

RESOLUTION NO. 2014 - 183

A RESOLUTION AUTHORIZING THE EXECUTION OF A SERVICE AGREEMENT FOR NETWORK INTEGRATION TRANSMISSION SERVICE BY AND AMONG THE OFFICE OF INTERCONNECTION OF PJM INTERCONNECTION, LLC AND VINELAND MUNICIPAL ELECTRIC UTILITY.

WHEREAS, the Director of Municipal Utilities has recommended that the City of Vineland approve and execute a PJM Network Integration Service Agreement, by and among PJM Interconnection, LLC and Vineland Municipal Electric Utility; and

WHEREAS, it is considered to be in the best interest of the City of Vineland that an Agreement be executed to allow Vineland Municipal Electric Utility to be provided with Transmission Service by the Office of the PJM Interconnection, in accordance with appropriate Tariffs;

NOW THEREFORE BE IT RESOLVED, that the execution of the Service Agreement by and among PJM Interconnection, LLC and Vineland Municipal Electric Utility, is hereby approved.

BE IT FURTHER RESOLVED, that the Mayor be and the same is hereby authorized to execute a Service Agreement for Network Integration Transmission Service by and among the Office of Interconnection of PJM Interconnection, LLC and Vineland Municipal Electric Utility.

Adopted:

President of Council

ATTEST:

City Clerk



MEMORANDUM

April 3, 2014

TO: WILLIAM E. LUTZ, BUSINESS ADMINISTRATOR

FROM: JOSEPH A. ISABELLA, DIRECTOR OF MUNICIPAL UTILITIES

SUBJECT: NETWORK INTEGRATION TRANSMISSION
SERVICE AGREEMENT (NITSA)

A handwritten signature in black ink, appearing to be "J. Isabella", written over the "FROM:" line.

Attached is the renewal paperwork for the Network Integration Transmission Service Agreement (NITSA) that needs to be executed by the Mayor. Therefore, I am requesting that a City Council Resolution be prepared for the next City Council meeting which will allow the Mayor to execute this agreement.

Thank you for your cooperation in this matter.

JAI:djb

Attachments

ATTACHMENT F

Service Agreement For Network Integration Transmission Service

- 1.0 This Service Agreement, dated as of _____, is entered into, by and between the Office of the Interconnection of PJM Interconnection, L.L.C. (the Transmission Provider) as the administrator of the Tariff, PJM Settlement Inc. ("Counterparty") as the counterparty, and Vineland Municipal Electric Utility ("Transmission Customer").
- 2.0 The Transmission Customer has been determined by the Transmission Provider to have a valid request for Network Transmission Service under the Tariff and to have satisfied the conditions for service imposed by the Tariff.
- 3.0 Service under this agreement shall commence on the later of: (1) the requested service commencement date, or (2) the date on which construction of any Direct Assignment Facilities and/or Network Upgrades are completed, or (3) such other date as it is permitted to become effective by the Commission. Service under this agreement shall terminate on such date as mutually agreed upon by the parties.
- 4.0 The Transmission Provider agrees to provide and the Transmission Customer agrees to take and pay for Network Transmission Service in accordance with the provisions of the Tariff, including the Network Operating Agreement (which is incorporated herein by reference), and this Service Agreement as they may be amended from time to time.
- 5.0 Any notice or request made to or by either Party regarding this Service Agreement shall be made to the representative of the other Party as indicated below.

Transmission Provider (on behalf of Transmission Provider and Counterparty):

PJM Interconnection, L.L.C.
955 Jefferson Avenue
Valley Forge Corporate Center
Norristown, PA 19403-2497

Transmission Customer:

Vineland Municipal Electric Utility
640 East Wood Street
P. O. Box 1508
Vineland, NJ 08362

- 6.0 The Tariff for Network Integration Transmission Service is incorporated herein and made a part hereof.

IN WITNESS WHEREOF, the Parties have caused this Service Agreement to be executed by their respective authorized officials.

Office of the Interconnection:

By: _____ Executive V.P. - Operations _____
Name: Michael J. Kormos Title Date

Counterparty:

By: _____ President _____
Name: Stanley H. Williams Title Date

Transmission Customer:

By: _____ Mayor _____
Name: Ruben Bermudez Title Date

CERTIFICATION

I, Ruben Bermudez, certify that I am a duly authorized officer of Vineland Municipal Electric Utility (Transmission Customer) and that Vineland Municipal Electric Utility (Transmission Customer) will not request service under this Service Agreement to assist an Eligible Customer to avoid the reciprocity provision of this Open-Access Transmission Tariff.

(Name)

Mayor
(Title)

Subscribed and sworn before me this ____ day of _____, _____.

(Notary Public)

My Commission expires: _____

SPECIFICATIONS FOR
NETWORK INTEGRATION TRANSMISSION SERVICE

- 1.0 Term of Transaction: **5 years**
- Start Date: **June 1, 2014**
- Termination Date: **June 1, 2019**
- 2.0 Description of capacity and/or energy to be transmitted within the PJM Region (including electric control area in which the transaction originates).
- Capacity or energy, or both, from the PJM Interconnection, L.L.C. (“PJM”) markets to serve the load of the Vineland Municipal Electric Utility.**
- 3.0 Network Resources: **Network resources from the PJM markets.**
- 4.0 Network Load: **Approximately 170 megawatts of the load of the Vineland Municipal Electric Utility.**
- 5.0 Designation of party subject to reciprocal service obligation:
- Per the applicable sections of the PJM Open Access Transmission Tariff (“Tariff”).**
- 6.0 Name(s) of any Intervening Systems providing transmission service: **None.**
- 7.0 Service under this Agreement may be subject to some combination of the charges detailed below. (The appropriate charges for individual transactions will be determined in accordance with the terms and conditions of the tariff.)
- 7.1 Embedded Cost Transmission Charge: **Per the applicable sections of the PJM Tariff.**
- 7.2 Facilities Study Charge: **Per the applicable sections of the PJM Tariff.**
- 7.3 Direct Assignment Facilities Charge: **Per the applicable sections of the PJM Tariff.**
- 7.4 Ancillary Services Charge: **Per the applicable sections of the PJM Tariff.**
- 7.5 Other Supporting Facilities Charge: **Per the applicable sections of the PJM Tariff.**