

**DANE COUNTY
POLICY AND FISCAL NOTE**

| | | |
|---|---------------------------------|------------------------------------|
| <input checked="" type="checkbox"/> Original | <input type="checkbox"/> Update | Substitute No. _____ |
| Sponsor: Mike Engelberger | | Resolution No. <u>2024 RES-093</u> |
| Vote Required: Majority <input checked="" type="checkbox"/> | | Ordinance Amendment No. _____ |
| Two-Thirds <input type="checkbox"/> | 3/4 <input type="checkbox"/> | |

Title of Resolution or Ord. Amd.:

AWARD OF CONTRACT TO KWIK TRIP, INC. FOR OFFTAKE OF DANE COUNTY COMPRESSED RENEWABLE NATURAL GAS FROM LANDFILL BIOGAS FOR TRANSPORTATION FUEL

Policy Analysis Statement:

Brief Description of Proposal -

Dane County (County) and Kwik Trip desire to enter into an exclusive and transparent five (5) year relationship whereby Dane County and Kwik Trip cooperate in the generation and sale of RINs. The Agreement term will begin on January 1, 2025 and consist of: the NAESB Base Contract, the NAESB Renewable Natural Gas (RNG) Addendum, and the RIN Development and Marketing Agreement (RDMA) 6% Net RIN Proceeds and \$50,000 per yr

Current Policy or Practice -

Requires County Board approval

Impact of Adopting Proposal -

If this agreement is not executed, RINS would not be generated or sold which would result in over \$10M lost revenue for Dane County.

Fiscal Estimate:

Fiscal Effect (check all that apply) -

- No Fiscal Effect
- Results in Revenue Increase
- Results in Expenditure Increase
- Results in Revenue Decrease
- Results in Expenditure Decrease

Budget Effect (check all that apply)

- No Budget Effect
- Increases Rev. Budget
- Increases Exp. Budget
- Decreases Rev. Budget
- Decreases Exp. Budget
- Increases Position Authority
- Decreases Position Authority

Note: if any budget effect, 2/3 vote is required

Narrative/Assumptions about long range fiscal effect:

This agreement takes the place of an existing agreement with Blue Source/Anew where fees for marketing are 10% of RIN sales. The fiscal effect is an annual increase in net revenue of up to \$350,000.

Expenditure/Revenue Changes:

| | Current Year | | Annualized | | | Current Year | | Annualized | |
|----------------------|--------------|----------|------------|----------|--------------|--------------|----------|------------|----------|
| | Increase | Decrease | Increase | Decrease | | Increase | Decrease | Increase | Decrease |
| Expenditures - | | | | | Revenues - | | | | |
| Personal Services | | | | | County Taxes | | | | |
| Operating Expenses | | | | | Federal | | | | |
| Contractual Services | | | | | State | | | | |
| Capital | | | | | Other | | | | |
| Total | \$0 | \$0 | \$0 | \$0 | Total | \$0 | \$0 | \$0 | \$0 |

Personnel Impact/FTE Changes:

| |
|--|
| |
|--|

Prepared By:

| | |
|--|-----------------------------------|
| Agency: Dane County Waste and Renewables | Division: Solid Waste |
| Prepared by: Tyonna Listenbee | Date: 7/17/24 Phone: 608-219-9810 |
| Reviewed by: Chuck Hicklin | Date: 7/17/24 Phone: 608-266-4109 |