

EXEMPTION and ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to issuing up to \$6.767 billion in tax-exempt Power System Revenue Bonds to fund a portion of its Power System Capital Improvement Program.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. ADOPT the California Environmental Quality Act (CEQA) determinations of the Board of Water and Power Commissioners (Board) that the item is exempt from CEQA pursuant to Section 15060(c)(3) and Section 15378(b)(4) that states an activity is not subject to CEQA if the activity is not a project.
2. APPROVE Board Resolution No. 5075 which provides initial authority to the Department of Water and Power (DPW) to issue up to \$6.767 billion in tax-exempt Power System Revenue Bonds to fund a portion of its Power System Capital Improvement Program for Fiscal Years (FY) 2025-26, 2026-27, and 2027-28.

Fiscal Impact Statement: The City Administrative Officer reports that there is no General Fund impact. Approval of the proposed initial resolution authorizes the issuance of up to \$6.767 billion in Power Revenue Bonds to finance a portion of the DWP Power System Capital Improvement Program for FYs 2025-26, 2026-27, and 2027-28. At a future Board meeting, the DWP intends to present a supplemental resolution with specific terms and conditions. The total estimated fiscal impact is \$14.3 billion over 30 years, including repayment of the bonds, interest, and \$27 million of debt issuance costs. Repayment of these costs will be from the DWP Power Revenue Fund. The proposed request complies with the DWP adopted Financial Policies.

Community Impact Statement: None submitted

SUMMARY

At the meeting held on September 2, 2025, your Energy and Environment Committee considered a Board report relative to issuing up to \$6.767 billion in tax-exempt Power System Revenue Bonds to fund a portion of its Power System Capital Improvement Program.

After an opportunity for public comment, the Committee moved to approve the recommendations stated in the Board transmittal, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
NAZARIAN	YES
YAROSLAVSKY	ABSENT
JURADO	ABSENT
RAMAN	YES
PADILLA	YES

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-