



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

MINUTES

December 16, 2021

This meeting was conducted utilizing teleconferencing and electronic means consistent with Government Code Section 54953, as amended by Assembly Bill 361, in relation to the COVID-19 State of Emergency and recommended social distancing measures.

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.

WELCOME

CALL TO ORDER

Chair Mosca (Encinitas) called the SDCP Board of Directors meeting to order at 5:04 p.m.

PLEDGE OF ALLEGIANCE

Chair Mosca (Encinitas) led the Pledge of Allegiance.

CEREMONIAL OATH OF OFFICE

Executive Assistant/Assistant Board Clerk Isley administered the Oath of Office to Director Terra Lawson-Remer (San Diego County) and Director Alejandra Sotelo-Solis (National City).

ROLL CALL

PRESENT: Chair Mosca (Encinitas), Alternate Director Aguirre (Imperial Beach), Alternate Director Humora (La Mesa), Director Lawson-Remer (San Diego County), Director Montgomery Steppe (San Diego), and Director Sotelo-Solis (National City)

ABSENT: Vice Chair Padilla (Chula Vista), Director Baber (La Mesa), and Director Dedina (Imperial Beach)

Also Present: Interim Chief Executive Officer (“CEO”) Carnahan, Chief Operating Officer (“COO”) Hoover, General Counsel Baron, Interim Board Clerk Wiegelman

REPORT FROM CLOSED SESSION

General Counsel Baron announced there were no reportable actions from Closed Session.

ITEMS TO BE ADDED, WITHDRAWN, OR REORDERED ON THE AGENDA

There were no items to be added, withdrawn, or reordered.

PUBLIC COMMENTS

Bill Teter spoke regarding cost and rate transparency.

Eddie Price, Community Advisory Committee (“CAC”) Chair, spoke regarding the relationship between the SDCP Board of Directors and the CAC.

Matthew Vasilakis, Climate Action Campaign, welcomed the new SDCP Directors and thanked Director Montgomery Steppe for her work on the Board.

CONSENT CALENDAR

(Items 1 through 8)

1. Approval of Findings to Continue Holding Remote/Teleconference Meetings Pursuant to Assembly Bill 361

Approved.

2. Approval of 2022 Board Meeting Schedule

Approved with the following changes: (1) the January 13, 2022 Special meeting date and January 27, 2022 Regular meeting date were removed and replaced with a January 20, 2022 meeting date; and (2) the January 28, 2022 Strategic Planning workshop was removed with the new date to be determined.

3. Receive and File Treasurer’s Report for Period Ending 10/31/2021

Received and filed.

4. Amend Community Advisory Committee (CAC) Membership Terms and Criteria, Membership Application, and Receive Update on Application Timeline and Appointment

Approved.

5. Approval of Renewable Energy Self-Generation Bill Credit Transfer (RES-BCT) Tariff

Approved.

6. Update on Back Office Metrics/Dashboard

Received and filed.

7. Approval of Remainder of Delinquency Policy for Customers

Approved.

8. Approval of Amendment to the SDCP Energy Risk Management Policy to Authorize the CEO to Approve and Execute Administrative Amendments to Power Contracts

Approved.

ACTION: Motioned by Director Montgomery Steppe (San Diego) and seconded by Director Sotelo-Solis (National City) to approve Consent Calendar Items 1 through 8. The motion carried by the following vote:

Vote: 6-0

Yes: Chair Mosca (Encinitas), Alternate Director Aguirre (Imperial Beach), Alternate Director Humora (La Mesa), Director Lawson-Remer (San Diego County), Director Montgomery Steppe (San Diego), and Director Sotelo-Solis (National City)

No: None

Abstained: None

Absent: Chula Vista

INFORMATION REPORTS / UPDATES

9. Update on CEO Search Ad Hoc Committee Efforts

Interim CEO Carnahan provided an update on the CEO recruitment process and the proceedings of the CEO Search Ad Hoc Subcommittee and Alliance Resource Consulting firm.

Board questions and comments ensued.

Matthew Vasilakis, Climate Action Campaign, spoke on adding the San Diego County or National City SDCP Director to the CEO Search Ad Hoc Subcommittee.

City Clerk Wiegelman read aloud the first 400 words of the emailed public comments submitted prior to the start of the Board meeting.

Joyce Lane submitted a comment on adding the San Diego County or National City SDCP Director to the CEO Search Ad Hoc Subcommittee and selecting a CEO familiar with the San Diego region.

Following Board questions and comments, no action was taken.

10. Operations and Administration Report from the Interim Chief Executive Officer

Data Analytics and Account Services Director Utouh announced the following new hires:

- Carly Newman, Account Services Analyst
- Ryan Hanke, Data and Systems Analyst

Following Board questions and comments, no action was taken.

11. Update on Regulatory and Legislative Affairs

Regulatory and Legislative Affairs Director Fernandez provided an update on the San Diego Gas and Electric (“SDG&E”) Energy Resources Recovery Account (“ERRA”) Forecast Application Proposed Decision and the Net Energy Metering (NEM) proposed decision issued Monday, December 13, 2021.

Tara Hammond, CAC Vice Chair, spoke regarding the impacts the proposed NEM 3.0 tariff would have on rooftop solar.

Following Board questions and comments, no action was taken.

12. Update on Power Resources and Local Renewable Energy and Energy Storage Request for Information

Power Resources Director Vosburg and Power Services Portfolio Manager Williams provided an overview of the local request for information (“RFI”), highlighting the timeline, technology, location, initial date of delivery, term of agreement, initial response, and next steps.

Following Board questions and comments, no action was taken.

REGULAR AGENDA

13. Approval of Amended and Restated Joint Powers Agreement and Bylaw Revisions

General Counsel Baron outlined the history of the Joint Powers Agreement (“JPA”) and reviewed the procedures for amending the JPA or Bylaws. General Counsel Baron gave an overview of the proposed amendments.

Matthew Vasilakis, CAC Member, spoke regarding the omission of the CAC’s recommended JPA amendments.

Eddie Price, CAC Chair, spoke regarding the omission of the CAC’s recommended JPA amendments.

Cristina Marquez, IBEW Local 569, urged SDCP to open discussions to amend the Inclusive and Sustainable Workforce policy and to develop a bid evaluation scoring criteria to include in SDCP's solicitation process.

Tara Hammond, CAC Vice Chair, spoke on amending the JPA to allow all qualified applicants the opportunity to apply.

City Clerk Wiegelman read aloud the first 400 words of the emailed public comments submitted prior to the start of the Board meeting.

Joyce Lane submitted a comment on amending the JPA to allow all qualified applicants the opportunity to apply.

Karina Gonzalez submitted a comment on amending the JPA to allow all qualified applicants the opportunity to apply and hiring a CEO local to and familiar with the San Diego region.

Board questions and comments ensued.

ACTION: Motioned by Director Montgomery Steppe (San Diego) and seconded by Director Aguirre (Imperial Beach) to approve the amended and restated Joint Powers Agreement ("JPA") and conforming revisions to the Bylaws, with the exception of the proposed amendment to the Voting Shares Vote, thus maintaining the original JPA language for Section 4.11.2. The motion carried by the following vote:

Vote: 6-0

Yes: Chair Mosca (Encinitas), Alternate Director Aguirre (Imperial Beach), Alternate Director Humora (La Mesa), Director Lawson-Remer (San Diego County), Director Montgomery Steppe (San Diego), and Director Sotelo-Solis (National City)

No: None

Abstained: None

Absent: Chula Vista

14. Approval of Renewable Power Purchase Agreement with Duran Mesa, LLC

Power Resources Director Vosburg gave an overview of the Long-term Renewable Portfolio Standard ("RPS") requirements, the 2020 Long-term RPS Renewable Energy Request for Offers ("RFO") timeline, and the 2020 Long-term RPS RFO projects. Power Resources Director Vosburg provided background on Pattern Energy Group LP and reviewed the proposed Duran Mesa, LLC project and contract.

Board questions and comments ensued.

Cristina Marquez, IBEW Local 569, spoke in opposition to the Renewable Power Purchase Agreement with Duran Mesa, LLC.

Board questions and comments continued.

ACTION: Motioned by Director Montgomery Steppe (San Diego) and seconded by Alternate Director Humora (La Mesa) to approve the Renewable Power Purchase Agreement with Duran Mesa, LLC. The motion carried by the following vote:

Vote: 6-0

Yes: Chair Mosca (Encinitas), Alternate Director Aguirre (Imperial Beach), Alternate Director Humora (La Mesa), Director Lawson-Remer (San Diego County), Director Montgomery Steppe (San Diego), and Director Sotelo-Solis (National City)
No: None
Abstained: None
Absent: Chula Vista

15. Approval of Updates to the Feed-in-Tariff (FIT) Schedule and Delegate Authority to Interim Chief Executive Officer or their Designee to Execute and Amend the FIT Power Purchase Agreements

Program Manager Lomeli provided background on the FIT Schedule and reviewed the current approved FIT program. Program Manager Lomeli gave an overview of the proposed changes to the FIT program, the goal of the proposed changes to the FIT program, the program capacity and standard pricing, the reservation security deposit, the development security deposit, and the performance security deposit. Power Manager Lomeli summarized the CAC's input on the FIT program.

Board questions and comments ensued.

Eddie Price, CAC Chair, spoke regarding the January 2021 update to the Inclusive and Sustainable Workforce policy.

Hillary Hebert, Cleantech San Diego, spoke in support of the FIT program.

David Harris, CAC Member, spoke in support of the FIT program but voiced concerns with the total cost of the program and the possibility of local projects importing renewable natural gas, biogas or biodiesel from another county or state.

ACTION: Motioned by Director Montgomery Steppe (San Diego) and seconded by Chair Mosca (Encinitas) to approve the Feed-in-Tariff (FIT) Schedule and delegate authority to Interim CEO or their designee to execute the FIT Power Purchase Agreement. The motion carried by the following vote:

Vote: 5-0

Yes: Chair Mosca (Encinitas), Alternate Director Aguirre (Imperial Beach), Alternate Director Humora (La Mesa), Director Montgomery Steppe (San Diego), and Director Sotelo-Solis (National City)
No: None
Abstained: None
Absent: Chula Vista; Director Lawson-Remer (San Diego County)

16. Update on 2022 Rate/Power Charge Indifference Adjustment (PCIA) Projected Changes

COO Hooven and Data Analytics and Account Services Director Utouh provided an overview of the rate setting process, the 2021/2022 rates timeline, the 2022 bundled commodity rate and PCIA projections, the proforma and competitiveness impacts; the 2022 rate setting mechanics, and the next steps in the rate and PCIA process.

Following Board questions and comments, no action was taken.

REPORTS BY MANAGEMENT AND GENERAL COUNSEL

Interim CEO Carnahan announced SDCP would be closed from December 25, 2021 through January 1, 2022.

DIRECTOR COMMENTS

Chair Mosca (Encinitas) thanked Director Montgomery Steppe (San Diego) for her time and efforts with SDCP.

Director Montgomery Steppe (San Diego) thanked her colleagues, SDCP staff, and the community.

Director Sotelo-Solis (National City) volunteered to sit on the CEO Search Ad Hoc Subcommittee. Chair Mosca (Encinitas) appointed Director Sotelo-Solis (National City) to the CEO Search Ad Hoc Subcommittee.

ADJOURNMENT

Chair Mosca (Encinitas) adjourned the meeting at 8:15 p.m.

Megan Wiegelman, CMC
Interim Board Clerk