

RESOLUTION NO. 23-06-049

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
CLEAN POWER ALLIANCE OF SOUTHERN CALIFORNIA
TO APPROVE 2023 RATES FOR PHASES 3 & 5
RESIDENTIAL CUSTOMERS**

THE BOARD OF DIRECTORS OF THE CLEAN POWER ALLIANCE OF SOUTHERN CALIFORNIA DOES HEREBY FIND, RESOLVE, AND ORDER AS FOLLOWS:

WHEREAS, the Clean Power Alliance of Southern California (formerly known as Los Angeles Community Choice Energy Authority) ("Clean Power Alliance" or "CPA") was formed on June 27, 2017;

WHEREAS, on February 1, 2019, Phase 3 commenced with the enrollment of all residential customers in CPA's territory at that time, necessitating the adoption of Phase 3 residential rates;

WHEREAS, on June 1, 2020, Phase 5 commenced with the enrollment of all customers in Westlake Village, necessitating the adoption of Phase 5 residential rates;

WHEREAS, on December 7, 2020, the Board approved the Power Share Tariff which would provide a 20 percent discount to eligible customers on their generation and delivery charges and require that Power Share rates be adjusted to maintain the 20 percent discount whenever the otherwise applicable CPA or SCE rates change; and authorized the Chief Executive Officer to change the rates to maintain the 20 percent discount;

WHEREAS, on May 4, 2023, the Board approved a FY 2023-2024 rate setting approach that based on representative customer load profiles and customer usage:

- a. Set the CPA target rate product differential between 100% Green Power rate product and Clean Power rate product to 4% and the target price differential between 100% Green Power rate product and Lean Power rate product to 5% as informed by CPA's projected FY 2023-24 cost of service (COS),
- b. Direct staff to develop rates for each of CPA's three rate products for residential and small and medium business customers¹ such that the 100% Green rate product targets at a 3% total bill premium compared to Southern California Edison ("SCE") base rates as of March 1, 2023, Clean Power at a 1% total bill discount target compared to SCE base rates as of March 1, 2023, and Lean Power at a 2% total bill discount target compared to SCE base rates as of March 1, 2023, for customers on the 2018 Power

¹ Small and medium businesses are considered to be on the TOU-GS-1 and TOU-GS-2 rate schedules.

Charge Indifference Adjustment vintage,

- c. Update rates for large commercial, pumping and agriculture, and streetlighting customer² rate classes ("Subset Customers") to reflect CPA's projected FY 2023-24 COS, and,
- d. Set total bill comparisons for customers in the cities of Hermosa Beach, Monrovia, and Santa Paula at the same total bill comparison levels as customers of the current member agencies.

(subsections (a)-(d) are collectively referred to as "Rate Setting Approach")

WHEREAS, staff anticipates that SCE will change its rates or charges effective June 1, 2023, and recognizes that SCE may change its rates from time to time, which can impact Power Share rates requiring CPA to make corresponding changes.

NOW THEREFORE, BE IT DETERMINED, ORDERED, AND RESOLVED, BY THE BOARD OF DIRECTORS OF THE CLEAN POWER ALLIANCE OF SOUTHERN CALIFORNIA THAT:

1. The Rate Setting Approach for FY 2023-2024 will apply to all rates for Phases 3 and 5 customers.
2. The proposed Phases 3 & 5 rate schedules as presented in Exhibit A are hereby approved effective July 1, 2023.
3. The proposed Phases 3 & 5 rate schedules for CARE, FERA, and Medical Baseline customers as presented in Exhibit B are hereby approved effective July 1, 2023.
4. The proposed Power Share Rates for Phases 3 and 5 as presented in Exhibit C are hereby approved effective July 1, 2023, and the Chief Executive Officer is delegated authority to amend Power Share Rates from time to time.

APPROVED AND ADOPTED this 1st day of June 2023.



Julian Gold, Chair

ATTEST:



Gabriela Monzon, Secretary

² Subset Customers are on TOU-8 and TOU-GS-3 rate classes for Phase 1 and 2 customers in Rolling Hills Estates, South Pasadena, and unincorporated Los Angeles County; and TOU-8, TOU-GS-3, TOU-PA-2, TOU-PA-3, and LS-1 rate classes for customers in the other parts of CPA's service territory.