Colorado River Energy Distributors Association CREDA

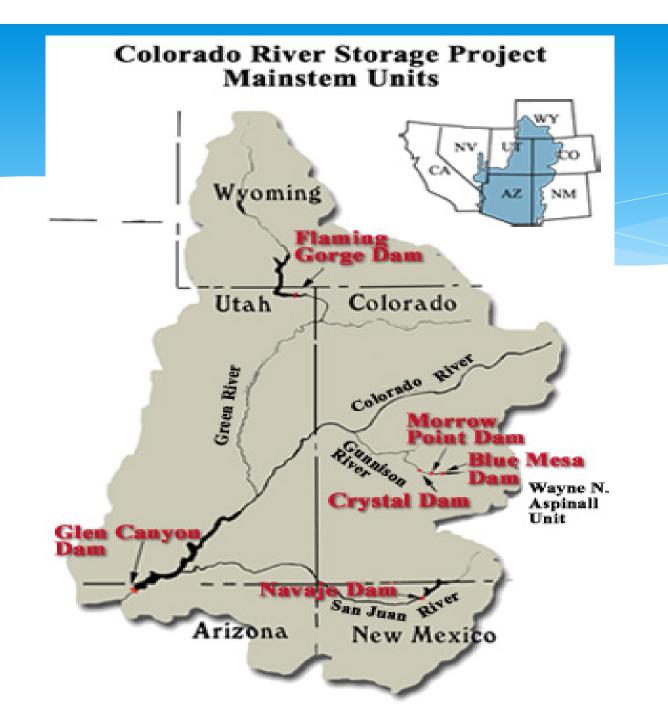
Glen Canyon Dam Adaptive Management Work Group
March 6, 2019
Tempe, Arizona



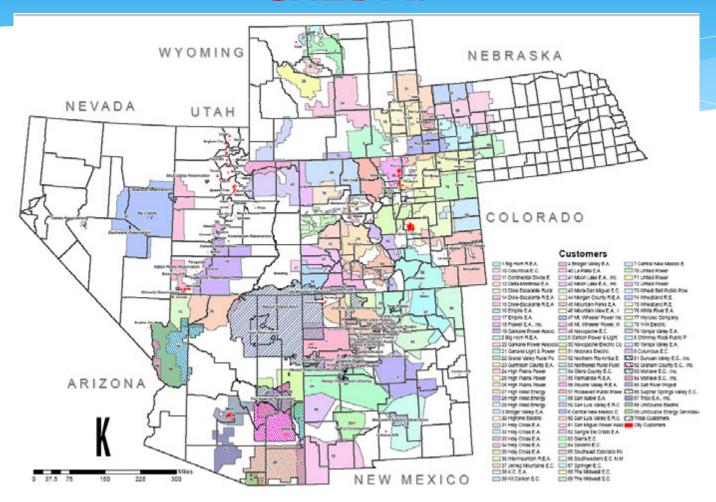
In The Beginning.....



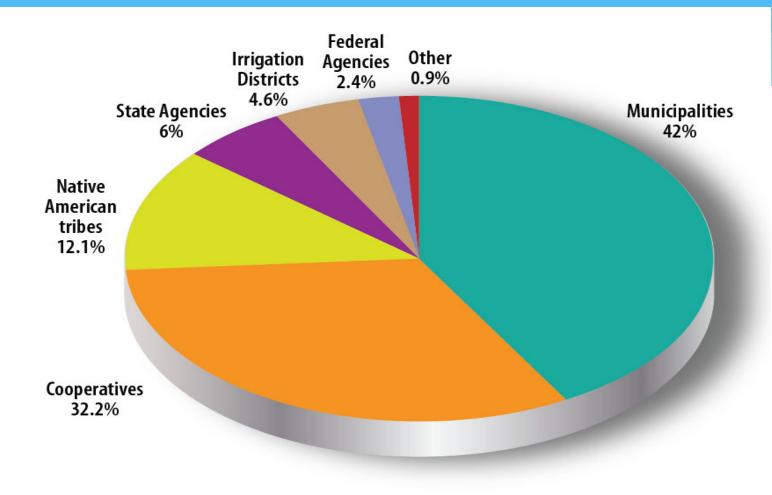
1902 and 1939 Reclamation Acts1956 Colorado River Storage Project (CRSP) Act1977 DOE Organization Act (WAPA)1978 CREDA



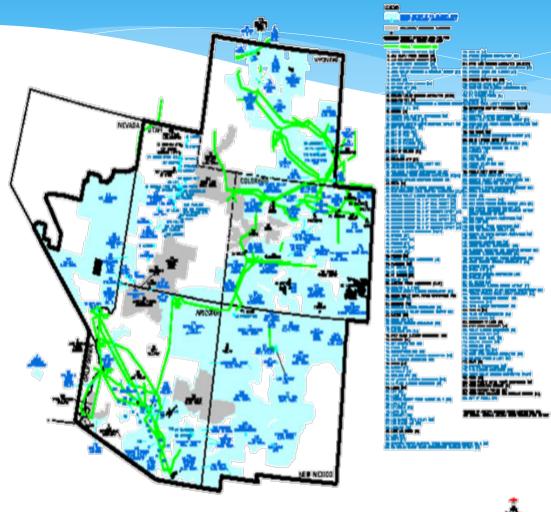
Without CRSP, There Would Be No CREDA!



Who Gets CRSP Power?



CRSP Customers/CREDA Members



Who are CREDA Members?



- Arizona Municipal Power Users Association
- Arizona Power Authority
- Arizona Power Pooling Association
- Irrigation and Electrical Districts Association
- Navajo Tribal Utility Authority (also New Mexico, Utah)
- Salt River Project



COLORADO

- City of Colorado Springs
- Intermountain Rural Electric Association
- Platte River Power Authority
- Tri-State Generation & Transmission Cooperative (also Nebraska, Wyoming and New Mexico)
- Yampa Valley Electric Association, Inc.



Municipal Energy Agency of Nebraska

- NON-PROFIT
- PreferenceCustomer
- CRSP Customer (contract with WAPA)
- Public Power/Local

Who are CREDA Members? (cont'd)



NEVADA

- Colorado River Commission of Nevada
- Silver State Energy Association



NEW MEXICO

- Farmington Electric Utility System
- Los Alamos County
- Tri-State Generation & Transmission Cooperative



UTAH

- City of Provo
- City of St. George
- South Utah Valley Electric Service District
- Utah Associated Municipal Power System
- Utah Municipal Power Agency



Wyoming Municipal Power Agency

- Obligation to Serve over 4.5 million people
- Resource Planning
- Own Renewables (Hydro, Wind, Solar, Biomass, Nuclear and Small Modular Nuclear)

CREDA's Mission

"To preserve and enhance the availability, affordability, and value of Colorado River Storage Project (CRSP) facilities while promoting responsible stewardship of the Colorado River System."

Responsible Stewardship - Flexibility and Balance are Key

"......the complex set of interests Reclamation must balance in operating the Dam. Those interests include not only the endangered species below the Dam, but also tribes in the region, the seven Colorado River basin states, large municipalities that depend on water and power from Glen Canyon Dam, agricultural interests, Grand Canyon National Park, and national energy needs at a time when clean energy production is becoming increasingly important."

What CREDA Does

- * Engages WAPA and Reclamation, who are responsible for generating and marketing CRSP resources, on rate and resource issues (affordability and availability)
- * Represents members in and provides outside expertise to environmental and industry programs (such as GCDAMP, RIP, DHS Dams Sector): biological, rate and economics, utility, and legal expertise (stewardship)
- * Maintains a strong working relationship with Congress and other regional and national organizations (APPA, NWRA, NRECA, Midwest)

From Dam to Home







Wholesale
Power From
GCD to NTUA
for Delivery to
its Retail
Customers

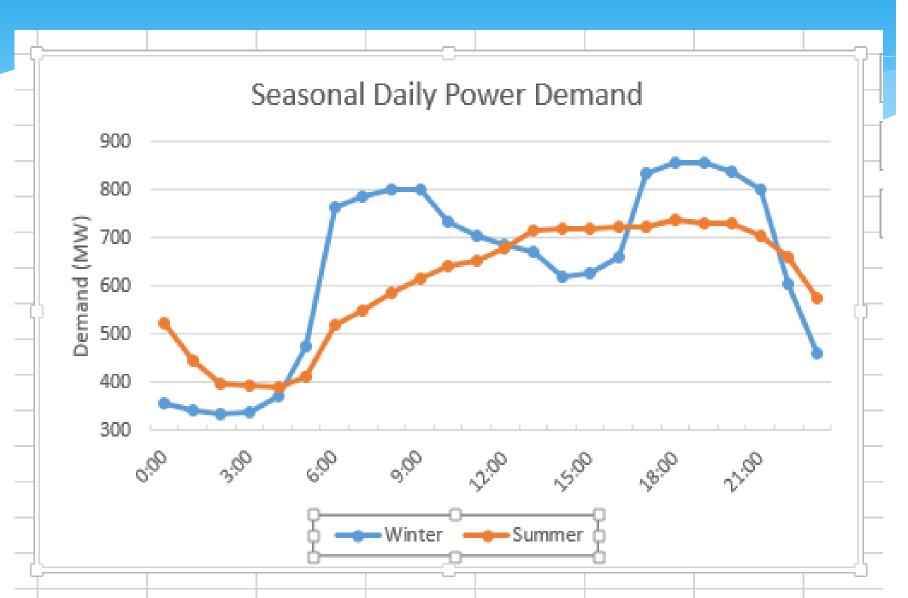
Availability and Affordability Challenges for CREDA and GCDAMP

- Drought Contingency Planning
- Long-Term Experimental and Management (LTEMP)
 EIS/ROD Implementation
- * Non-Power/Environmental Program Participation (AMP, RIP and Salinity)
- * Agency Policy/Regulatory Decisions (Local/Regional/National)
- * 3 "Cs" Court, Congress, and CRSP Regional Market and Technology Changes (Law/Politics/Hydrology/Science)

What Does GCD Have To Do With Market and Technology Changes?

- GCD has obligations to the electrical grid
- * GCD can provide black start capability in the event of an emergency
- * Intermittent resources are expanding (but they are STILL intermittent!)
- * Technology is changing how and when people use electricity (aka: FLEXIBILITY and TIMING IS EVERYTHING)
- * Carbon-free resources increasingly important

"Traditional" Demand Curves



Glen Canyon Dam Challenges Pre-ROD and Post-ROD ('96)

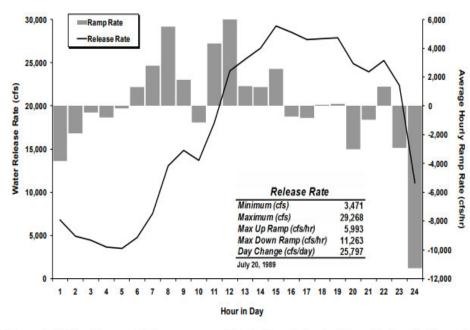


Figure 2.8 Glen Canyon Releases over a Single Day Prior to More Stringent Operating Restrictions (July 20, 1989, is shown)

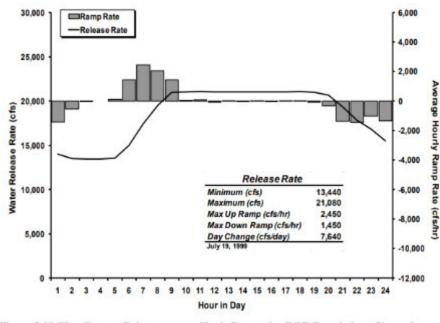


Figure 2.10 Glen Canyon Releases over a Single Day under ROD Restrictions (Normal Condition) (July 19, 1999, is shown)

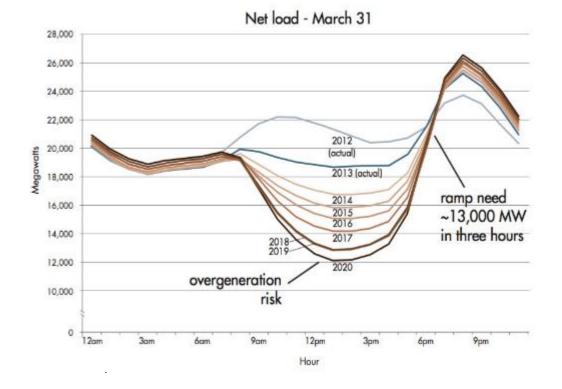
It's All About Supply and Demand, and CURVES ARE CHANGING





Intermittent Resource and New Technology Challenges

Figure 2: The duck curve shows steep ramping needs and overgeneration risk



What Do These Curves Mean for **CREDA Members/CRSP Customers?**

Availability and Affordability

*When CRSP Resource Curves Contract/Customer Curves, **WAPA/Customers Must Purchase Power**

- *Increased \$
- *Likely Not Carbon-Free
 *Market Price Curves/Volatility



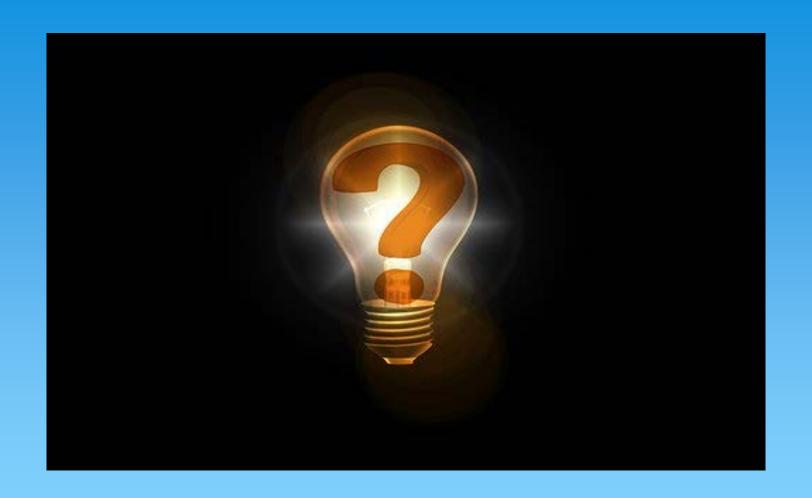
- *Serve Customers/Communities
- *Serve Shareholders/Investors
- *Commodity v. Grid Security/Reliability



"Power DFC Objectives

- Ensure continued delivery to existing customers.
- Ensure sufficient production to provide revenue support.
- Maximize capacity and energy while seeking to achieve a balance with CRE resource objectives.
- Maximize operational flexibility consistent with AMP goals and objectives.
- Maintain operational flexibility for regional system reliability and emergency operating criteria for safety and human health situations."

Source: AMWG presentation, July 26, 2010. (emphasis added)



Thank you!

BUT WAIT, THERE'S MORE!

ADDITIONAL RESOURCES/AMWG PRESENTATIONS

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*8/08/13 Lynn Jeka
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*8/27/15 Lynn Jeka

*2/24/16 Don Ostler

*2/14/18 Ted Rampton

"Who is CRSP"

"CRSP"

"History/Basin Fund"

"UAMPS/AMWG"

Leslie James

CREDA

480-477-8646

Website: creda.cc

creda@creda.cc