SALT LAKE CITY CORPORATION  
AND ROCKY MOUNTAIN POWER  
JOINT CLEAN ENERGY COOPERATION STATEMENT

Salt Lake City Corporation ("City"), a Utah municipal corporation, and PacifiCorp dba Rocky Mountain Power, an Oregon corporation ("Company") jointly state their intention to cooperate in accordance with the below stated objectives.

I. OVERVIEW

The City is responsible for protecting the public health and safety of its residents, which includes facilitating access to clean air, dependable and affordable energy, clean water and a livable environment.

The Company is a public electric utility regulated by the Public Service Commission of the state of Utah ("PSC") with a responsibility for providing safe and reliable electrical service to its customers by means and at rates that are fair, just and reasonable as determined by the PSC.

The City has determined that meaningful reductions in pollution and greenhouse gas emissions will benefit all Salt Lake City residents, visitors, businesses and Utah as a whole, through improved public health, additional economic opportunities, long-term energy price stability and a stronger sense of community security.

The City and the Company desire to work cooperatively to support the City’s energy goals as identified herein through the use of programs and innovative technologies that may be unique to the City and will be further developed through ongoing feasibility and implementation work.

II. GOALS

The City is committed to reducing pollution and the carbon intensity of electricity used in Salt Lake City. The City has set a goal to transition to net-100% renewable energy for communitywide electricity supply by 2032. As part of this goal, the City will also transition to at least net-50% renewable energy for municipal facility operations by 2020 and achieve net-100% renewable energy for municipal facility operations by 2032.

The City desires to accelerate adoption of energy efficiency in the community and for municipal operations because the cheapest, cleanest energy is energy that is not used. This, in turn, will reduce energy costs.
The City aspires to the goal that net-cost changes, if any, to energy users within Salt Lake City associated with achieving its stated clean energy goals are reasonable. The City envisions measures to mitigate any incremental costs associated with pursuing a clean energy future to all Salt Lake City energy users with a high priority placed on preventing negative impacts to low-income residents.

The City acknowledges that net lifecycle financial impacts, including both costs and benefits associated with measures used to achieve its energy goals will benefit, and thus be the responsibility of, the City and energy users within Salt Lake City limits. The City acknowledges that the Company will require PSC approval as to terms, costs and rates relating to services provided by the Company.

The City is motivated, in part, by continuing reductions in renewable energy costs and the desire for stable long-term energy rates. The City also wishes to cooperate with the Company to develop a more resilient local energy system that rewards smart customer behavior and investments and catalyzes modern and transparent distribution system planning, while simultaneously offering significant social, health and economic co-benefits.

III. RENEWABLE ENERGY, ENERGY EFFICIENCY AND ELECTRIC VEHICLE PROJECTS

The City and the Company will strive to develop a variety of energy efficiency and renewable resource options for all energy users in Salt Lake City—residential, commercial, industrial, governmental and non-profit—to reduce carbon intensity and make significant progress towards the City’s reduced emissions and reduced energy usage goals.

The City and the Company will continue to work together on Project Skyline, assisting building owners with energy efficiency efforts through energy use data collection, benchmarking and energy efficiency programs.

The City and the Company will strive to work together on programs that may include energy efficiency, demand response, energy storage and renewable energy projects, including programs designed to provide energy users within Salt Lake City the ability to purchase the output of renewable energy facilities located within Utah.

The City and the Company will strive to jointly evaluate new technologies such as smart-grid and customer-side investments designed to allow efficient utilization of resources, reduced greenhouse gas emissions and deployment of renewable energy and electric vehicle charging infrastructure.
The City and the Company will strive to investigate options to deploy electric vehicle ("EV") infrastructure and innovative technologies to support EVs.

IV. MUNICIPAL RENEWABLE ENERGY PROJECTS

To facilitate the City’s renewable energy and carbon reduction goals for City facilities and increase and expand the City’s municipal clean energy portfolio, the City will subscribe to approximately three megawatts (3 MW) of solar energy for use at various City facilities under the Company’s Subscriber Solar Program. To the extent additional solar energy is or becomes available under the Company’s Subscriber Solar program or otherwise, the City may subscribe to additional solar energy for City facilities in the future.

The City and the Company intend to cooperate to identify additional avenues for leveraging City assets (e.g., infrastructure and property) and City and Company investments to build additional renewable energy projects to achieve the City’s municipal energy goals.

V. IMPLEMENTATION STEPS AND TIMING

The City and the Company intend to work together to develop an implementation plan outlining respective roles, processes, responsibilities, timelines, program and project development pathways and costs to achieve the goals and deliverables outlined in this Cooperation Statement. The target deadline for completion and acceptance of the initial plan by the Company and the City is March 31, 2017.

The Company desires to assist the City to develop a 10-year load forecast, to be updated as needed, setting a baseline from which work on the clean energy plan can be established.

The City and the Company intend to jointly publish an annual report by April 30 of each year, beginning in 2018, to detail status and progress towards renewable energy, energy efficiency and carbon reduction goals.

The City and the Company intend to cooperate to secure necessary authority or approvals from City residents and/or the Utah Public Service Commission for mutually agreeable projects and programs.

The City and the Company intend to work together in good faith to develop and implement projects and programs to help the City achieve its clean energy targets.
The Administration and the Company intend to work together to develop terms for a new Rocky Mountain Power franchise with a five-year term granting the Company rights and easements for use of public ways. Following finalization of this Cooperation Statement by the Administration and the Company, the Administration intends to forward the agreed-upon franchise agreement to the City Council for consideration and approval.

VI. COMMITMENT OF COOPERATION

As stated above, the City and the Company desire to work together to successfully achieve the City’s stated goals and the objectives that will be jointly developed over time. The City desires to work directly with the Company on its renewable energy supply and will not implement Community Choice Aggregation as an option over the life of this Cooperation Statement. Because of the importance of this partnership, the mayor and the CEO of the Company wish to communicate as often as necessary and will strive to meet at least annually to discuss progress and other energy related matters. If either the City or the Company has a dispute regarding progress towards objectives outlined in this Cooperation Statement or the timeliness of related implementation, the mayor and the CEO desire to be directly involved and work together to attempt to resolve whatever issues may arise.

This Cooperation Statement shall become effective upon signing by both the City and Company and will inform cooperation through the initial five-year term of the Franchise Agreement between City and Company, likely starting in 2016. Progress towards objectives stated herein will be reviewed and the Cooperation Statement may be extended in the future, with or without amendments, through a commitment by both the City and the Company.

[Signature page follows]
IN WITNESS WHEREOF, the parties to this JOINT COOPERATIVE STATEMENT have affixed their signatures:

Mayor Jacqueline M. Biskupski
Salt Lake City Corporation

Date: 8-24-16

Cindy A. Crane
President and CEO, Rocky Mountain Power

Date: 8/8/16