300	\$78	\$0	\$0	\$25,398	\$0	\$0	\$25,398	780,748
Jan	\$0	\$0	\$0	\$0	\$0	\$13	\$0	\$0	\$13	\$0	\$0	\$13	0
Feb	\$0	\$0	\$0	\$0	\$0	\$13	\$0	\$0	\$13	\$0	\$0	\$13	0
Mar	\$0	\$0	\$0	\$0	\$0	\$13	\$0	\$0	\$13	\$0	\$0	\$13	0
9-Month	\$0	\$16,998	\$7,998	\$24	\$300	\$117	\$0	\$0	\$25,437	\$0	\$0	\$25,437	780,748
Apr	\$0	\$0	\$0	\$0	\$0	\$13	\$0	\$0	\$13	\$0	\$0	\$13	0
May	\$0	\$0	\$0	\$0	\$0	\$13	\$0	\$0	\$13	\$0	\$0	\$13	0
Jun	\$0	\$0	\$0	\$0	\$0	\$13	\$0	\$0	\$13	\$0	\$0	\$13	0
<b>Full Year</b>	<b>\$0</b>	<b>\$16,998</b>	<b>\$7,998</b>	<b>\$24</b>	<b>\$300</b>	<b>\$156</b>	<b>\$0</b>	<b>\$0</b>	<b>\$25,476</b>	<b>\$0</b>	<b>\$0</b>	<b>\$25,476</b>	<b>780,748</b>
TOTAL FY	\$0	\$16,998	\$7,998	\$24	\$300	\$156	\$0	\$0	\$25,476	\$0	\$0	\$25,476	780,748

10-May-17

ANNUAL BUDGET  
 July 1, 2017 through June 30, 2018  
 Authority Interest in San Juan Unit 3 Project  
 (\$000s)

Month	Revenues			Total Revenues	Revenue Fund Disbursements						Total Revenue Fund Disbursements
	Minimum Cost Component	Variable Cost Component	Interest Earnings		Operating Account	Operating Reserve Subaccount	Debt Service Account	Debt Service Reserve Account	Reserve & Contingency Account	De-commissioning Account	
July	\$4,233	\$0	\$0	\$4,233	\$4,233	\$0	\$0	\$0	\$0	\$0	\$4,233
Aug	\$4,233	\$0	\$0	\$4,233	\$4,233	\$0	\$0	\$0	\$0	\$0	\$4,233
Sep	\$4,233	\$0	\$0	\$4,233	\$4,233	\$0	\$0	\$0	\$0	\$0	\$4,233
3-Month	\$12,699	\$0	\$0	\$12,699	\$12,699	\$0	\$0	\$0	\$0	\$0	\$12,699
Oct	\$4,233	\$0	\$0	\$4,233	\$4,233	\$0	\$0	\$0	\$0	\$0	\$4,233
Nov	\$4,233	\$0	\$0	\$4,233	\$4,233	\$0	\$0	\$0	\$0	\$0	\$4,233
Dec	\$4,233	\$0	\$0	\$4,233	\$4,233	\$0	\$0	\$0	\$0	\$0	\$4,233
6-Month	\$25,398	\$0	\$0	\$25,398	\$25,398	\$0	\$0	\$0	\$0	\$0	\$25,398
Jan	\$13	\$0	\$0	\$13	\$13	\$0	\$0	\$0	\$0	\$0	\$13
Feb	\$13	\$0	\$0	\$13	\$13	\$0	\$0	\$0	\$0	\$0	\$13
Mar	\$13	\$0	\$0	\$13	\$13	\$0	\$0	\$0	\$0	\$0	\$13
9-Month	\$25,437	\$0	\$0	\$25,437	\$25,437	\$0	\$0	\$0	\$0	\$0	\$25,437
Apr	\$13	\$0	\$0	\$13	\$13	\$0	\$0	\$0	\$0	\$0	\$13
May	\$13	\$0	\$0	\$13	\$13	\$0	\$0	\$0	\$0	\$0	\$13
Jun	\$13	\$0	\$0	\$13	\$13	\$0	\$0	\$0	\$0	\$0	\$13
<b>Full Year</b>	<b>\$25,476</b>	<b>\$0</b>	<b>\$0</b>	<b>\$25,476</b>	<b>\$25,476</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$25,476</b>
TOTAL FY	\$25,476	\$0	\$0	\$25,476	\$25,476	\$0	\$0	\$0	\$0	\$0	\$25,476

(\*) To be used for Capital Improvements.