

RESOLUTION NO. 24-12-078

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CLEAN POWER ALLIANCE OF SOUTHERN CALIFORNIA TO APPROVE FISCAL YEAR 2025-2026 RATE SETTING APPROACH FOR PHASE 7 CUSTOMERS RESIDING IN THE CITIES OF LA CANADA FLINTRIDGE, LYNWOOD, AND PORT HUENEME (“PHASE 7 CUSTOMERS”) AND AUTHORIZING CHIEF EXECUTIVE OFFICER TO UPDATE PHASE 7 CUSTOMERS RATES CONSISTENT WITH THE RATE SETTING APPROACH THROUGHOUT FY 2025/26

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 October 1, 2025, Phase 7 will commence with the enrollment of all eligible customers in the cities of La Cañada Flintridge, Lynwood, and Port Hueneme (“New Communities” or “Phase 7”), necessitating the setting of a ratemaking approach for Phase 7 customers so that these communities may have a preview of the impact of CPA rates on electricity bills prior to selection of their communities’ preferred CPA energy option, consistent messaging to New Communities during the onboarding process, and predictable choices for new customers prior to and during the launch of CPA service;

WHEREAS, the Board finds that the following Fiscal Year 2025-2026 Phase 7 rate setting approach (“Rate Setting Approach”) will provide customers in the New Communities with predictable and competitive rates prior to and during launch of service in October 2025:

- (a) Set residential and small/medium business¹ rates such that total bill comparisons are at a 1% discount to SCE for Lean Power, a 0% discount (parity) for Clean Power, and a 5% premium for 100% Green Power, which is designed to cover the customers’ cost of service and contribute to CPA’s financial goals.
- (b) Set subset rates² for the new communities such that total bill comparisons for each subset rate schedule do not exceed the levels as of July 1, 2024, which is designed to cover the subset customers’ cost of service and contribute to CPA’s financial goals.

¹ Small/medium business rates include TOU-GS-1, TOU-GS-2, TOU-EV-7, TOU-EV-8, TOU-EV-9, and WTR rate schedules.

² Subset rates include all TOU-GS-3, TOU-8, TOU-PA-2, TOU-PA-3, LS-1 and LS-2 rate schedules.

WHEREAS, the Board recognizes it is anticipated that SCE and PCIA rates will change effective January 1, 2025, and a few times thereafter, which can impact Phase 7 customer total bill comparisons and CPA's competitiveness with SCE, requiring CPA to make corresponding rate changes to maintain the Rate Setting Approach for these customers.

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 2025-2026 will apply to all Phase 7 customers based on their applicable rate.
2. The Chief Executive Officer is authorized to update Phase 7 rates, as needed whenever SCE and/or PCIA rates change, to maintain the Rate Setting Approach throughout FY 2025-2026.

APPROVED AND ADOPTED this 5th day of December 2024.



Deborah Klein Lopez, Chair

ATTEST:



Gabriela Monzon, Secretary