

REGULAR MEETING of the Board of Directors of the
Clean Power Alliance of Southern California
Thursday, June 6, 2019 2:00 p.m.

MINUTES

*Conference Center at Cathedral Plaza
Conference Room 6
555 W. Temple Street
Los Angeles, CA 90012*

*Ventura County Government Center
Channel Islands Conference Room
4th Floor Hall of Administration
800 South Victoria Avenue, Ventura, CA 93009*

*Calabasas City Hall
Council Conference Room
100 Civic Center Way, Calabasas, CA 91301*

*Whittier City Hall – Admin Conference Room
13230 Penn Street, Whittier, CA 90602*

I. WELCOME AND ROLL CALL

Chair Diana Mahmud called the meeting to order. Interim Board Secretary Christian Cruz conducted roll call.

Roll Call				
1	Agoura Hills	Deborah Klein Lopez	Director	Remote
2	Alhambra	Jeff Maloney	Alternate	In-Person
3	Arcadia	Sho Tay	Director	In-Person
4	Beverly Hills	Julian Gold	Director	In-Person
5	Calabasas			Absent
6	Camarillo	Tony Trembley	Director	Remote
7	Carson	Reata Kulcsar	Alternate	In-Person
8	Claremont	Corey Calaycay	Director	In-Person
9	Culver City	Charles Herbertson	Alternate	In-Person
10	Downey			Absent
11	Hawaiian Gardens	Ramie Torres	Alternate	Remote
12	Hawthorne	Alex Monteiro	Director	In-Person
13	Los Angeles County	Sheila Kuehl	Vice Chair	In-Person
14	Malibu	Christine Shen	Alternate	In-Person

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15	Manhattan Beach	Nancy Hersman	Director	In-Person
16	Moorpark	Janice Parvin	Director	Remote
17	Ojai	Johnny Johnston	Director	Remote
18	Oxnard	Carmen Ramirez	Director	In-Person
19	Paramount	Laurie Guillen	Director	Remote
20	Redondo Beach	Christian Horvath	Director	In-Person
21	Rolling Hills Estates	Steve Zuckerman	Director	In-Person
22	Santa Monica	Kevin McKeown	Director	In-Person
23	Sierra Madre	John Harabedian	Director	In-Person
24	Simi Valley	Ruth Luevanos	Director	Remote
25	South Pasadena	Diana Mahmud	Chair	In-Person
26	Temple City			Absent
27	Thousand Oaks	Helen Cox	Alternate	Remote
28	Ventura	Christy Weir	Director	Remote
29	Ventura County	Linda Parks	Vice Chair	In-Person
30	West Hollywood	Lindsey Horvath / Robyn Eason	Director / Alternate	In-Person
31	Whittier	Henry Bouchot	Director	Remote

II. GENERAL PUBLIC COMMENT

There were no general public comments.

III. CONSENT AGENDA

1. Approved Minutes from May 2, 2019 Board of Directors Meeting
2. Authorized the Executive Director to Execute an Amended and Restated Task Order No. 3 between CPA and The Energy Authority (TEA) for Power Procurement and Advisory Services
3. Approved Policy No. 10 Regarding Vendor Communications
4. Appointed One Member to the Community Advisory Committee for 2019-2020 Representing Unincorporated Los Angeles County and Removed One Member Representing the South Bay

5. Received and Filed Report from the May 9, 2019 Community Advisory Committee Meeting

Motion: Director McKeown, Santa Monica

Second: Director Calaycay, Claremont

Vote: Items 1 through 5 passed by a roll call vote, with one abstention from Whittier.

IV. CLOSED SESSION

CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION

Initiation of litigation pursuant to paragraph (4) of subdivision (d) of Government Code Section 54956.9: (1)

Direction was given, but no reportable action was taken.

V. REGULAR AGENDA

Action Items

6. Adopted Resolution No. 19-06-010 to Approve 2019 Rates for Phases 1 & 2 Non-Residential Customers, Resolution No. 19-06-011 to Approve 2019 Rates for Non-Residential Customers (Phase 4), and Resolution No. 19-06-012 to Approve 2019 Rates for Phase 3 Residential Customers

Ted Bardacke, CPA Executive Director, introduced this item, and Matt Langer, CPA COO, provided a presentation on this item. Mr. Langer discussed the Phase 4 subset customers impacted by the recurring SCE rate changes. These include customers in the TOU-8, TOU-GS-3, TOU-PA-2, and TOU-PA-3. Mr. Langer highlighted these subset customers were no longer covering their costs, due in part to the change in TOU periods. In particular, a new super off peak rate in the winter impacted these types of customers in CPA service territory. In addition, there is an impact due to the PCIA in conjunction with the ERRRA trigger. Mr. Langer pointed out that CPA staff has been proactive in reaching out to affected customers to notify them of the potential rate changes.

Director Weir mentioned that for Ventura this is a substantial increase, for their affected accounts, and if anything can be done to decrease the impact. Chair Mahmud clarified by stating that the CPA Executive Committee did discuss this particular issue, and the Committee was concerned that not accurately reflecting an allocation based on cost of service would effectively lead to other CPA customers subsidizing member agencies and may be seen negatively.

Director Torres asked for clarification on LS-1 rate premium. Mr. Langer clarified that if a City is on the LS-1, which are owned by SCE, then the overall bill premium for the Clean tier would be 11%. Director Zuckerman stated that a city could opt-out on the lighting meter accounts only, and he wanted the Board to know that is an option. Vice-Chair Parks pointed out that it is important to consider the 100% cities, and in the future help these cities with some form of assistance. Chair Mahmud clarified that the impacts on subset customers, including those at 100%, is a result of a confluence of factors that were unforeseen, and in order to provide a subsidy then other customers would be impacted. Director McKeown also clarified that CPA streetlight charges are one of the lowest and in the dollar amount the impact may not be as significant.

Director Herbertson asked what the financial impact would be if large customers opted out. Mr. Bardacke clarified that some energy that was already purchased on their behalf would need to be sold by CPA. Director Gold also commented that customers should pay for the cost of service.

Director Luevanos asked if this item needed action at this time. Mr. Bardacke stated that action needed to be taken, at this time, in order for CPA to begin recovering costs. Additionally, CPA needs to adopt the 2019/20 budget, which assumes the revenue from these rates. Finally, there is a 60 day window to opt-out, with no risk, and CPA would like to provide customers with those rates and their associated impact with as much time as possible.

Motion: Director Gold, Beverly Hills

Second: Director Ramirez, Oxnard

Vote: Item 6 was approved with the following roll call vote:

AYES:	Alhambra, Arcadia, Beverly Hills, Camarillo, Culver City, Hawaiian Gardens, Hawthorne, Malibu, Manhattan Beach, Moorpark, Ojai, Oxnard, Paramount, Redondo Beach, Rolling Hills Estates, Santa Monica, Sierra Madre, South Pasadena, West Hollywood
NOES:	Ventura City
ABSTAIN:	Agoura Hills, Carson, Simi Valley, Thousand Oaks, Ventura County
ABSENT:	Calabasas, Claremont, Downey, Los Angeles County, Temple City, Whittier

7. Approved Proposed Fiscal Year 2019/20 Budget

David McNeil, Chief Financial Officer, provided a brief presentation, stating that the budgeting process began in March 2019 and budget priorities were presented to the Board of Directors, Executive Committee, and Finance Committee. In preceding weeks both the Executive Committee and Finance Committee received and review the Draft Budget. Finally, the Finance Committee recommended the Draft Budget be moved to the Board of Directors for approval.

Mr. McNeil also provided a snapshot of CPA's major budget costs in comparison to other CCAs across the state. Director Harabedian commented that CPA should place an emphasis on providing adequate staffing levels.

Motion: Director McKeown, Santa Monica

Second: Director Horvath, Redondo Beach

Vote: Item 7 passed by a unanimous roll call vote.

VI. MANAGEMENT UPDATE

Mr. Bardacke directed the Board members to the written materials in the agenda packet for review of current topics.

VII. COMMITTEE CHAIR UPDATES

There were no additional Committee Chair updates.

VIII. BOARD MEMBER COMMENTS

There were no additional Board Member comments.

IX. REPORT FROM THE CHAIR

Chair Mahmud noted that CPA is holding its Board Retreat on June 28, the next Regular Board meeting will be on July 18, and the Board is dark in August.

X. ADJOURN

Chair Mahmud adjourned the meeting.