

**SAN DIEGO COMMUNITY POWER (SDCP)
BOARD OF DIRECTORS**
San Diego City Administration Building, 12 Floor
202 "C" Street
San Diego, CA 92101

MINUTES

January 30, 2020

The Board minutes are prepared and ordered to correspond to the Board Agenda. Agenda Items can be taken out of order during the meeting.

The Agenda Items were considered in the order presented.

CALL TO ORDER

Chair Mosca called the SDCP Board of Directors meeting to order at 5:03 p.m.

PLEDGE OF ALLEGIANCE

Board Member West (Imperial Beach) led the Pledge of Allegiance.

ROLL CALL

PRESENT: Chair Mosca (Encinitas), Vice Chair Padilla (Chula Vista) arrived at 5:10 p.m., Board Member Baber (La Mesa), Board Member Montgomery (San Diego), and Board Member West (Imperial Beach)

ABSENT: None

Also Present: Interim Executive Officer Hooven, General Counsel Baron, Interim Board Clerk Wiegelman

ITEMS TO BE ADDED, WITHDRAWN OR REORDERED ON THE AGENDA

There were no additions or deletions to the agenda.

PUBLIC COMMENTS

Karl Aldinger, San Diego Green New Deal, spoke on opposing San Diego Gas and Electric's (SDG&E) proposal to increase the minimum bill and add a fixed charge to all ratepayers' bills.

Matthew Vasilakis, Climate Action Campaign, encouraged the Board to monitor and engage in the ongoing efforts by the City of San Diego to develop a twenty-first century clean energy system via its franchise agreement.

Joyce Lane, San Diego 350, spoke regarding SDG&E's minimum bill and fixed fee increase proposal.

CONSENT AGENDA

1. MEETING MINUTES

ACTION: Motioned by Board Member Montgomery (San Diego) and seconded by Board Member West (Imperial Beach) to approve the minutes for the San Diego Community Power Board of Directors meetings held Thursday, November 21, 2019 and Monday, December 9, 2019. The motion carried by the following vote:

Vote: 4-0

Yes: Chair Mosca (Encinitas), Board Member Baber (La Mesa), Board Member Montgomery (San Diego), and Board Member West (Imperial Beach)

No: None

Abstained: None

Absent: Vice Chair Padilla (Chula Vista)

Vice Chair Padilla (Chula Vista) arrived at 5:10 p.m.

REGULAR AGENDA

2. OPERATIONS AND ADMINISTRATION REPORT FROM THE INTERIM EXECUTIVE OFFICER

Interim Executive Officer Hooven said the meeting location may change to the committee room and provided an update on the status of the various RFPs, the memorandums of understanding with the City of San Diego and City of La Mesa for support services, and staff discussions with SDG&E.

Board questions and comments ensued.

Shawn Marshall, Executive Director, Lean Energy US, reported on the SDCP executive recruitment efforts and said staff recommended the Board approve the formation of an ad-hoc executive search committee and authorize the Interim Executive Officer and/or Board Chair to enter into an executive recruitment contract in an amount not to exceed \$80,000.

Board questions and comments continued.

ACTION: Following Board discussion, it was the consensus of the Board to appoint Chair Mosca (Encinitas) and Vice Chair Padilla (Chula Vista) to the Ad-hoc Executive Search Subcommittee for the purpose of assisting Shawn Marshall with the recruitment of the San Diego Community Power Executive Officer.

Following the vote on Item 3, the Board returned to Item 2 to consider the second component of the staff recommendation for Item 2.

Shawn Marshall, Executive Director, Lean Energy US, explained the purpose for authorizing the Interim Executive Officer and/or Board Chair to enter into an executive recruitment contract in an amount not to exceed \$80,000.

ACTION: Motioned by Board Member West (Imperial Beach) and seconded by Chair Mosca (Encinitas) to authorize the Interim Executive Officer and/or Board Chair to enter into an executive recruitment contract in an amount not to exceed \$80,000. The motion carried by the following vote:

Vote: 5-0

Yes: Chair Mosca (Encinitas), Vice Chair Padilla (Chula Vista), Board Member Baber (La Mesa), Board Member Montgomery (San Diego), and Board Member West (Imperial Beach)

No: None

Abstained: None

Absent: None

3. FORMATION OF THE COMMUNITY ADVISORY COMMITTEE: APPROVAL OF MEMBERSHIP CRITERIA AND TERMS, APPLICATION FORM, COMMITTEE PURPOSE AND SCOPE

Interim Executive Officer Hooven provided an overview of the Community Advisory Committee's (CAC) proposed membership criteria and terms, purpose and scope, application form, and selection process.

Board questions and comments ensued.

Erika Morgan, City of San Diego resident, California Alliance for Community Energy, spoke in support of staff's recommendation on the formation of the CAC with changes.

Joyce Lane, San Diego 350, spoke regarding the proposed CAC membership criteria and recruitment process.

Matthew Vasilakis, Climate Action Campaign, spoke regarding the proposed CAC membership criteria.

General Counsel Baron read the CAC requirements as written in the Joint Powers Authority (JPA) Agreement.

Interim Executive Officer Hooven explained the support CAC would receive from SDCP staff.

Board questions and comments continued.

ACTION: Motioned by Vice Chair Padilla (Chula Vista) and seconded by Chair Mosca (Encinitas) to approve: (1) the Community Advisory Committee (CAC) Membership Criteria and Terms with the primary qualifier being that members reside within one of SDCP's five-member cities: Chula Vista, Encinitas, Imperial Beach, La Mesa and San Diego; (2) the CAC Application Form and Selection; and (3) the CAC Purpose and Scope with the following amendments: (a) add aspirational language such as a robust value statement focused on diversity; (b) have the annual work plan align with the CAC Scope provided by the Board and the Board's Strategic Goals; and (c) further clarify the CAC's mission. The motion carried by the following vote:

Vote: 5-0

Yes: Chair Mosca (Encinitas), Vice Chair Padilla (Chula Vista), Board Member Baber (La Mesa), Board Member Montgomery (San Diego), and Board Member West (Imperial Beach)

No: None

Abstained: None

Absent: None

4. FORMATION OF THE FINANCE AND RISK MANAGEMENT COMMITTEE

Interim Executive Officer Hooven reviewed the primary purpose of the Finance and Risk Management Committee and said staff recommended the Board: (1) appoint two Board Members to serve on the Finance and Risk Management Committee for a one-year term; and (2) approve the expansion of the scope of the Finance and Risk Management Committee to include energy risk management.

Board questions and comments ensued.

General Counsel Baron read the Finance and Risk Management Committee requirements as written in the JPA Agreement.

Board questions and comments continued.

ACTION: Following Board discussion, it was the consensus of the Board to send the item back to staff for further clarification on the language of the JPA Agreement as it relates to the role of alternates and the Finance and Risk Management Committee.

5. UPDATE ON THE IMPLEMENTATION TIMELINE, INCLUDING POLICY ADOPTION SCHEDULE

Interim Executive Officer Hooven provided an update on the implementation timeline and policy adoption schedule for the operations of SDCP.

Board questions and comments ensued.

Erika Morgan, City of San Diego resident, California Alliance for Community Energy, spoke regarding concerns with the implementation timeline.

Following Board questions and comments, no action was taken.

6. DISCUSSION OF AMENDMENTS TO SDCP JOINT POWERS AUTHORITY (JPA) AGREEMENT

Vice Chair Padilla (Chula Vista) reviewed the JPA Agreement amendments proposed by Sierra Club and International Brotherhood of Electrical Workers (IBEW) Local 569.

General Counsel Baron reviewed the JPA Agreement amendment process and provided the four options available for implementing the proposed amendments: (1) amend the JPA Agreement; (2) adopt operating procedures or bylaws; (3) adopt resolution(s); or (4) proceed with an informal policy without a formal document.

Board questions and comments ensued

Gretchen Newsom, IBEW Local 569, spoke on the purpose and in support of the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569.

Rick Bates, Unite Here Local 30, spoke in support of the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569.

Cody Petterson, San Diego County Democrats for Environmental Action, spoke in support of the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569.

Erika Morgan, City of San Diego resident, California Alliance for Community Energy, spoke on concerns with the JPA Agreement as written and requested the JPA Agreement be amended to make the exclusion of nuclear power complete and infallible.

Eddie Price, San Diego Urban and Sustainability Coalition, spoke regarding concerns with the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569 and on communities of concern.

Lane Sherman, San Diego Energy District, spoke on nuclear power and in support of the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569.

Shawn Marshall, Executive Director, Lean Energy US, commented on how other Community Choice Aggregations managed the matters presented in the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569. Shawn Marshall, Executive Director, Lean Energy US, explained the impact the proposed amendments would have on the SDCP Integrated Resource Plan.

Board questions and comments continued.

ACTION: Motioned by Vice Chair Padilla (Chula Vista) and seconded by Board Member West (Imperial Beach) to direct staff to return in 60 days with draft amendments consistent with the JPA Agreement amendments proposed by Sierra Club and IBEW Local 569 for consideration by the Board. – WITHDRAWN

Board questions and comments continued.

Vice Chair Padilla (Chula Vista) withdrew his motion due to lack of support.

ACTION: Following Board discussion, it was the consensus of the Board to direct staff to accelerate policies on workforce, communities of concerns, and nuclear power.

7. UPDATE ON ENERGY REGULATORY AFFAIRS FROM TOSDAL, APC

Ty Tosdal, Tosdal APC, provided an update on energy regulatory affairs as they relate to the interests of SDCP.

Board questions and comments ensued.

ACTION: Following Board discussion, it was the consensus of the Board to direct Ty Tosdal, Tosdal APC, on behalf of SDCP, to oppose SDG&E's proposal to increase the minimum bill and add a fixed charge to all ratepayers' bills.

Brenna Alexander, Sullivan Solar Power, spoke regarding SDG&E's minimum bill and fixed fee increase proposal.

Following Board questions and comments, no action was taken.

DIRECTOR COMMENTS

There were no comments.

REPORTS BY MANAGEMENT AND GENERAL COUNSEL

There were no reports.

ADJOURNMENT

Chair Mosca (Encinitas) adjourned the meeting at 7:33 p.m.

Megan Wiegelman, CMC
Interim Board Clerk