

MEETING of the Executive Committee of the
Clean Power Alliance of Southern California
Wednesday, June 19, 2019, 1:30 p.m.

MINUTES

555 West 5th Street, 35th Floor
Los Angeles, CA 90013

*Beverly Hills City Hall
4th Floor, Conference Room 4B
455 N. Rexford Drive, Beverly Hills, CA 90210*

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

I. WELCOME AND ROLL CALL

Chair Diana Mahmud called the meeting to order.

Roll Call				
1	Beverly Hills	Julian Gold	Director	Absent
2	Los Angeles County	Sheila Kuehl	Vice Chair	Present
3	Oxnard	Carmen Ramirez	Committee Member	Remote
4	Rolling Hills Estates	Steve Zuckerman	Committee Member	Present
5	Santa Monica	Kevin McKeown	Committee Member	Present
6	South Pasadena	Diana Mahmud	Chair	Present
7	Ventura County	Linda Parks	Vice Chair	Remote
8	West Hollywood	Lindsey Horvath	Committee Member	Remote

II. GENERAL PUBLIC COMMENT

There were no public comments.

III. CONSENT AGENDA

1. Approved Minutes from May 15, 2019 Executive Committee Meeting

Chair Mahmud noted a revision on Item 2 of the May 15 meeting minutes.

Motion: Vice Chair Kuehl, Los Angeles County

Second: Committee Member McKeown, Santa Monica

Vote: Item 1 was approved, as amended, by a unanimous roll call vote.

IV. REGULAR AGENDA

2. Received Report from the Executive Director

Ted Bardacke, Executive Director, provide an update on current operational activities at CPA. Mr. Bardacke indicated that there will be a Board business meeting during the Board retreat during which the Board will take action on at least two Power Purchase Agreements (PPAs) for long-term clean energy, possibly three. Regarding the subset of customers whose rates will be out of the designated CPA rate ranges, these customers were recently sent another letter to notify them in advance of the higher rates taking effect.

Chair Mahmud asked whether there was any further information on the reported losses by SCE this year. Matt Langer, Chief Operating Officer, stated there was undercollection by SCE in February. Currently, SCE has not raised this issue at the PUC. Chair Mahmud requested that the General Counsel provide a brief status report on current regulatory proceedings at the July Board of Directors meeting.

This item was for discussion purposes only.

3. Discussed Energy Risk Management Policy (ERMP) Amendment

Matt Langer, Chief Operating Officer, provided an overview of the proposed ERMP amendment. He notified the Committee that at this time, an amendment is needed due to a few factors. Mr. Langer highlighted the need for authorized transactions for PCC3 Renewable Energy Credit (REC) purchases. Committee Member Zuckerman asked, if substitute energy from PCC2 is another class of renewables. Mr. Langer clarified that it is not another class of renewables. Mr. Langer further clarified for the Committee

that PCC2 is considered bundled renewable energy under the law, while PCC3 is otherwise known as unbundled RECs.

With PCC3, there is a certified facility that generates renewable energy; however, PCC3 generation must have happened within the last year and it could be that the PCC3 energy generated may or may not be delivered to California. PCC3 still has a renewable energy credit associated with it, since renewable energy was generated, and someone did use that energy. Mr. Langer did note that only PCC1 will be used for 100% customers and they will not be affected by PCC3 procurement. Vice Chair Parks requested that that language be emphasized in the staff report to the Board of Directors.

Vice Chair Parks requested that staff provide a tutorial on energy markets and the different types of renewable energy purchases. Chair Mahmud asked staff to include this information at the time the Board takes action on updating CPA's Energy Risk Management Policy. Mr. Bardacke indicated this could be done for the July meeting.

Mr. Zuckerman asked whether PCC3 would affect hedging activities, and Mr. Langer responded it would not. However, separately, the RMT will be seeking approval to amend the fixed price energy hedge targets within a prompt four-quarter period. Chair Mahmud asked what gave rise to this need. Mr. Langer clarified that there is volatility in the markets which would call for a larger hedge percentage, but staff has been reviewing this for the last 6 months and with the changes to the ERMP it would be prudent to make the revisions to both the Fixed-Price Energy Targets and the New Transaction Type Approval at the same time.

This item was for discussion purposes only.

4. Staff Update on 2019 Board Retreat Planning

Ted Bardacke, Executive Director, reviewed the Board retreat format and scheduled speakers. Jennifer Ward, Director of External Affairs, specified that for the retreat there will be a local programs workshop, and staff received feedback from the previous community workshop, which will be used to better format the retreat local programs workshop portion. Vice Chair Kuehl requested that the Energy Market Restructuring breakout should also include a discussion on how to handle risk on regulatory and legislative issues.

This item was for discussion purposes only.

V. COMMITTEE MEMBER COMMENTS

Committee Member Ramirez commented on the power outages in South America and how they possibly could affect our region.

Vice Chair Kuehl commented on the regional fire threat and what the power delivery companies can do about it.

Chair Mahmud asked about SCE declaration of an emergency, and why customers may not be able to receive energy for up to two days. Mr. Langer did say, if there is an emergency energy shut off it does take a while for SCE to physically patrol the lines in the affected area before they reenergize the lines, which could be the reason for the two-day delay.

Committee Member McKeown commented on keeping the City of Santa Monica streetlights opted in to CPA, and he and City staff can be of assistance in providing support to other member agencies, as they make their decisions.

VI. ADJOURN

Chair Mahmud adjourned the meeting.