

STAFF REPORT
Lancaster Power Authority

PA CC 1
02/28/12
MVB

Date: February 28, 2012

To: Chairman Parris and Power Authority Members

From: Robert C. Neal, Director of Public Works

Subject: **Appropriation to Fund Lancaster Power Authority Expenses**

Recommendation:

Appropriate \$20,000.00 to Expense Account No. 486-4770-301, \$7,500.00 to Expense Account No. 486-4770-205, and \$2,500.00 to Expense Account No. 486-4770-308 to fund expenses related to Lancaster Power Authority activities. These expenditures will be offset by previously budgeted Power Purchase Agreement revenues.

Fiscal Impact:

The cost of expenditures related to the Lancaster Power Authority is covered by the revenues collected from its agreements.

Background:

The City has been exploring new avenues of generating revenue throughout this economic downturn. The Lancaster Power Authority was created to pursue the opportunities that exist in the renewable energy industry. There are expenses related to pursuing these opportunities that can be covered by the revenue collected. This action provides the funding to pay the related costs.

HS:lcs