

# Adoption of Resolution 23-05 to Admit Current Members of SPURR as New Members of ABAG POWER

Board of Directors Meeting  
December 11, 2023



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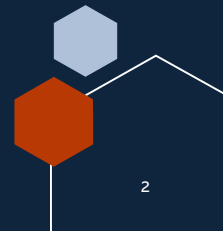
## SPURR Joint Powers Authority (JPA)

- Established 1989, per Joint Exercise of Powers Act
- Public K-12s, COEs, and CCDs may join SPURR as members
- Membership is separate than program participation
- No fees or obligations to join
- Over 300 current members
- MIG-1 credit rating on SPURR bonds



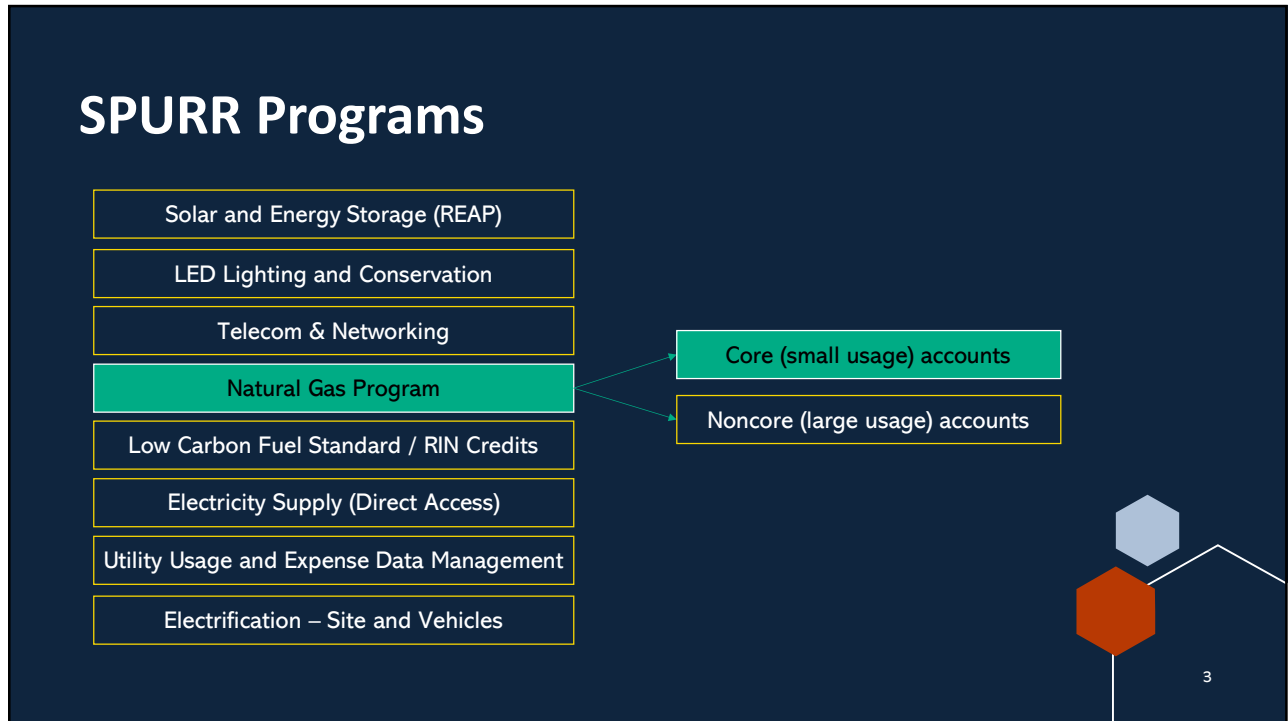
### Benefits of Participation

- Simplifies procurement
- Competitively-sourced pricing, terms, and conditions
- Advocate for customer choice
- Transparent process, results, and documentation



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## SPURR's Core Natural Gas Program

- Provides retail energy supply to more than 220 participant agencies at more than 3,500 locations
  - Primarily core accounts
- Screens Pacific Gas and Electric Company (PG&E) billing data for inconsistencies and seeks corrections
- Provides customer service and reports
- Provides market, regulatory, budgeting updates, and advice
- Passes through local transportation charges on a consolidated bill


For various reasons, SPURR will cease to provide natural gas service to core accounts on or about June 30, 2024.

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## SPURR's Request for Qualifications and Proposals (RFQP)

-  In the summer of 2023, SPURR conducted the RFQP seeking qualified vendors to provide retail natural gas commodity service for core and noncore accounts
-  SPURR evaluated responses and recommended ABAG POWER for the award of core accounts only, subject to execution of a SPURR Master Contract between SPURR and ABAG POWER
-  Based on the RFQP, SPURR recommends that current SPURR Natural Gas Program Participants with core accounts engage with ABAG POWER regarding their natural gas offering
-  As in all SPURR programs, it is up to the Participant to determine for itself whether a particular program meets its supply needs and procurement rules



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## Admittance of New Members

Benefits	Challenges
<ul style="list-style-type: none"><li>• Greater purchasing power/economies of scale due to increased gas usage</li><li>• Ability to allocate fixed expenses over a larger usage pool, resulting in a lower rate</li><li>• Larger financial reserves due to the working capital deposit requirement</li><li>• Greater likelihood of attracting additional members and serving as an attractive option for grant funding opportunities</li></ul>	<ul style="list-style-type: none"><li>• Processing up to 220 additional member contracts</li><li>• Performing initial account set up</li><li>• Performing recurring actions related to invoice generation, payment application, usage and cost validation, and account management.</li></ul>



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**Recommended Action:**  
Adopt Resolution 23-05 to admit current members of SPURR as new members of ABAG POWER, provided they meet the requirements set forth in the ABAG POWER JPA and Bylaws.

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**Thank you**

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