
CITY OF PUEBLO

MUNICIPAL ELECTRIC UTILITY FEASIBILITY STUDY

CITY COUNCIL BRIEFING

MAY 6, 2019

Presented by:

EES Consulting, Inc. (EES)
Gary Saleba, President/CEO
Howard Choy, Senior Associate

 **EES** Consulting, Inc.

A registered professional engineering and management
consulting firm with offices in Kirkland, WA; Portland, OR; and La Quinta, CA
(425) 889-2700 www.eesconsulting.com

AGENDA

- **Recap of Phase 1 Study**
- **Scope of Phase 2 Study**
- **Question/Answer Period**

RECAP OF PHASE 1

- **Objective**
- **Scope**
- **Subject Assets**
- **Analytical Construct**
- **Key Findings**
 - Municipalization is operationally and financially feasible
 - 10% - 12% retail rate discount very achievable
 - Approval process needs clarity

SUMMARY OF PHASE 2 STUDY

- **Objectives**
- **Team Members/Backgrounds**
- **Scope of Phase 2**
 - City only
 - County-wide
 - All BHE assets in State
- **Functions of Interest for Phase 2**
 - Generation
 - Transmission
 - Distribution
 - General/common

SUMMARY OF PHASE 2 STUDY (CONT'D)

■ Key Issues for Phase 2

- Load forecast
- Power supply cost/options
- Other O&M costs
- Stranded costs
- Book value of assets/fair market value
- Separation costs
- Approval process

■ Schedule

- Start ASAP
- Complete draft Phase 2 report could be by end of June 2019 if all goes well

QUESTIONS/ANSWERS