

Legislation Text

File #: ID 20-324, Version: 1

Subject:

Consider a request to approve a proposed lease to Virginia Municipal Electric Association (VMEA) of approximately 9.920 acres of land for a solar power generation facility.

Presented By: Chris Brown, city attorney

This proposed lease relates to the land on Acorn Drive that HEC purchased after receiving City Council approval on August 25, 2020. The proposed lease is comprised of a Development and Construction Term of up to one year, followed by an Operations Term of 25 years.

As proposed, HEC would lease the land to VMEA, who would then sublease the land to Virginia Electric and Power Company (Dominion). Dominion would construct and operate the solar facility.

If the lease is approved, HEC would seek VMEA's approval of a Letter Supplement to the existing power purchase agreement that would ensure HEC is the purchaser of the Net Electrical Energy Output of the facility.