

**MERCED IRRIGATION DISTRICT
RESOLUTION NO. 2014-39**

**RESOLUTION OF MERCED IRRIGATION DISTRICT DECLINING TO ADOPT A TARGET FOR THE
PROCUREMENT OF ENERGY STORAGE SYSTEMS**

WHEREAS, in accordance with California Public Utilities Code ("PUC") Section 2836(b), the Merced Irrigation District (the 'District') has reviewed whether it is appropriate to adopt a target for the procurement of a viable and cost-effective energy storage system for use within the District; and

NOW, THEREFORE, BE IT RESOLVED THAT:

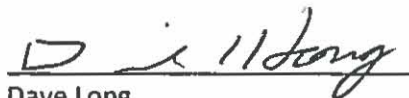
1. The Board finds and determines that since MID does not purchase renewable energy separately from the power it purchases from TID, since MID does not have direct access to, nor does it produce renewable energy for use in its electric retail system separate and apart from the power it purchases from TID, since the District is not aware of any cost-effective technologies and/or applications that have been identified for the District's operations, and since energy storage systems are generally intended to be tied to a renewable generation source, there is no purpose for implementing a procurement target for energy storage systems for use within MID's electric retail service at this time.
2. The Board finds in determines that it is in the best interests of the District to decline to set a target for energy storage procurement by the District at this time.
3. The Board directs staff to:
 - a. Continue evaluating energy storage options as technology the market for energy storage systems develops.
 - b. Evaluate the viability of programs that would provide incentives for customers that install energy storage systems.
4. The Board determines that, not less than once every three years, the Board shall reevaluate its determinations made pursuant to PUC Section 2836.

PASSED AND ADOPTED by the Board of Directors of Merced Irrigation District this 23rd day of September, 2014, by the following vote:

Ayes:	Directors:	Koehn, Long, Pellissier, Pimentel
Noes:	Directors:	None
Abstain:	Directors:	None
Absent:	Directors:	Gonzalves

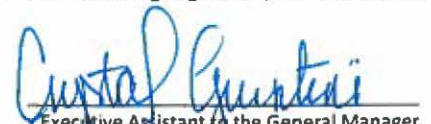


Tim Pellissier
President
Merced Irrigation District



Dave Long
Vice President/Secretary
Merced Irrigation District

I, Crystal Guintini, Executive Assistant to the General Manager of the MERCED IRRIGATION DISTRICT, do hereby CERTIFY that the foregoing is a full, true and correct copy of resolution duly adopted at a regular meeting of said Board of Directors held the 23rd day of September 2014.



Crystal Guintini
Executive Assistant to the General Manager
Merced Irrigation District