



# The September 18, 2025, Regular Meeting of the Finance and Risk Management Committee will Begin Shortly

[CustomerService@SDCommunityPower.org](mailto:CustomerService@SDCommunityPower.org)





# Finance and Risk Management Committee

Regular Meeting

September 18, 2025

**Welcome and Call to Order**

# Roll Call



# Land Acknowledgement

# Items to be Withdrawn or Reordered on the Agenda

# Public Comment on non-Agenda Items



# Consent Calendar

- 1 Approve August 21, 2025, Regular Meeting Minutes



# Public Comment on Consent Calendar

# Regular Agenda

- 2 Treasurer's Report for Fiscal Year Ending June 30, 2025
- 3 Recommend Board Adoption of Resolution No. 2025-\_\_\_\_, Authorizing the Investment of Monies in Local Agency Investment Fund (LAIF)
- 4 Recommend Board Adoption of Resolution No. 2025\_\_\_\_, Approving Revisions to the Non-Energy Procurement Policy
- 5 Recommend Board Adoption of Resolution No. 2025\_\_\_\_, Approving Revisions to the Delegated Contract Authority Policy and Rescinding Resolution No. 2022-10





# Item No. 2

**Treasurer's Report for  
Fiscal Year Ending June  
30, 2025**



## **Recommendation:**

Receive and File Treasurer's Report for Fiscal Year Ending June 30, 2025.

Presenter:  
Dr. Eric Washington, Chief Financial Officer/Treasurer

# Item 1: Treasurer's report

## YTD FY25 Budget v. Actual

Results for the period overperformed overall compared to the amended budget:

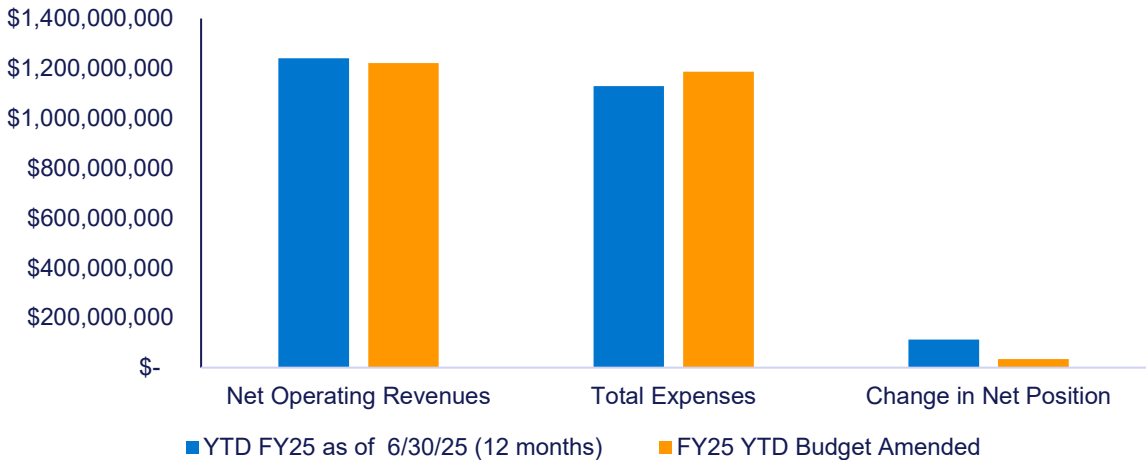
- Net operating revenues 1.6 percent over budget.
- Operating expenses came in (5.0) percentage points under budget.

## Financial results for the YTD FY25:

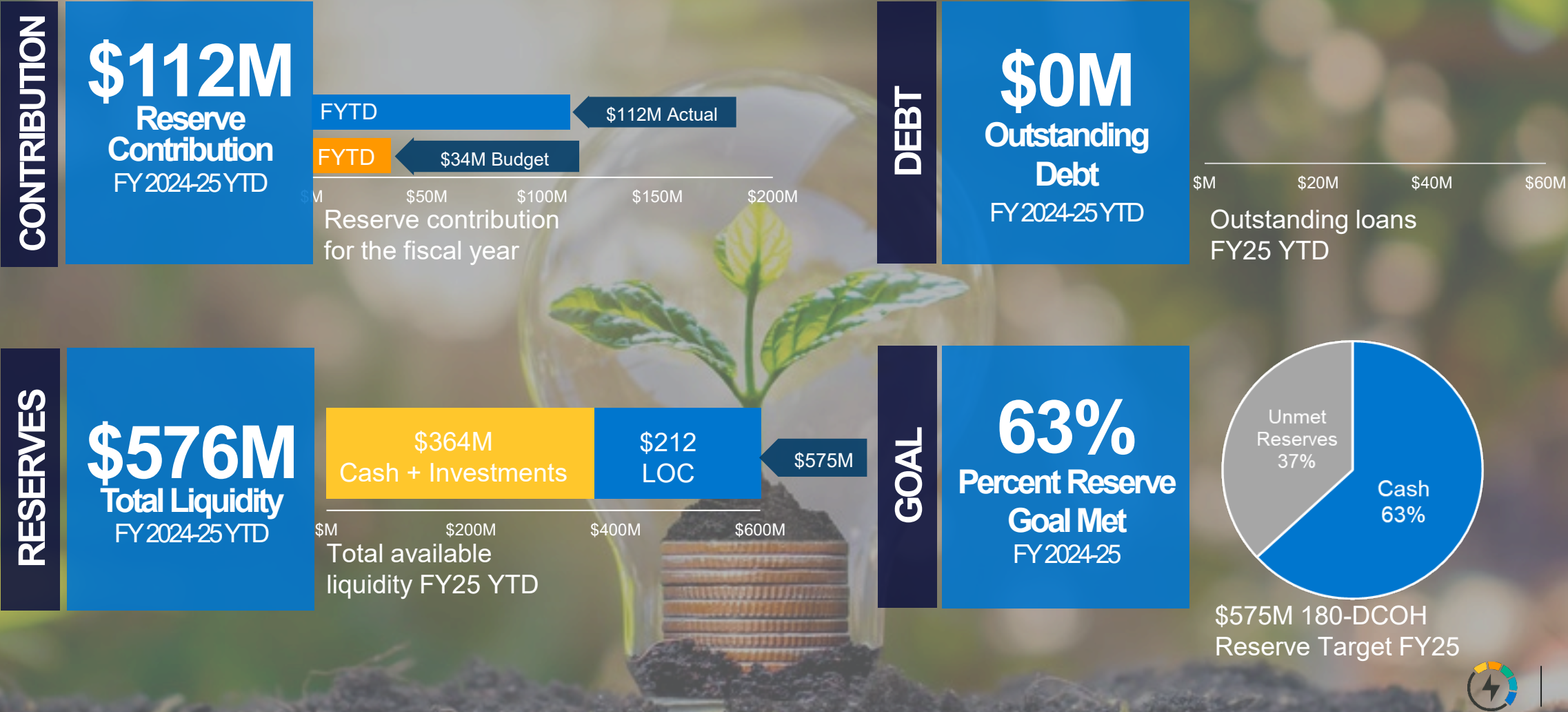
- \$1,241.3M in net operating revenues
- \$1,129.2M in total expenses (includes energy costs of \$1,083.6M or 87% of net revenues)
- \$112.0M change in YTD net position

Budget Comparison					
	YTD FY25 as of 6/30/25 (12 months)		FY25 YTD Budget Amended		
				Budget Variance (\$)	Budget (%)
Net Operating Revenues	\$	1,241,251,729	\$	1,221,258,173	\$ 19,993,556 101.6%
Total Expenses	\$	1,129,216,882	\$	1,187,090,170	\$ (57,873,288) 95%
Change in Net Position	\$	112,034,847	\$	34,168,003	\$ 77,866,844

## YTD FY25 Results v. Budget

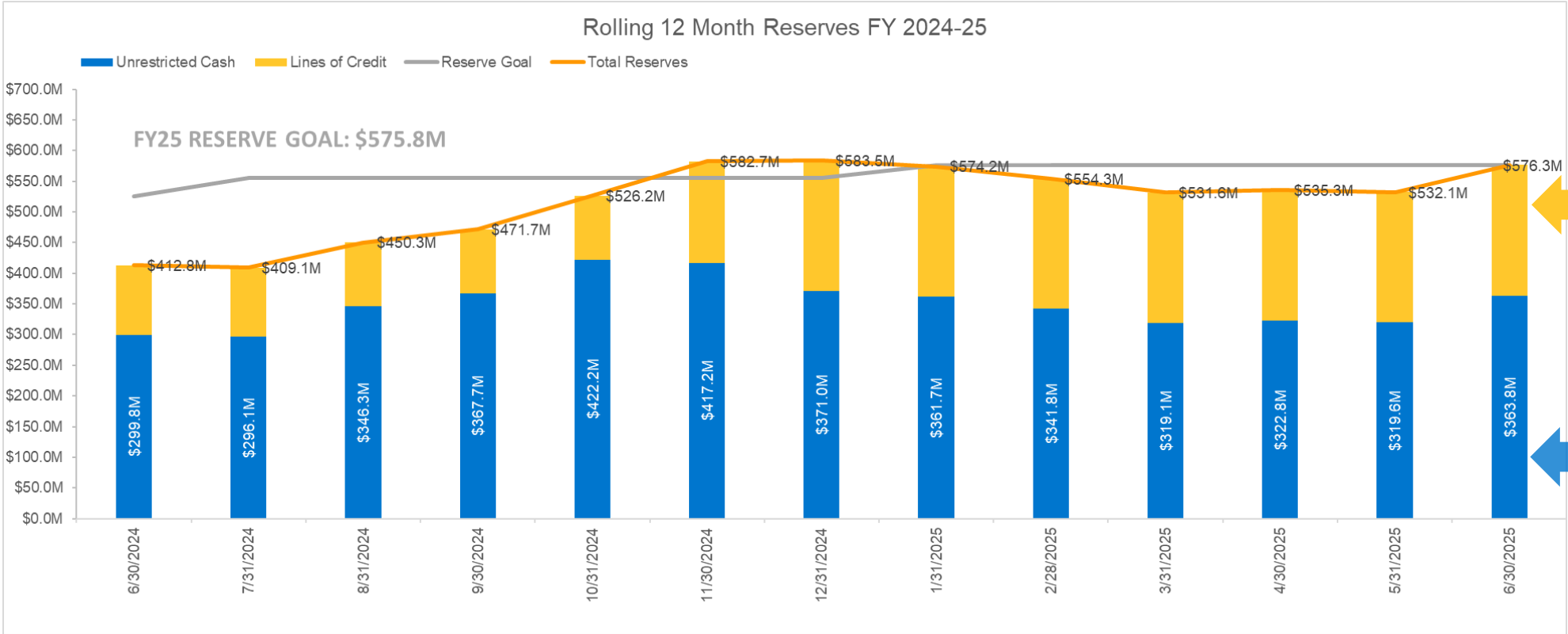


# Item 1: Treasurer's report





# Item 1: Treasurer's report



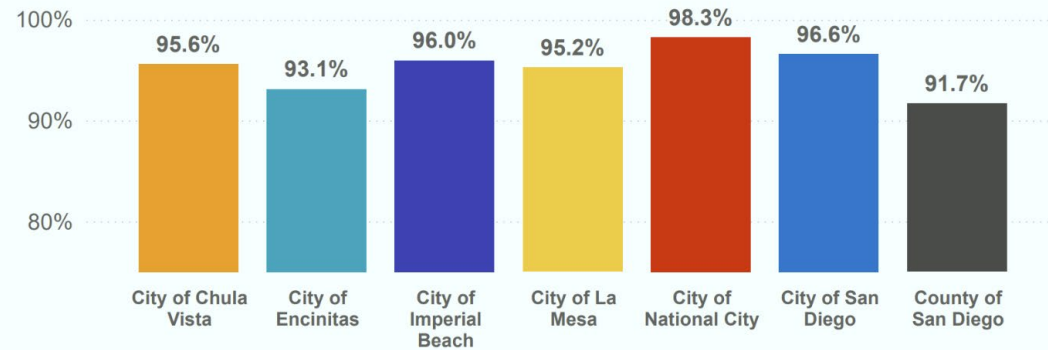
**180 Days**  
Cash on Hand with  
Total Liquidity

**114 Days**  
Cash on Hand



# Item 1: Treasurer's report

**Participation by Jurisdiction**



Jurisdiction	Service Option Default	Eligible Accounts	Enrolled Accounts	Participation Rate
City of Chula Vista	PowerOn	99,290	94,915	95.6%
City of Encinitas	Power100	28,920	26,933	93.1%
City of Imperial Beach	PowerOn	10,793	10,357	96.0%
City of La Mesa	PowerOn	29,577	28,170	95.2%
City of National City	PowerOn	19,500	19,159	98.3%
City of San Diego	PowerOn	628,834	607,449	96.6%
County of San Diego	PowerOn	190,882	175,010	91.7%
Total		1,007,796	961,993	95.5%



## INVESTMENT REPORT

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San Diego Community Power | As of June 30, 2025

CHANDLER ASSET MANAGEMENT | [chandlerasset.com](https://chandlerasset.com)

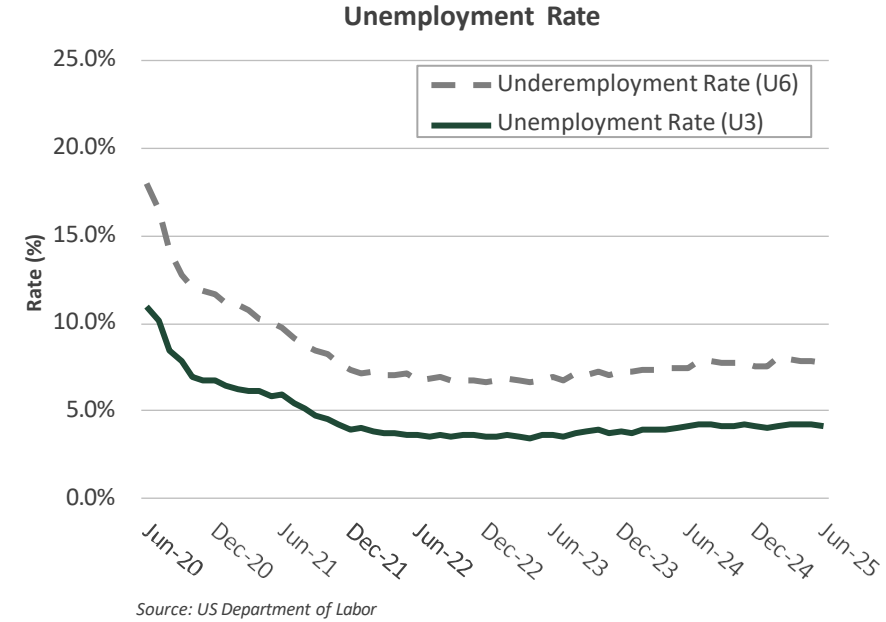
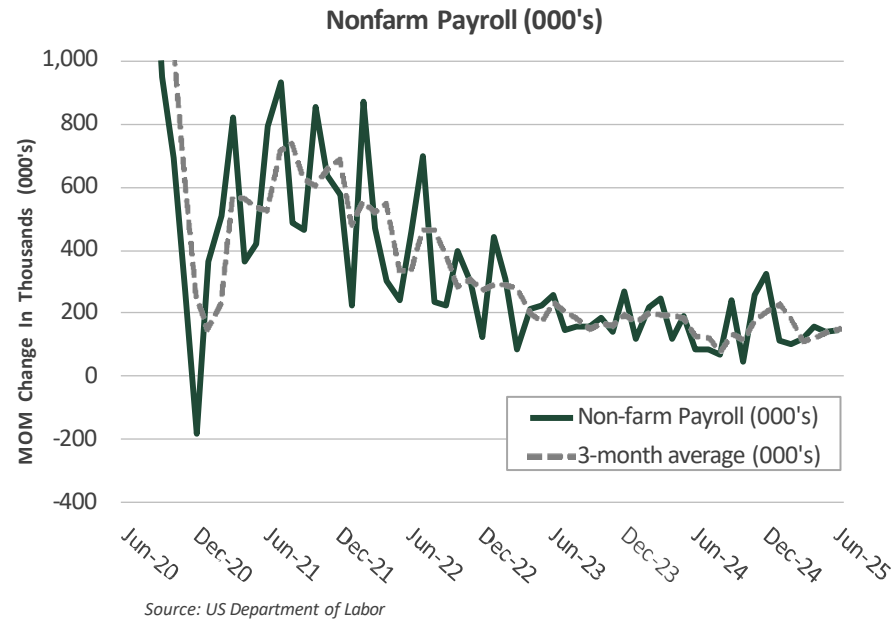
**Chandler Team:**

For questions about your account, please call (800) 317-4747,  
or contact [clientservice@chandlerasset.com](mailto:clientservice@chandlerasset.com)

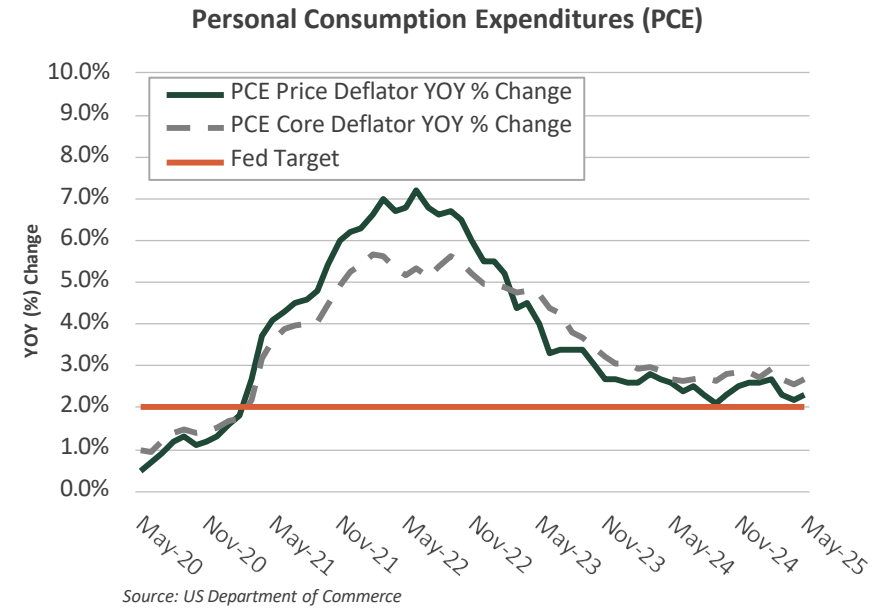
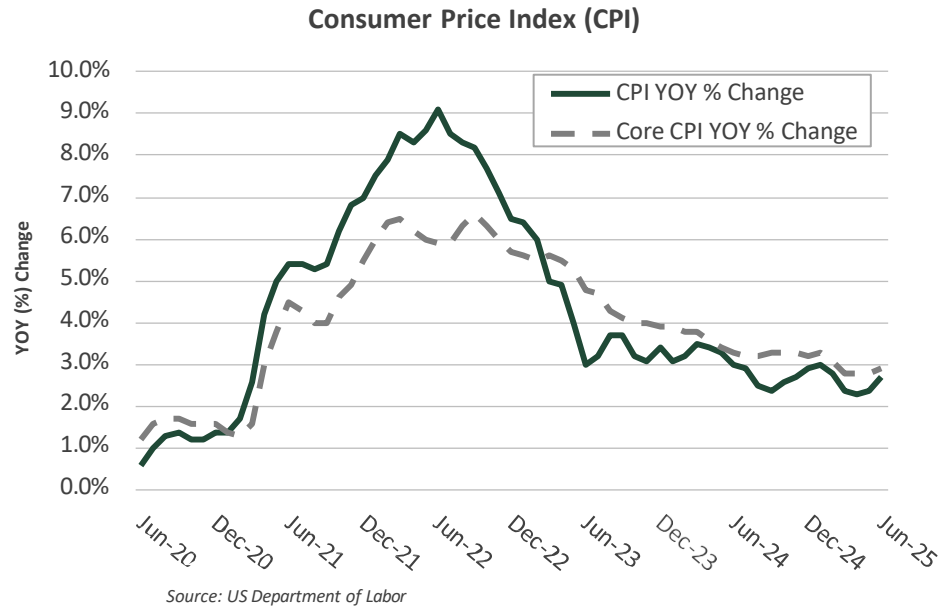


## ECONOMIC UPDATE

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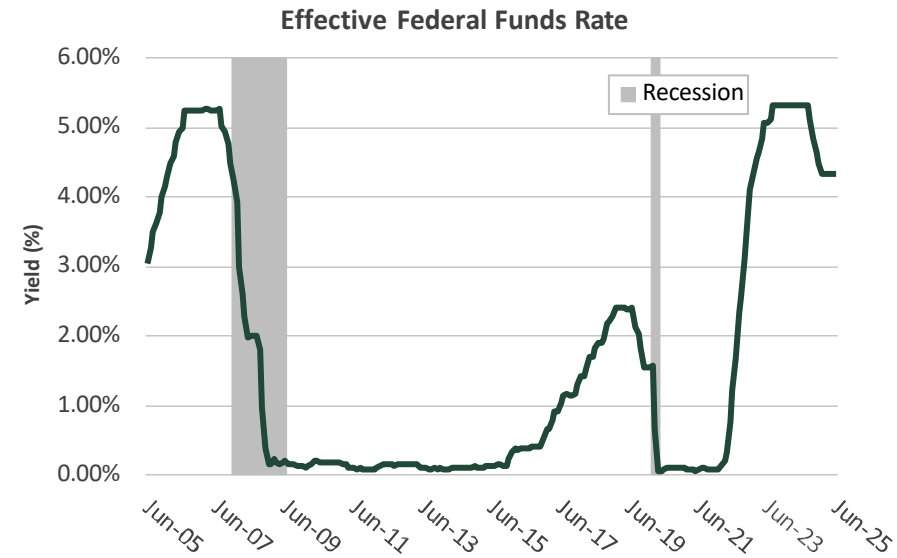
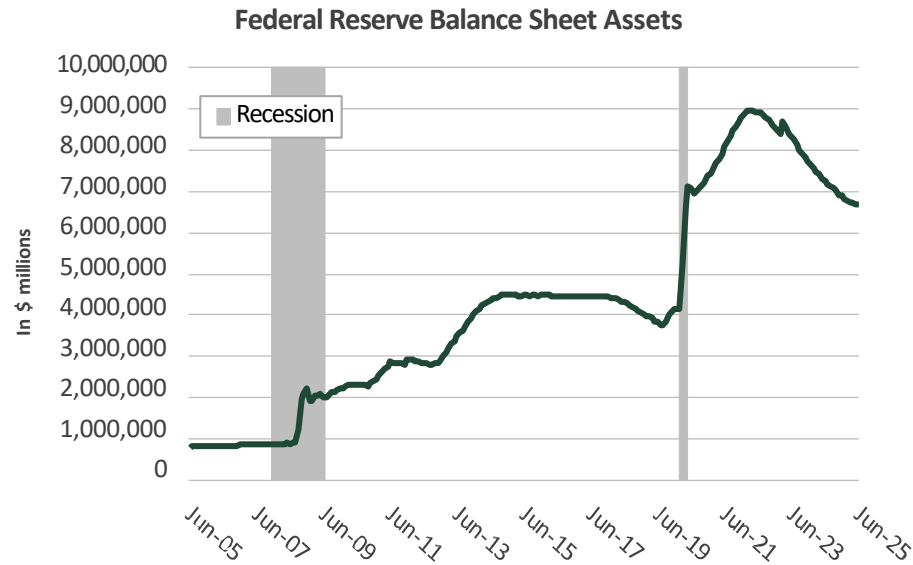


The U.S. economy added 147,000 jobs in June, exceeding consensus expectations, and the last two months were revised up by 16,000. Gains were primarily driven by state and local government education, while job growth in service sectors languished. The three-month moving average and six-month moving average payrolls totaled 150,000 and 130,000 respectively. The unemployment rate declined to 4.1% in June from 4.2% in May, due to a shrinking labor force. The labor participation rate dipped to 62.3%, remaining below the pre-pandemic level of 63.3%. The U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons dropped to 7.7% in June. Average hourly earnings fell slightly, marking a 3.7% year-over-year increase.

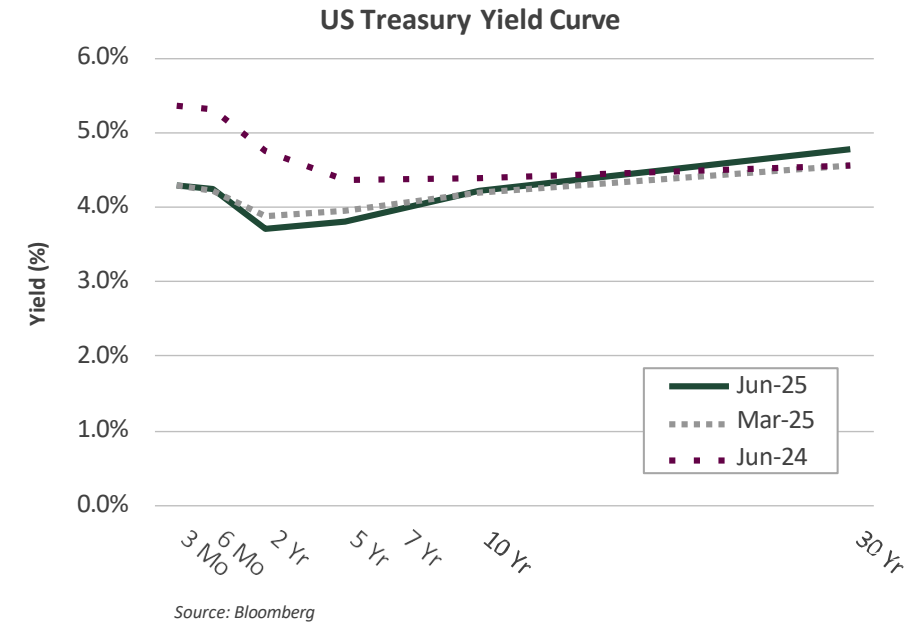
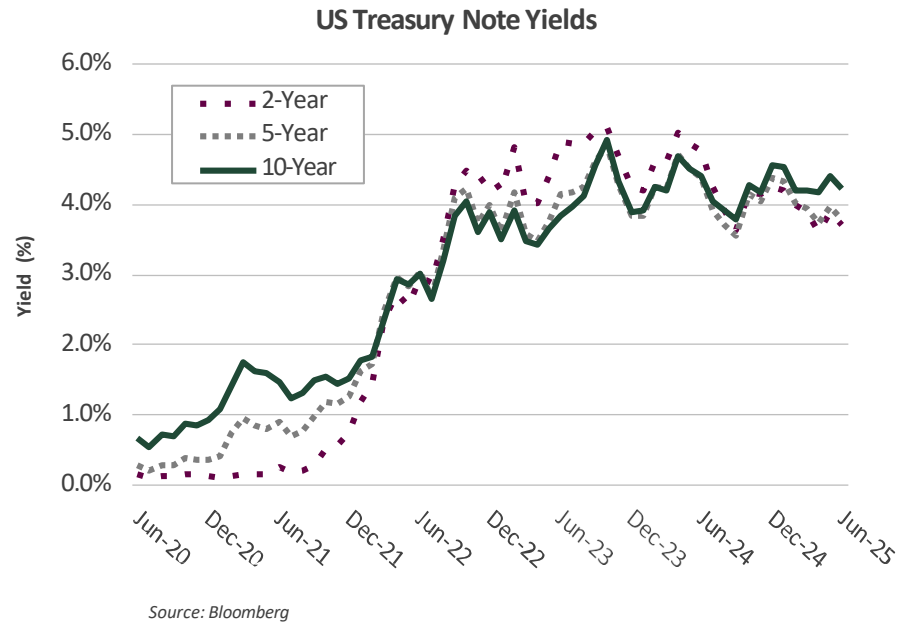


In June, the Consumer Price Index (CPI) increased 0.3% month-over-month and rose 2.7% year-over-year, while the Core CPI rose 0.2% month-over-month and 2.9% year-over-year. The Personal Consumption Expenditures (PCE) price index increased 0.1% month-over-month and rose 2.3% year-over-year in May. The Core PCE deflator, which excludes food and energy and is the Fed's preferred gauge, increased 0.2% month-over-month and 2.7% year-over-year, up from April's 2.6% year-over-year increase. Although inflation has trended toward the Federal Reserve's 2% target, the overall impact of tariff policy has not yet fully flowed through to the US economy.





As broadly anticipated, the Federal Open Market Committee (FOMC) left the Federal Funds Rate unchanged at the range of 4.25 - 4.50% at the June meeting. In the Summary of Economic Projections (SEP), Federal Reserve officials continued to pencil in two rate cuts in 2025, while downgrading estimates for economic growth and raising forecasts for both unemployment and inflation this year. The statement indicated that uncertainty about the economic outlook remained elevated but had diminished. The monthly redemption cap on Treasuries will remain at \$5 billion, while the cap on agencies and mortgage-backed securities will be maintained at \$35 billion. Since the Fed began its Quantitative Tightening campaign in June 2022, securities holdings have declined by about \$2.2 trillion to approximately \$6.7 trillion.



At the end of June, the 2-year Treasury yield was 103 basis points lower, and the 10-Year Treasury yield was 17 basis points lower, year-over-year. The spread between the 2-year and 10-year Treasury yield points on the curve edged up to +51 basis points at June month-end versus +50 basis points at May month-end. The recent yield curve inversion which began in July 2022 was historically long. The average historical spread (since 2005) is about +99 basis points. The spread between the 3-month and 10-year Treasury yield points on the curve was -7 basis points in June, versus -6 basis points in May.

## ACCOUNT PROFILE

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## OBJECTIVES

### Investment Objectives

The investment objectives of the San Diego Community Power are first, to provide safety of principal to ensure the preservation of capital in the overall portfolio; second, to provide sufficient liquidity to meet all disbursement requirements; and third, to earn an acceptable rate of return after first considering safety of principal and liquidity.

### Chandler Asset Management Performance Objective

The performance objective for the portfolio is to earn a total rate of return through a market cycle that is equal to or above the return on the benchmark index.

### Strategy

In order to achieve this objective, the portfolio invests in high-quality fixed income securities that comply with the investment policy and all regulations governing the funds.

**PORTFOLIO CHARACTERISTICS**

San Diego Community Power ConsAgg | Account #11452 | As of June 30, 2025

	6/30/2025 Portfolio	3/31/2025 Portfolio
Average Maturity (yrs)	0.61	2.74
Average Modified Duration	0.51	2.27
Average Purchase Yield	3.30%	4.27%
Average Market Yield	3.24%	4.18%
Average Quality**	AA	AA+
Total Market Value	375,401,149	71,846,114

\*Benchmark: NO BENCHMARK REQUIRED

\*\*The credit quality is a weighted average calculation of the highest of S&P, Moody's and Fitch.



## STATEMENT OF COMPLIANCE

San Diego Community Power ConsAgg | Account #11452 | As of June 30, 2025

Rules Name	Limit	Actual	Compliance Status	Notes
<b>AGENCY MORTGAGE SECURITIES (CMOS)</b>				
Max % (MV)	100.0	2.2	Compliant	
Max % Issuer (MV)	30.0	2.2	Compliant	
Max Maturity (Years)	5.0	5.0	Compliant	
Min Rating (A-1 by 1, A- by 1)	0.0	0.0	Compliant	
<b>ASSET-BACKED SECURITIES (ABS)</b>				
Max % (MV)	20.0	1.7	Compliant	
Max % Issuer (MV)	5.0	0.1	Compliant	
Max Maturity (Years)	5.0	4.8	Compliant	
Min Rating (AA- by 1)	0.0	0.0	Compliant	
<b>BANKERS' ACCEPTANCES</b>				
Max % (MV)	40.0	0.0	Compliant	
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Days)	180.0	0.0	Compliant	
Min Rating (A-1 by 1)	0.0	0.0	Compliant	
<b>CERTIFICATE OF DEPOSIT PLACEMENT SERVICE</b>				
Max % (MV)	50.0	40.9	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (A-1 by 1, A- by 1)	0.0	0.0	Compliant	
<b>COLLATERALIZED BANK DEPOSITS</b>				
Max % (MV)	100.0	29.2	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
<b>COLLATERALIZED TIME DEPOSITS (NON- NEGOTIABLE CD/TD)</b>				
Max % (MV)	100.0	0.0	Compliant	
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (A-1 by 1)	0.0	0.0	Compliant	
<b>COMMERCIAL PAPER</b>				
Max % (MV)	25.0	0.0	Compliant	

## STATEMENT OF COMPLIANCE

San Diego Community Power ConsAgg | Account #11452 | As of June 30, 2025

Rules Name	Limit	Actual	Compliance Status	Notes
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Days)	270.0	0.0	Compliant	
Min Rating (A-1 by 1, A- by 1)	0.0	0.0	Compliant	
<b>CORPORATE MEDIUM TERM NOTES</b>				
Max % (MV)	30.0	4.7	Compliant	
Max % Issuer (MV)	5.0	0.3	Compliant	
Max Maturity (Years)	5.0	4.9	Compliant	
Min Rating (A- by 1)	0.0	0.0	Compliant	
<b>FDIC INSURED TIME DEPOSITS (NON-NEGOTIABLE CD/TD)</b>				
Max % (MV)	100.0	0.0	Compliant	
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (A-1 by 1, A- by 1)	0.0	0.0	Compliant	
<b>FEDERAL AGENCIES</b>				
Max % (MV)	100.0	0.2	Compliant	
Max % Issuer (MV)	30.0	0.1	Compliant	
Max Maturity (Years)	5.0	2.1	Compliant	
Min Rating (A-1 by 1, A- by 1)	0.0	0.0	Compliant	
<b>LOCAL AGENCY INVESTMENT FUND (LAIF)</b>				
Max % (MV)	100.0	0.0	Compliant	
<b>MONEY MARKET MUTUAL FUNDS</b>				
Max % (MV)	20.0	0.2	Compliant	
Max % Issuer (MV)	20.0	0.2	Compliant	
Min Rating (AAA by 2)	0.0	0.0	Compliant	
<b>MORTGAGE-BACKED SECURITIES (NON-AGENCY)</b>				
Max % (MV)	20.0	0.0	Compliant	
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (AA- by 1)	0.0	0.0	Compliant	

## STATEMENT OF COMPLIANCE

San Diego Community Power ConsAgg | Account #11452 | As of June 30, 2025

Rules Name	Limit	Actual	Compliance Status	Notes
<b>MUNICIPAL SECURITIES (CA, LOCAL AGENCY)</b>				
Max % (MV)	30.0	0.2	Compliant	
Max % Issuer (MV)	5.0	0.2	Compliant	
Max Maturity (Years)	5.0	4.3	Compliant	
Min Rating (A- by 1)	0.0	0.0	Compliant	
<b>MUNICIPAL SECURITIES (CA, OTHER STATES)</b>				
Max % (MV)	30.0	0.0	Compliant	
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (A- by 1)	0.0	0.0	Compliant	
<b>NEGOTIABLE CERTIFICATES OF DEPOSIT (NCD)</b>				
Max % (MV)	30.0	0.0	Compliant	
Max % Issuer (MV)	5.0	0.0	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (A-1 or A- by 1)	0.0	0.0	Compliant	
<b>SRI PROHIBITED INVESTMENTS</b>				
Prohibited Investment - Fossil Fuels	0.0	0.0	Compliant	
<b>SUPRANATIONAL OBLIGATIONS</b>				
Max % (MV)	30.0	0.0	Compliant	
Max % Issuer (MV)	10.0	0.0	Compliant	
Max Maturity (Years)	5.0	0.0	Compliant	
Min Rating (AA- by 1)	0.0	0.0	Compliant	
<b>U.S. TREASURIES</b>				
Max % (MV)	100.0	9.9	Compliant	
Max Maturity (Years)	5.0	4.9	Compliant	
Min Rating (A-1 by 1, A- by 1)	0.0	0.0	Compliant	

**PORTFOLIO CHARACTERISTICS**

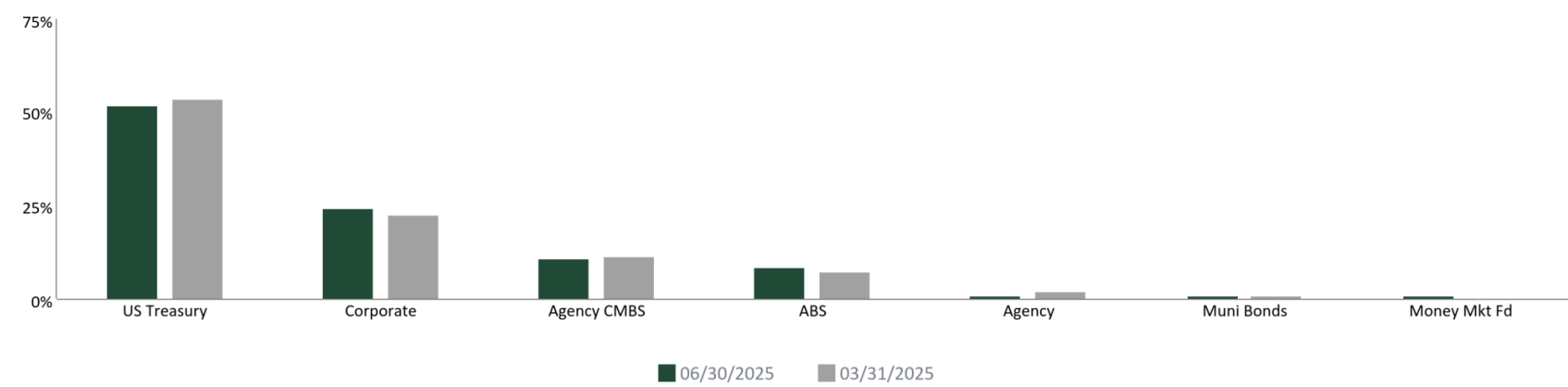
San Diego Community Power | Account #11293 | As of June 30, 2025

	6/30/2025 Portfolio	3/31/2025 Portfolio
Average Maturity (yrs)	3.18	2.93
Average Modified Duration	2.67	2.45
Average Purchase Yield	4.29%	4.36%
Average Market Yield	3.99%	3.84%
Average Quality**	AA	AA+
Total Market Value	72,406,555	61,415,076

\*Benchmark: ICE BofA 1-5 Year Unsubordinated US Treasury & Agency Index  
\*\*The credit quality is a weighted average calculation of the highest of S&P, Moody's and Fitch.

# SECTOR DISTRIBUTION

San Diego Community Power | Account #11293 | As of June 30, 2025



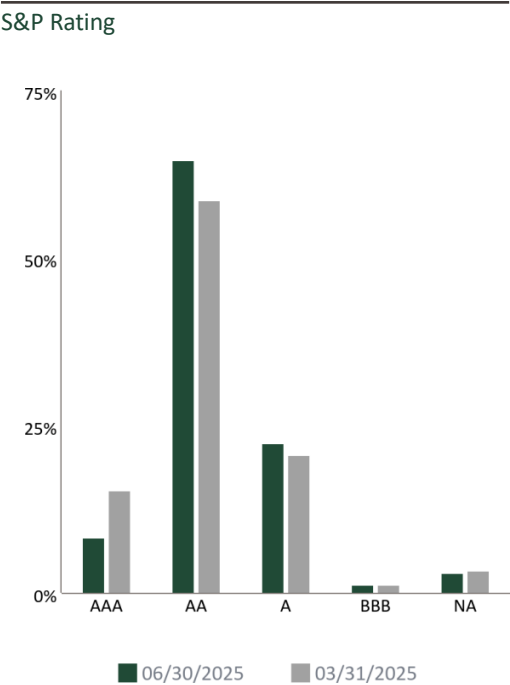
Sector as a Percentage of Market Value

Sector	06/30/2025	03/31/2025
US Treasury	51.91%	53.70%
Corporate	24.40%	23.09%
Agency CMBS	11.29%	11.57%
ABS	8.91%	7.78%
Agency	1.25%	2.30%
Muni Bonds	1.22%	1.42%
Money Mkt Fd	1.00%	0.14%

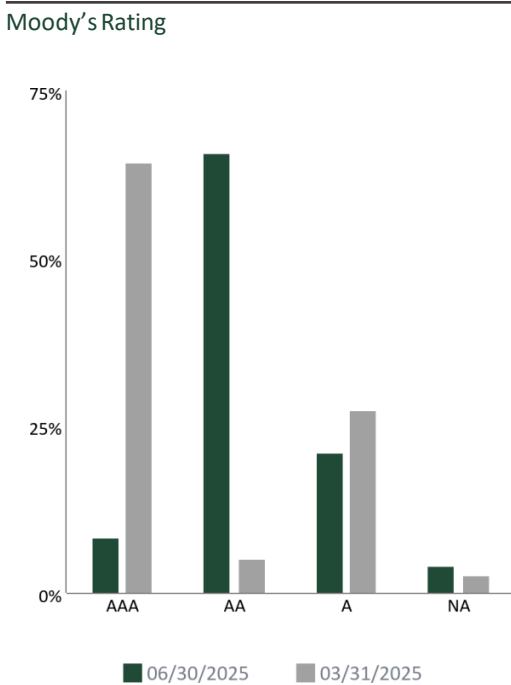


QUALITY DISTRIBUTION

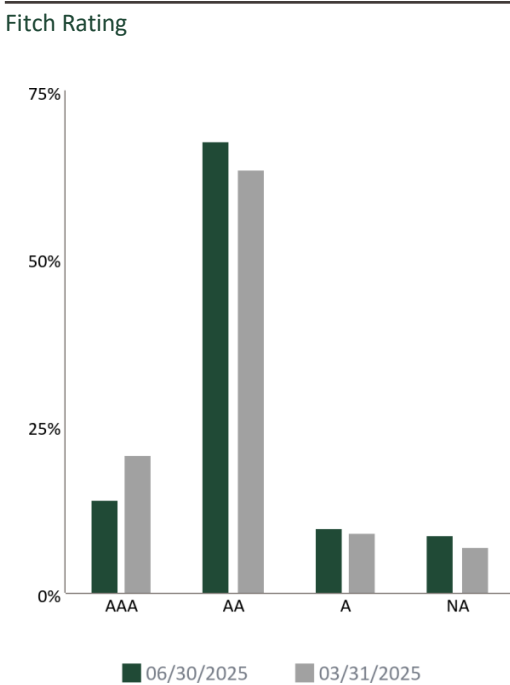
San Diego Community Power | Account #11293 | As of June 30, 2025



Rating	06/30/2025	03/31/2025
AAA	8.42%	15.46%
AA	64.71%	58.96%
A	22.39%	20.65%
BBB	1.29%	1.49%
NA	3.19%	3.44%



Rating	06/30/2025	03/31/2025
AAA	8.62%	64.55%
AA	66.01%	5.26%
A	21.23%	27.44%
NA	4.13%	2.75%

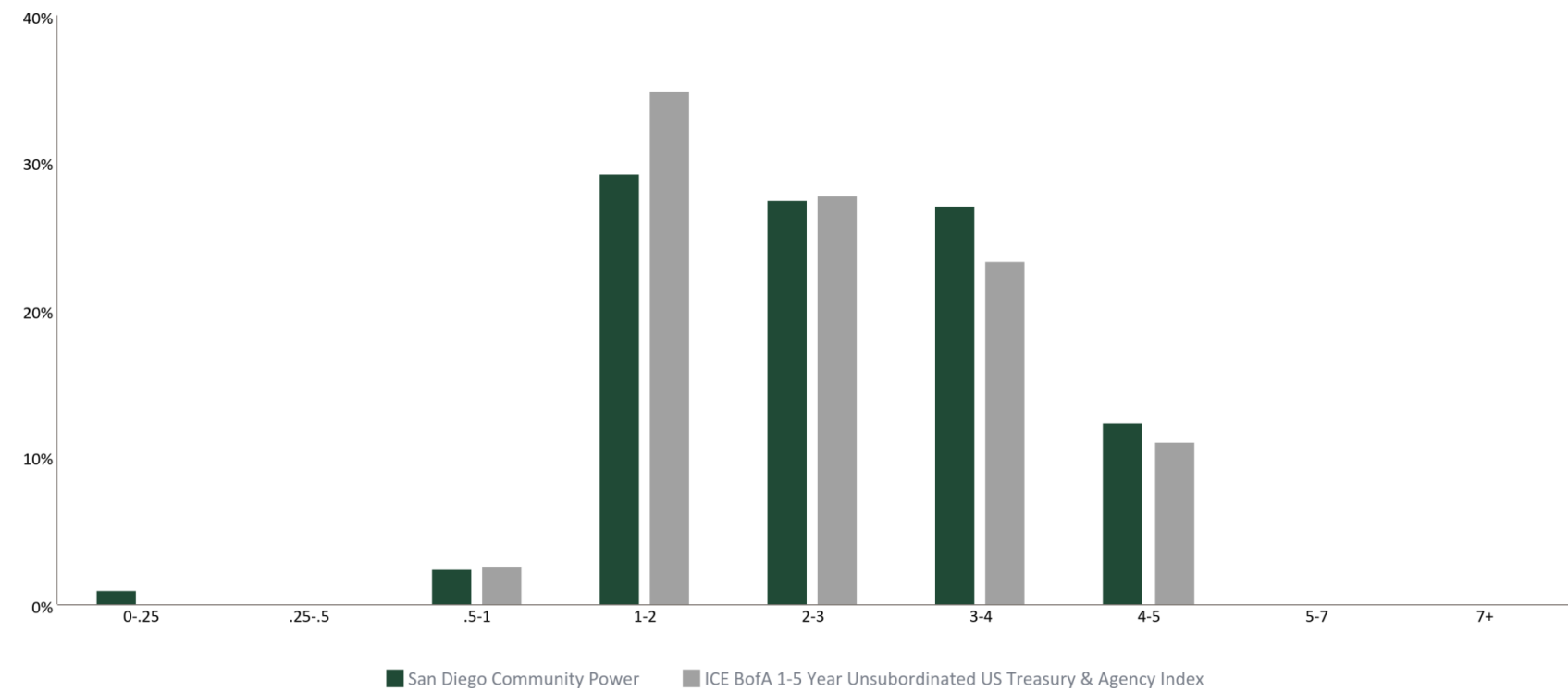


Rating	06/30/2025	03/31/2025
AAA	14.24%	20.61%
AA	67.43%	63.21%
A	9.69%	9.11%
NA	8.63%	7.07%

DURATION DISTRIBUTION

San Diego Community Power | Account #11293 | As of June 30, 2025

Portfolio Compared to the Benchmark

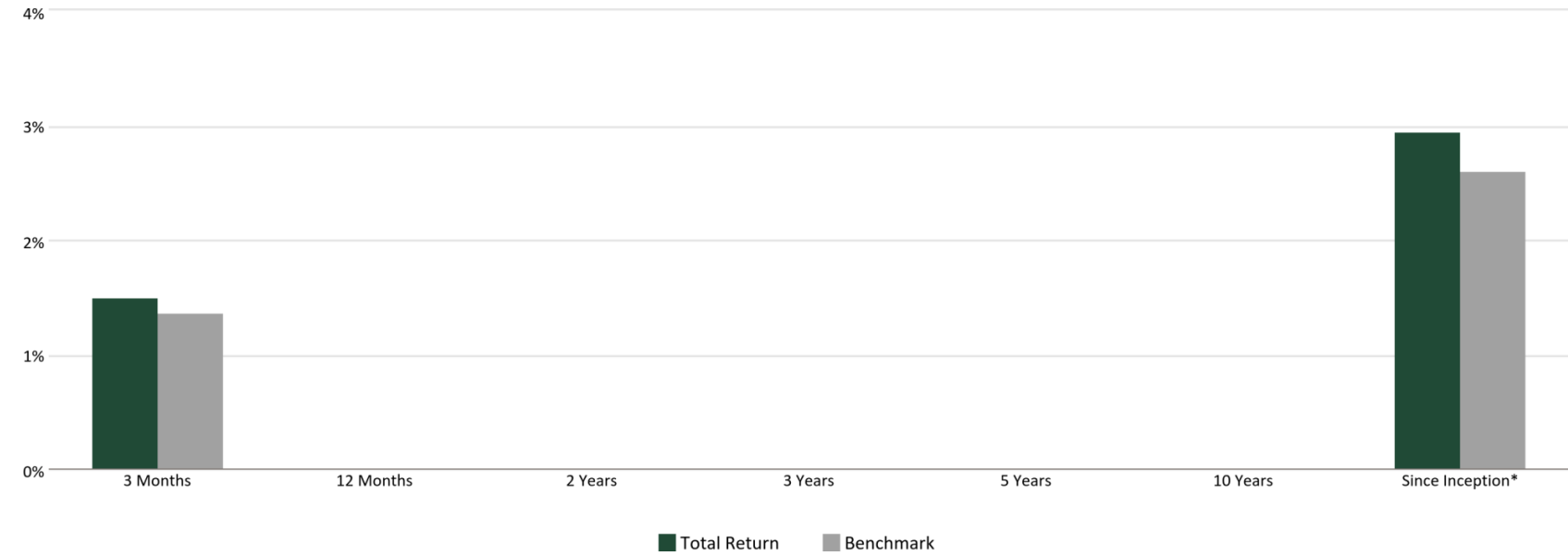


	0-.25	.25-.5	.5-1	1-2	2-3	3-4	4-5	5-7	7+
Portfolio	1.0%	0.0%	2.5%	29.4%	27.6%	27.1%	12.4%	0.0%	0.0%
ICE BofA 1-5 Year Unsubordinated US Treasury & Agency Index	0.0%	0.1%	2.6%	34.9%	27.8%	23.4%	11.1%	0.0%	0.0%

INVESTMENT PERFORMANCE

San Diego Community Power | Account #11293 | As of June 30, 2025

Total Rate of Return : Inception | 10/01/2024



	3 Months	12 Months	2 Years	3 Years	5 Years	10 Years	Since Inception
TOTAL RATE OF RETURN							
San Diego Community Power	1.51%						2.96%
Benchmark	1.36%						2.60%

\*Periods over 1 year are annualized.  
Benchmark: ICE BofA 1-5 Year Unsubordinated US Treasury & Agency Index  
Total rate of return: A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending market value; it includes interest earnings, realized and unrealized gains and losses in the portfolio.

PORTFOLIO CHARACTERISTICS

San Diego Community Power Reporting | Account #11451 | As of June 30, 2025

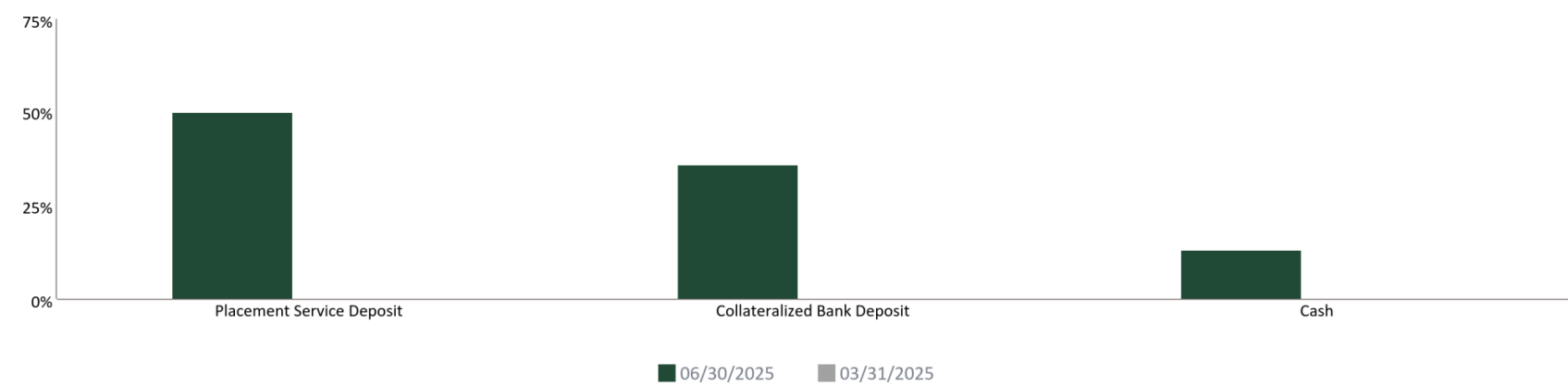
	6/30/2025 Portfolio	3/31/2025 Portfolio
Average Maturity (yrs)	0.00	--
Average Modified Duration	0.00	--
Average Purchase Yield	3.06%	--
Average Market Yield	3.06%	--
Average Quality**	NA	--
Total Market Value	302,994,594	--

\*Benchmark: NO BENCHMARK REQUIRED

\*\*The credit quality is a weighted average calculation of the highest of S&P, Moody's and Fitch.

SECTOR DISTRIBUTION

San Diego Community Power Reporting | Account #11451 | As of June 30, 2025



Sector as a Percentage of Market Value

Sector	06/30/2025	03/31/2025
Placement Service Deposit	50.59%	--
Collateralized Bank Deposit	36.09%	--
Cash	13.32%	--



## IMPORTANT DISCLOSURES

2025 Chandler Asset Management, Inc, An Independent Registered Investment Adviser.

Information contained herein is confidential. Prices are provided by ICE Data Services Inc (“IDS”), an independent pricing source. In the event IDS does not provide a price or if the price provided is not reflective of fair market value, Chandler will obtain pricing from an alternative approved third party pricing source in accordance with our written valuation policy and procedures. Our valuation procedures are also disclosed in Item 5 of our Form ADV Part 2A.

Performance results are presented gross-of-advisory fees and represent the client’s Total Return. The deduction of advisory fees lowers performance results. These results include the reinvestment of dividends and other earnings. Past performance may not be indicative of future results. Therefore, clients should not assume that future performance of any specific investment or investment strategy will be profitable or equal to past performance levels. All investment strategies have the potential for profit or loss. Economic factors, market conditions or changes in investment strategies, contributions or withdrawals may materially alter the performance and results of your portfolio.

Index returns assume reinvestment of all distributions. Historical performance results for investment indexes generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. It is not possible to invest directly in an index.

Source ICE Data Indices, LLC (“ICE”), used with permission. ICE permits use of the ICE indices and related data on an “as is” basis; ICE, its affiliates and their respective third party suppliers disclaim any and all warranties and representations, express and/or implied, including any warranties of merchantability or fitness for a particular purpose or use, including the indices, index data and any data included in, related to, or derived therefrom. Neither ICE data, its affiliates or their respective third party providers guarantee the quality, adequacy, accuracy, timeliness or completeness of the indices or the index data or any component thereof, and the indices and index data and all components thereof are provided on an “as is” basis and licensee’s use it at licensee’s own risk. ICE data, its affiliates and their respective third party do not sponsor, endorse, or recommend chandler asset management, or any of its products or services.

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Fixed income investments are subject to interest, credit and market risk. Interest rate risk: the value of fixed income investments will decline as interest rates rise. Credit risk: the possibility that the borrower may not be able to repay interest and principal. Low rated bonds generally have to pay higher interest rates to attract investors willing to take on greater risk. Market risk: the bond market in general could decline due to economic conditions, especially during periods of rising interest rates.

Ratings information have been provided by Moody’s, S&P and Fitch through data feeds we believe to be reliable as of the date of this statement, however we cannot guarantee its accuracy.

Security level ratings for U.S. Agency issued mortgage-backed securities (“MBS”) reflect the issuer rating because the securities themselves are not rated. The issuing U.S. Agency guarantees the full and timely payment of both principal and interest.

**BENCHMARK DISCLOSURES**

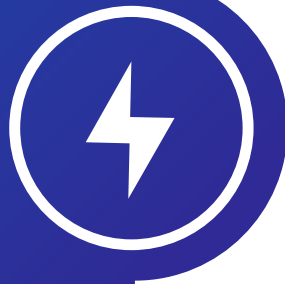
Benchmark	Disclosure
ICE BofA 1-5 Yr Unsubordinated US Treasury & Agency Index	The ICE BofA 1-5 Year Unsubordinated US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody’s, S&P and Fitch). Qualifying securities must have at least one year remaining term to final maturity and less than five years remaining term to final maturity, at least 18 months to maturity at time of issuance, a fixed coupon schedule, and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies.

# Public Comment on Item No. 2

## Item No. 2

### Committee Members Comments or Questions

Treasurer's Report for Fiscal  
Year Ending June 30, 2025



## Recommendation:

Receive and file Treasurer's Report  
for Fiscal Year Ending June 30,  
2025.

## Item No. 3

**Recommend Board Adoption  
of Resolution No. 2025-\_\_,  
Authorizing the Investment  
of Monies in Local Agency  
Investment Fund (LAIF)**



## Recommendation:

Recommend the adoption of Resolution No. 2025-\_\_ Authorizing investment of monies in the Local Agency Investment Fund (LAIF).

Presenter:  
Dr. Eric Washington, Chief Financial Officer/Treasurer



# Local Agency Investment Fund (LAIF)



## LAIF Background

- Established in 1977 under Section 16429.1 et seq. of the California Government Code,
- Created by State of CA to offer local agencies safe and convenient way to invest reserves.
- LAIF is permissible under Community Power's Investment Policy.



## Risk Management

- Oversight is provided by the Pooled Money Investment Board (PMIB).
- PMIB includes the State Treasurer, Director of Finance, and State Controller.



## Benefits

- Allows Community Power to invest monies in a secure and liquid investment vehicle.
- Funds deposited in LAIF are pooled with funds from other local agencies and managed by the State Treasurer's investment staff.



## Metrics

- Through July 2025, LAIF serves over 2,300 participants with assets totaling \$22.3 billion.
- San Diego County participates in LAIF. San Diego County Water Authority often include LAIF as part of their investment strategy



# LAIF Parameters

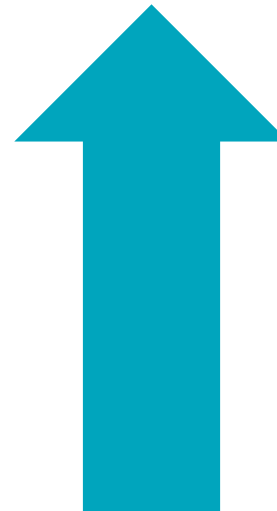
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Maximum Amount  
**\$75,000,000**



LAIF accounts  
are subject to a  
**\$75 million cap**

Monthly Transactions  
**15 Maximum**



No more than **15 transactions** are  
allowed per month



# **Public Comment on Item No. 3**

# Item No. 3

## Committee Members Comments or Questions

Recommend the adoption of  
Resolution No. 2025-\_\_  
Authorizing investment of  
monies in the Local Agency  
Investment Fund (LAIF)



## Recommendation:

Recommend the adoption of Resolution No. 2025-\_\_ Authorizing investment of monies in the Local Agency Investment Fund (LAIF).

# Item No. 4

**Recommend Board  
Adoption of Resolution No.  
2025\_\_, Approving  
Revisions to the Non-Energy  
Procurement Policy**



## **Recommendation:**

Recommend Board Adoption of Resolution No. 2025\_\_, Approving Revisions to the Non-Energy Procurement Policy

### **Presenters:**

Tim Manglicmot, Director of Finance

Christopher Stephens, Procurement Manager

# Current Non-Energy Public Contracting Policy

## What is the Non-Energy Public Contracting Policy

**Purpose:** Establishes competitive solicitation and procurement standards for non-energy goods and services.

**Methods:** Includes use of:

- No Bids (Contracts under \$10K)
- Informal Quotes
- Formal Solicitations (RFPs/RFQs)

Includes exceptions for emergencies, sole source procurements, and inter-agency agreements

## What is the CEO's Delegated Expenditure Authority

**Board-Approved Delegation:**

- CEO has authority to approve contracts up to \$125,000.
- CEO has authority to increase existing non-energy contracts by up to 10% of their original Not-to-Exceed amount.
- Delegate authority up to \$50,000 to senior staff.

**Additional Powers:**

- CEO has authority to approve scope changes up to 25% of the original scope.

## Why Do These Policies Need to Be Updated?

**Last updated in July 2022**

- Thresholds have not kept pace with:
- SDCP's growth and increased contract volume
- Inflation and rising market costs
- The need for greater agility and efficiency

**Impacts:**

- Increased administrative burden
- Slower procurement cycles
- Barriers for small and local businesses



# Proposed Policy Updates

Procurement of Goods & General Services		
Competitive Solicitation Type	Current Policy	Proposed Update
No competitive solicitation required	Contracts less than \$10,000 Renting or Leasing Equipment Approved Sole Source Request Emergency Contracts	Contracts less than \$10,000 Renting or Leasing Equipment Approved Sole Source Request Emergency Contracts Legal Services Agreements
Request for Verbal Quotes or Bids	Contracts between \$10,000 and \$49,999	Consolidated into Written quote category
Request for Written Quotes or Bids	Contracts between \$50,000 and \$125,000	Contracts between \$10,000 and \$150,000
RFP or RFQ	Contracts Exceeding \$125,000	Contracts Exceeding \$150,000
Cooperative Procurement	N/A	No competitive procurement is required
Piggybacking Procurement	N/A	No competitive procurement is required
Sole Source	Authorized	Authorized - additional clarity provided

- **Key Highlights**

- New structure separates **competitive**, **non-competitive**, and **sole-source** procurement sections for easier reference.
- **RFP or RFQ now required for contracts over \$150,000** (previously the threshold was over \$125,000).
- **Written quotes now required for contracts over \$10,000** (previously allowed verbal quotes up to \$49,999.99).
- Clarified rules against **split purchases** to avoid threshold circumvention.
- Added **Protest Procedure** for vendor challenges.
- Clearer criteria and documentation standards for **sole-source** awards.



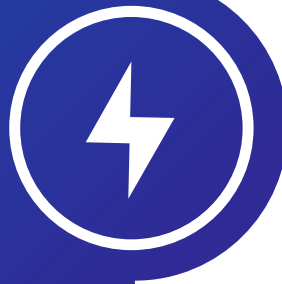


# Public Comment on Item No. 4

## Item No. 4

### Committee Members Comments or Questions

Recommend Board Adoption of  
Resolution No. 2025\_\_, Approving  
Revisions to the Non-Energy  
Procurement Policy



### Recommendation:

Recommend Board Adoption of Resolution No.  
2025\_\_, Approving Revisions to the Non-Energy  
Procurement Policy

## Item No. 5

Recommend Board Adoption  
of Resolution No. 2025\_\_\_,  
Approving Revisions to the  
Delegated Contract Authority  
Policy and Rescinding  
Resolution No. 2022-10

### Presenters:

Tim Manglicmot, Director of Finance

Christopher Stephens, Procurement Manager



## Recommendation:

Recommend Board adoption of Resolution No. 2025-\_\_\_, approving revisions to the delegated contract authority policy and rescinding Resolution No. 2022-10.

# Policy Review

*Community Power conducted a holistic internal review of policies to determine gaps and subsequent policy recommendations to the Board.*

## Joint Powers Agreement



### Section 3.2.12

The Board may adopt rules, regulations, policies, bylaws and procedures governing operations.

### Section 4.5.5

One of the general purposes of the Board is to set policy.

## Internal Policy Review



Community Power did an internal review of policies to determine **policy gaps**.

## Policy Recommendations



The analysis of policies **identified the need** to adopt a policy governing the **disposal of surplus property**.



# Recommended Revisions

1. **Non-dollar value agreements – delegated to CEO or designee**

2. **Allow staff to apply for grant funding**

3. **CEO signature authority delegation to executive team**



4. **Delegated contract authority to CEO increased to \$150,000**

5. **Rename policy to Delegated Contract and Signature Authority Policy**

6. **Clarifying and Administrative edits**



# Public Comment on Item No. 5

## Item No. 5

### Committee Members Comments or Questions

Recommend Board Adoption of Resolution No. 2025\_\_\_, Approving Revisions to the Delegated Contract Authority Policy and Rescinding Resolution No. 2022-10



### Recommendation:

Recommend Board Adoption of Resolution No. 2025\_\_\_, Approving Revisions to the Delegated Contract Authority Policy and Rescinding Resolution No. 2022-10

# **Committee Member Announcements**



# Adjournment





# Next Regular Finance and Risk Management Committee Meeting October 16, 2025

[CustomerService@SDCommunityPower.org](mailto:CustomerService@SDCommunityPower.org)



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Please be assured that we are working to  
resolve the issue and meeting will  
resume shortly.**

**Thank you.**