

Agenda Item 03-03 Draft Benefits & Obligations Contract

Reservoir Committee and Authority Board

September 22, 2023



The Benefits & Obligations Contract

- Will serve as the **long-term commitment** of the Sites Authority to provide the Participant with its capacity rights in the Sites Reservoir system
- Represents what each Participant will need to take to its respective home board **to secure the necessary authority** to commit to its capacity share in the Sites Project

Today's Requested Action

two parts

1. Focus review of Draft 2 on:
 - Responses to comments received on Draft 1
 - Review updated Bylaws and amended Joint Powers Agreement for consistency with discussed governance approach
 - Identify any new areas of concern

2. Provide input on whether staff should commit further effort to explore comments that change policy described in the Final Adopted Guiding Principles

Comments that Would Require Changes to the Policy described in the Final Adopted Guiding Principles



How unused Conveyance Capacity would be allocated between Participants



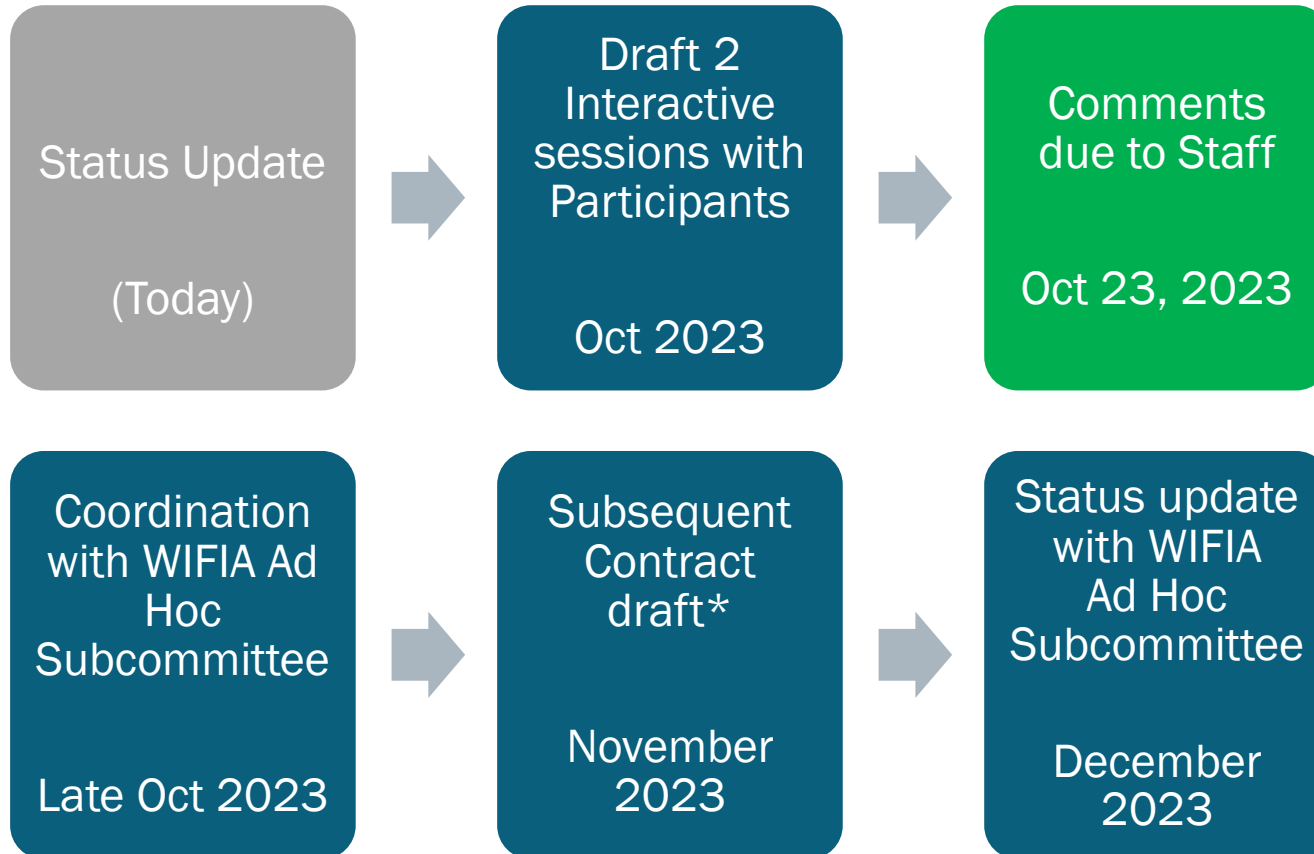
Liability of other Participants in the event of default by another Participant



Obligations of self-funding Participants with respect to the liquidity reserve

Contract development activities

target final substantially final Contract and supporting documents by mid-2024



* Ongoing development of Operations Plan Version 2, financing documents, Joint Powers Agreement, and Bylaws.

Near Term Next Steps

September 2023

- ✓ Distribution of Draft 2 Contract (with updated Joint Powers Agreement and Bylaws) to Participants (confidential, subject to common interest).

October 2023

- To be Scheduled: Interactive sessions with Participants
- By Oct 17: Participants provide comments to staff

Questions?

