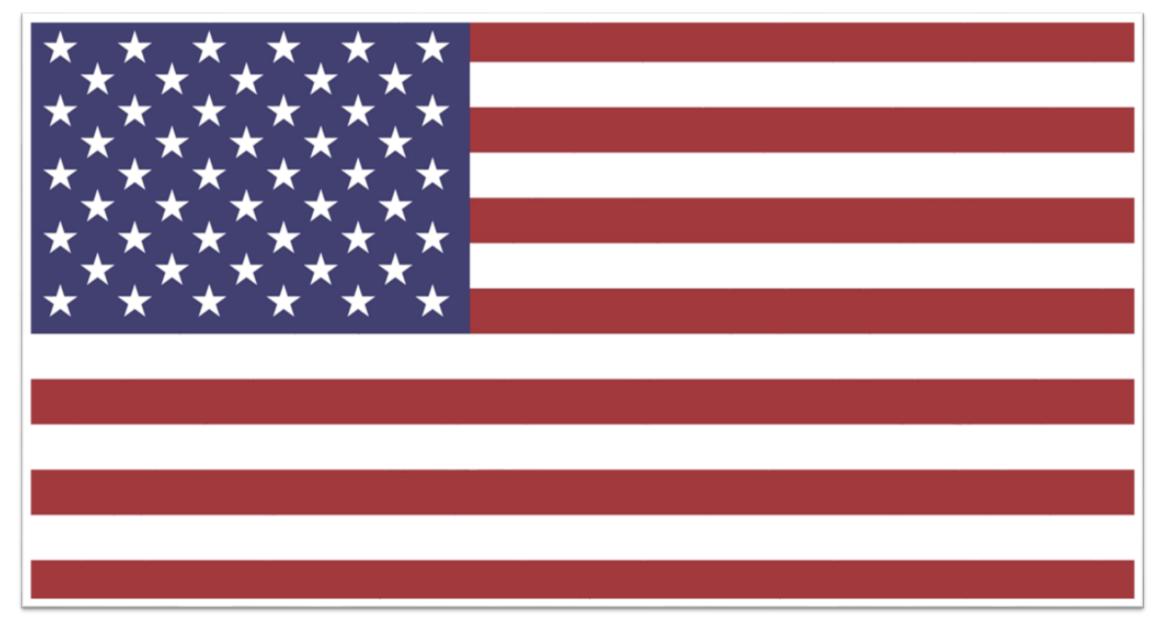


# Community Advisory Committee

Regular Meeting June 8, 2023

## Item 1 Welcome and Call to Order

## Item 2 **Roll Call**





## Item 4 Land Acknowledgement

## Item 5 Special Presentations and Introductions



## Welcome, Xiomalys (see-oh) Crespo Community Engagement Manager



## Item 6 Public Comment for Items Not on the Agenda

## Item 7 Items to be Withdrawn or Reordered on the Agenda

Regular Meeting Agenda

- 8. Approval of May CAC Meeting Minutes
- 9. Receive Update on Public Relations
- 10. Receive Update on Customer Operations
- 11. Receive Update on Fiscal Year 2023-2024 Operating Budget
- 12. Receive Update on Disadvantaged Communities and Community Solar Green Tariff programs
- 13. Receive Update on Proposed Language Access Policy
- 14. Receive Update on Collections and Delinquency Policy to include Residential Customers
- 15. Receive Update on Community Benefits for the Proposed Ormat-Brawley Power Purchase Agreement
- 16. Receive Update on Ad-Hoc Committees
- 17. Standing Item: Update on CAC Fiscal Year 2022-2023 Work Plan
- 18. Standing Item: Discussion of Potential Agenda Items for Board of Directors Meetings
- 19. Committee Member Announcements



### **Consider Approval of May CAC Meeting Minutes**

#### **Recommendation:**

### Approve the May CAC Meeting Minutes



# Public Comment for Item 8



### **Consider Approval of May CAC Meeting Minutes**

#### **Recommendation:**

#### Approve the May CAC Meeting Minutes



## Item 9

#### **Receive Update on Public Relations**

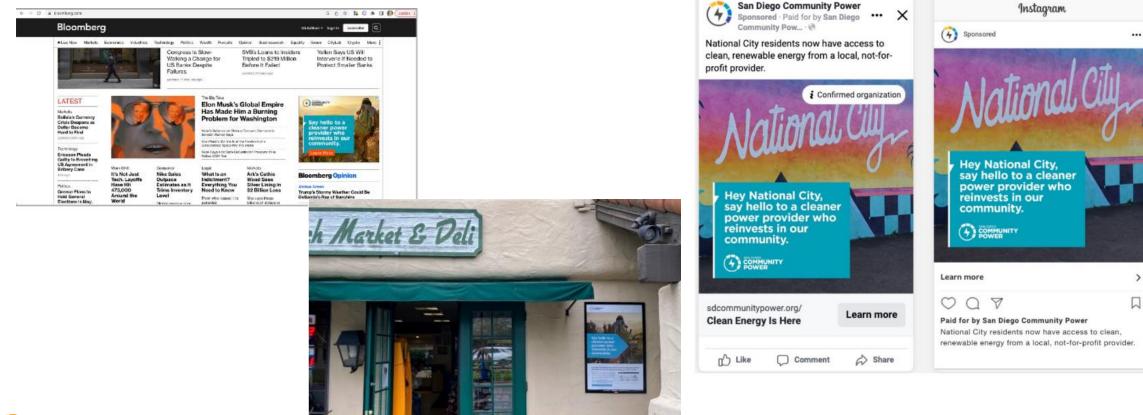
Presenter:

Jen Lebron, Director of Public Affairs



## **Enrollment Campaign Metrics**

- 21+ million impressions
- 42,000+ clicks and engagements on online ads

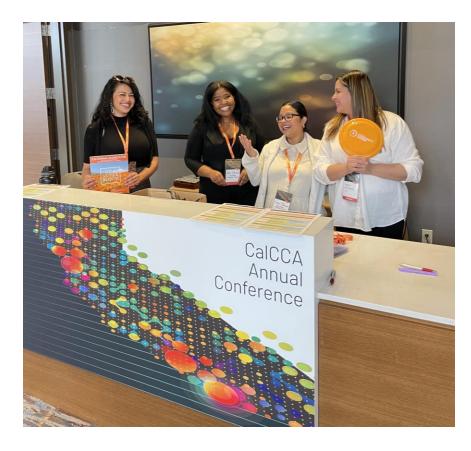


## **Outreach & Engagement**





#### CalCCA Annual Conference











# Public Comment for Item 9



#### **Receive Update on Customer Operations**

Presenter:

Carly Newman, Senior Account Services Analyst



#### **Participation Rates**

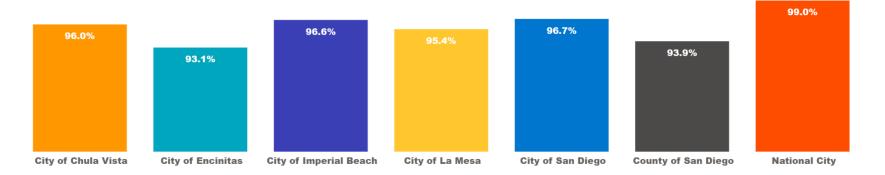
#### **Participation by Accounts**



Participation by Accounts All Phases 96.1%

Participation Phases 1-3							
Town/Territory	Eligible	Opt Outs	Participation by Accounts				
City of Chula Vista	96,975	3,885	96.0%				
City of Encinitas	28,449	1,966	93.1%				
<b>City of Imperial Beach</b>	10,924	376	96.6%				
City of La Mesa	29,381	1,353	95.4%				
City of San Diego	617,822	20,461	96.7%				
Total	783,551	28,041	96.4%				

Town/Territory	Eligible (Noticed)	Opt Outs	Participation by Accounts
County of San Diego	145,263	8,890	93.9%
National City	18,312	183	99.0%
Total	163,575	9,073	94.5%



5/30/2023

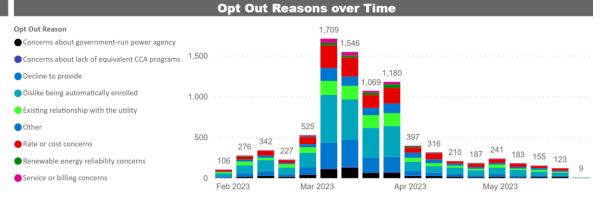


### Phase 4 Opt Out Trends: County of San Diego

**Opt Out Summary** COMMUNITY **Opt Outs by Class and Rate Opt Out Method** Territory E 6 ··· Last Opt Date Move In P4 Total **Class Code** Select all Select all Last v 1 Years  $\sim$ City of Chula Vista Move In Commercial/Industrial 967 968 1 6/8/2022 - 6/7/2023 P4 Residential 48 7,785 7,832 City of Encinitas 49 8,752 8,800 Total City of Imperial Beach Citv of La Mesa - IVR Web City of San Diego County of San Diego National City

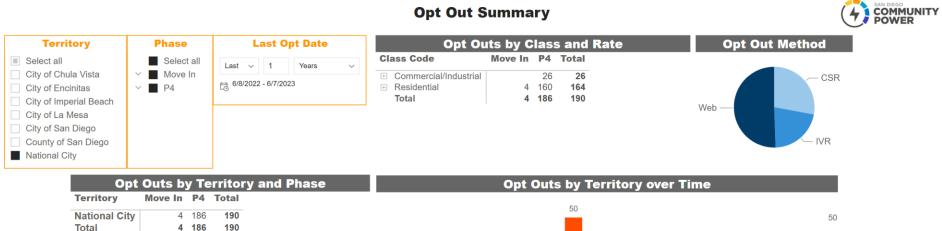


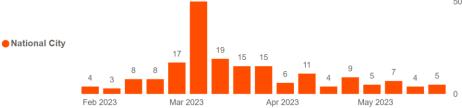
Opt Out Reasons by Phase						
Opt Out Reason	Move In	P4	Total			
Dislike being automatically enrolled	7	2,914	2,921			
<ul> <li>Decline to provide</li> </ul>	11	1,485	1,496			
Rate or cost concerns	9	1,414	1,423			
<ul> <li>Existing relationship with the utility</li> </ul>	10	1,063	1,073			
Other	10	808	818			
<ul> <li>Concerns about government-run power agency</li> </ul>	1	589	590			
<ul> <li>Service or billing concerns</li> </ul>		227	227			
<ul> <li>Renewable energy reliability concerns</li> </ul>		198	198			
E Concerns about lack of equivalent CCA programs	1	54	55			
Total	49	8,752	8,800			





#### **Phase 4 Opt Out Trends: National City**





Feb 2023

Mar 2023

Apr 2023

Opt Out Reaso	ns by P	has	e		Opt Out Reasons over Time		
Opt Out Reason	Move In	<b>P4</b>	Total ▼	Opt Out Reason	50		
Dislike being automatically enrolled     Rate or cost concerns	1	51 36	52 38	<ul> <li>Concerns about government-run power agency</li> </ul>	-		
Decline to provide	1	35	36	Concerns about lack of equivalent CCA programs	40		
<ul> <li>Existing relationship with the utility</li> <li>Other</li> </ul>		28 17	28 17	Decline to provide			
<ul> <li>Service or billing concerns</li> </ul>		8	8	Dislike being automatically enrolled			
<ul> <li>Concerns about government-run power agency</li> <li>Renewable energy reliability concerns</li> </ul>		6 3	6 3	Existing relationship with the utility	10		
<ul> <li>Concerns about lack of equivalent CCA programs Total</li> </ul>		2 186	2 190	Other	20 17 15 15		
Total	-	100	100	Rate or cost concerns			
				Renewable energy reliability concerns			
				Service or billing concerns			



5

May 2023

# Public Comment for Item 10

# Item 11

## Receive Update on Fiscal Year 2023-2024 Operating Budget

Presenter:

Eric Washington, Chief Financial Officer/Treasurer



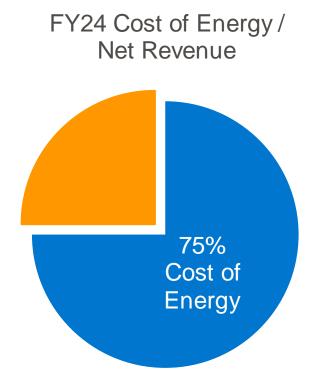
#### **Budget Development for FY 2023-24**

The Board-adopted schedule for budget development is the following:

February	March-April	Мау	June	
Develop Operating Revenue Estimate Develop Operating Expense Estimate Develop financial plan for	Strategic planning sessions with SDCP Board Staff develop operating budgets	Financial and Risk Management Commit tee Review SDCP Board Preview (Information Item)	SDCP Board Approval	July 1 <sup>st</sup> Budget Implemented Mid-year budget review (February) Budget amendments
credit rating in 3-years	Baseline budget is developed			as necessary

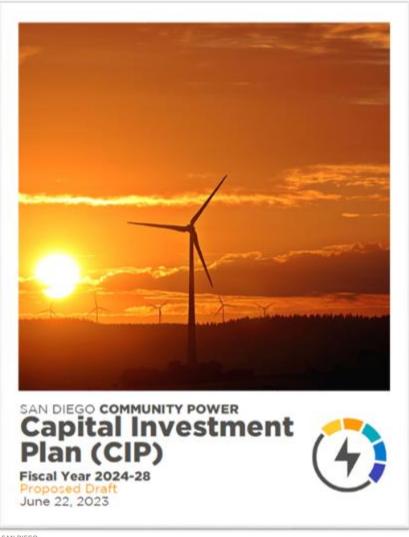
### **Budget – Summary**

ltem	FY 23 Amended Budget, \$M	FY 24 Proposed Budget, \$M
Gross Revenue	939.2	1,346.3
Less Uncollectible Accounts	(9.4)	(53.9)
Net Revenue	929.8	1,292.5
Cost of Energy	738.8	948.5
Non-Energy Costs	32.0	46.9
Subtotal Operating Expense	770.8	995.4
Debt Service	1.3	2.4
Capital Investment Program	0.0	4.2
Total Expense	772.1	1,002.0
Net Position	157.7	290.5
Cumulative Net Position	200.2	490.7
Days Cash on Hand	94.8	178.8





### FY 2024-28 Capital Investment Plan (CIP)







FY 2024-28 Capital Investment Plan (CIP)						
	Budget		×			5-Year CIP
Program,\$000	FY24	FY25	FY26	FY27	FY28	Total (Proposed)
CPUC Green Tariffs	335.23	<u>FY 2024-28</u>	<u>8 CIP</u> : 2.50	212.50	212.50	1,062.50
Member Agency Grants	380.00	First year	is appropri	iated in the	e budget pro	<b>ocess</b> ,900.00
<b>Building Electrification Education</b>	0.01	0.01	through five	0.01	0.01	0.05
Customer Education	350.00	appropria		are <b>plann</b>	ed and <b>not</b>	1,750.00
Building and Housing Stock	250.00			250.00	250.00	1,250.00
Community Grants	500.00		nd Program	s are consid	dered <b>multi-</b>	year <sub>2,500.00</sub>
PUC Energy Efficiency Program	250.00	efforts	250.00	250.00	250.00	1,250.00
Customer Program Pilots	2,000.00	Funds app	ropriated in	the budget	t will be in a	continuing
Local Dev. Feasibility Studies	100.00			•	nt budget ye	
Total	4,175.2	4,042.5	4,042.5	4,042.5	4,042.5	20,122.55



## FY 2024-28 Capital Investment Plan (CIP)

CPUC Green Tariffs Short-Term	To bring the benefits from local solar projects to those who may not be able to install solar on their roofs and offer a 20% bill discount to eligible residential customers in state-defined disadvantaged communities.
Member Agency Grants Short-Term	Grant programs to support both community organizations and its member agencies. Grants focus on addressing the key priorities heard during the community engagement process and provide member agency grants to support regional climate action goals.
Building Electrification Education Medium-Term	To encourage replacement of natural gas equipment such as stoves and clothes dryers and to incentivize installation of electric space heating and cooling, and water heating to achieve building electrification.
Customer Education Short-Term	To boost understanding of energy issues and increase participation in energy programs available to SDCP's customers and workforce.
Building and Housing Stock Short-Term	Develop resources on existing building stock to inform program design.



## FY 2024-28 Capital Investment Plan (CIP)

Community Grants Short-Term	To implement innovative program ideas from community-based organizations or specific clean energy projects that help SDCP's member agencies achieve their climate action goals.
PUC Energy Efficiency Program Medium-Term	To reduce the amount of energy customers use, improve indoor comfort, and lower energy bills.
Customer Pilot Programs Short-Term	To test out program concepts and support implementation of high-impact projects that SDCP may be able to scale with more funding.
Local Development Feasibility Studies Short-Term	Developing local infill planning including receiving feedback and guidance from SDCP Board, Community Advisory Committee, and other stakeholders to confirm needs and goals, visiting with member agencies to evaluate potential sites and opportunities, then reviewing scope and schedule of initial Local Infill Development plan with SDCP Board for the feasibility studies.



#### FY 2024-28 Capital Investment Plan (CIP) – Next Steps



Fiscal Year 2024-28 Proposed Draft June 22, 2023 Capital Investment Plan

#### (4) SSUMMERTY

Overview of San Diego Community Power

#### Who We

Provide the second seco

#### About Community Choir

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#### Governance i

An September 2018, the other establish an underscore and in antenno equatory. In 2029, the 5050Ps Board is correction? Capital Investm

Constructions Product Structures for Available Structures and Available

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**CIP book** released with additional detail.

• Updated yearly as part of annual budget process.

 Only first year of CIP is appropriated in the budget process.

# Public Comment for Item 11

# **Item 12**

## Receive Update on Disadvantaged Communities (DAC-GT) and Community Solar Green Tariff (CSGT) Programs

Presenter:

Tessa Tobar, Program Associate



#### Background

Disadvantaged Communities Green Tariff (DAC-GT) & Community Solar Green Tariff (CSGT)

#### September 29, 2021

 SDCP filed its Tier 2 Advice Letter ("AL") with the Commission requesting a capacity transfer from SDG&E under the DAC-GT and CSGT based on the Disadvantaged Communities (DACs) located within founding member agencies of SDCP.

#### November 18, 2021

CPUC accepted and approved SDCP's allocation request of 14.39 megawatts (MW) under DAC-GT and 4 MW under the CSGT programs, <u>making SDCP's program the largest allocation in the state</u>.

#### October 12, 2022

• Staff submitted a <u>Tier 3 Implementation AL</u> to become a Program Administrator of the DAC-GT and CSGT programs and seek approval of an Implementation Plan.

#### March 16, 2023

• The CPUC voted to adopt <u>Resolution E-5246</u> on SDCP's DAC-GT and CSGT Implementation Plan AL. SDCP becomes DAC-GT & CSGT Program Administrators.

#### May 19, 2023

 SDCP filed a <u>Tier 2 AL</u> with the Commission requesting approval of the Solicitation Documents.





#### **Overview**

Disadvantaged Communities Green Tariff (DAC-GT) & Community Solar Green Tariff (CSGT)

#### **Description & Benefits**

- Designed to increase renewable energy generation among residential customers in DACs per CalEnviroScreen 4.0.
- Offers 100% renewable energy to customers who are eligible for the California Alternate Rates for Energy (CARE) or Family Electric Rate Assistance Program (FERA) discounts.
- Provides an additional 20% discount on the electricity and delivery portion of the customers' bills.
- Funding for DAC-GT is **fully refundable** by the CPUC.

#### **Program Capacity & Enrollment\***

	DAC-GT	CSGT
MW Allocation	15.78	4.38
Estimated Customer Enrollment	6,912	1,920

\*Eligible customers will be auto-enrolled in 2025 when new projects come online.



### Eligibility

#### Disadvantaged Communities Green Tariff (DAC-GT) & Community Solar Green Tariff (CSGT)

The CPUC has defined an eligible DACs as census tracts that either:

- Score at or above the 75th percentile (i.e., scoring in the top 25 percent statewide) in the current CaIEPA CalEnviroScreen 4.0 on a statewide basis, or
- Are one of the census tracts that score in the highest five percent of CalEnviroScreen's pollution burden, but that do not have an overall score.

SDCP has over **40 eligible census tracts** located in Chula Vista, National City, and the City of San Diego.

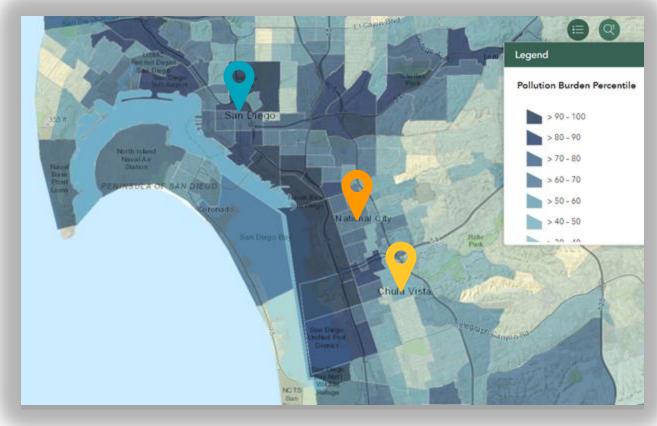


Figure 1: Qualifying Neighborhoods in SDCP Service Territory



#### Eligibility – cont.

Disadvantaged Communities Green Tariff (DAC-GT) & Community Solar Green Tariff (CSGT)

#### DAC-GT

 DAC-GT projects can be sited in any DACs in SDG&E's and/or SDCP's service territory.



#### CSGT

- CSGT projects must be located in a DACs in SDCP's service territory.
- CSGT projects must be within **5 miles** of participating customers.
- CSGT projects must have a **Community Sponsor** on behalf of the customers.



# **Community Sponsors**

Community Solar Green Tariff (CSGT)

#### **Eligibility & Requirements**

- Must be a non-profit community-based organization (CBO), local government entity, or school.
- The sponsor's role is to work with the project developer to encourage program participation in the community.
- Sponsors are required to include job training and workforce development in their efforts to benefit the local communities.
- SDCP will provide support to local CBOs and Bidders to identify potential CSGT project sites and sponsors.

#### **Benefits**

- Community Sponsors are eligible for a 20% bill credit for usage and up to 25% of the project's estimated output.
- Ensures community involvement, awareness, and substantial interest of community members in subscribing to the Project.
- Captures community-suggested host sites, and verification that the site chosen for the bid is consistent with community preference.



#### **Next Steps**

#### **June 2023**

- SDCP expects to receive CPUC's approval for the solicitation documents
- SDCP is in progress to launch a dedicated webpage to DAC-GT & CSGT before June Board meeting

#### June – August 2023

- SDCP will conduct outreach to solar developers and potential Community Sponsors by developing collateral and hosting multiple webinars
- Solicitation documents will go live on the SDCP website within 60 days of CPUC approval

#### Early 2024

• SDCP will receive bids and select a solar developer(s).

#### 2025

• Customers will be auto-enrolled when new projects come online in 2025

Deadline to respond to DAC-GT & CSGT RFO is **TBD**.

SDCP will return to the CAC and Board with updates.



# Public Comment for Item 12

### **Receive Update on Proposed Language Access Policy**

Presenter:

Carly Newman, Senior Account Services Analyst



#### Language Access Policy

#### **Purpose**

Establish procedures for providing information and services directly to SDCP communities in a way that makes them accessible to all customers, including those who are not proficient in the English language.

#### **Background**

Essential to the success of SDCP's mission and vision to provide meaningful and equitable access to the services, programs, and activities offered by SDCP to all customers, regardless of their primary language.



Set forth effective guidelines for meaningful and effective language access services as well as procedures for providing effective communication between SDCP and the communities we serve.



# Public Comment for Item 13

### **Receive Update on Collections and Delinquency Policy to include Residential Customers**

Presenter:

Lucas Utouh, Director of Data Analytics and Account Services



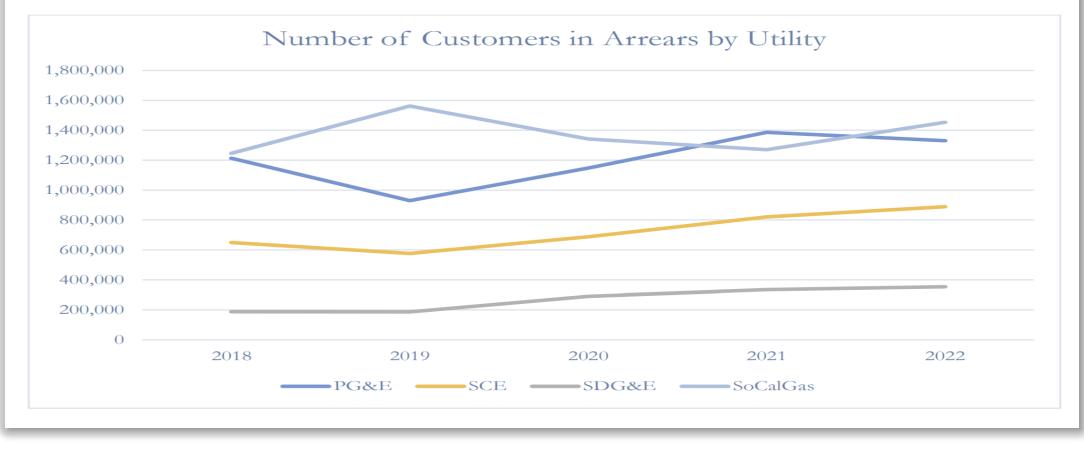
### **Collections/Delinquency Policy Objectives**

- 1. Provide a framework for SDCP staff and Back Office Service provider to better serve our customers, to treat them with respect and dignity, and to set clear expectations on the handling of past due customer charges (arrearages).
- 2. Minimize and mitigate bad debts for the overall long term financial viability, resiliency and competitiveness of our organization.



### **State of Arrearages in Our Region**

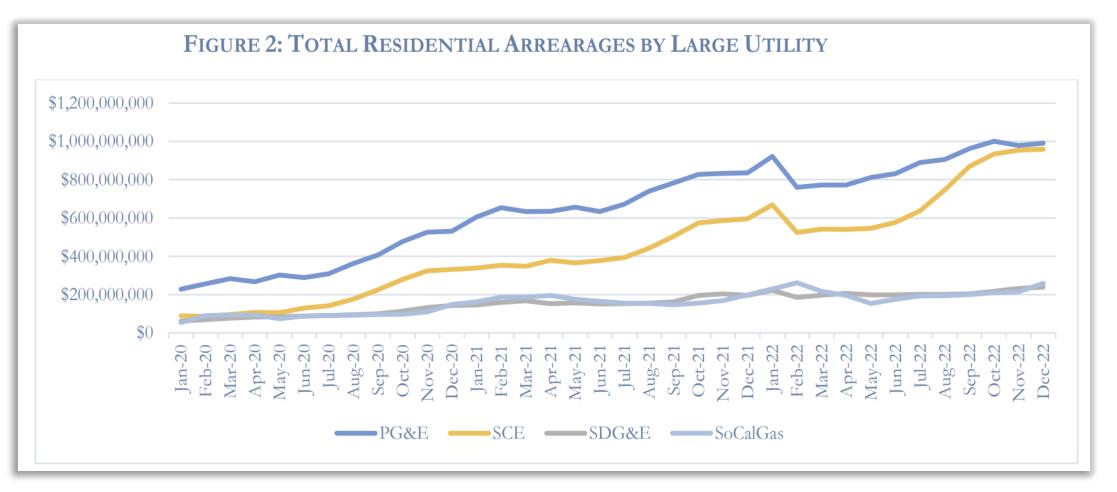
FIGURE 13: NUMBER OF CUSTOMERS IN ARREARS BY UTILITY



\*Data from the California Public Utilities Commission (CPUC).



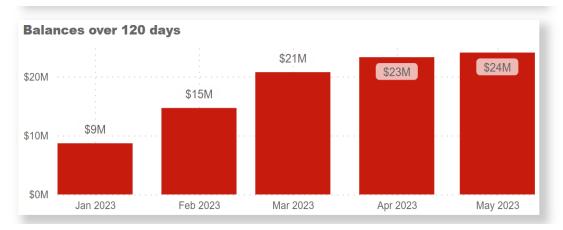
### **Residential Arrearages in Our Region**



\*Data from the California Public Utilities Commission (CPUC).



#### **State of SDCP Arrearages**





#### \*SDCP's Receivables aged 120 Days+ as of 6/2/2023.



### **Programs assisting customers with Arrearages**

- 1. Low-Income Home Energy Assistance Program (LIHEAP) program
- Federally funded and administered by the California Department of Community Service and Development (CSD), offers up to \$1,000 in financial aid for SDG&E customer bills.

#### 2. Arrearage Management Payment (AMP) program

- Enrollee must be a current SDG&E residential customer and must participate in the CARE or FERA program.
- Must have been a customer for minimum of six months and had at least one on-time payment in the last two years.
- Once enrolled, participants must make on-time payments of their current month's bill amount for 12 consecutive months.
- AMP will forgive a maximum of \$8,000 upon successful completion in the program.

#### 3. California Arrearage Payment Program (CAPP)

- Over \$2 billion state budget allocation for past-due energy bills during COVID; over \$900 million allocated for IOUs and CCAs
- Administered by Dept of Community Services (CSD)
- Utilities including SDG&E applied credits automatically to eligible customer account balances for arrearages between 3/4/2020 and 12/31/2021.



### **Programs assisting customers with Arrearages**

#### 4. Percentage of Income Payment Plan (PIPP) pilot program

- Allows a participant to pay a predetermined affordable percentage of their monthly income toward their electricity or natural gas bill.
- Participants will receive a monthly bill cap for current charges set at four percent of their household's monthly income.
- Monthly bill caps will be standardized for households in two income tiers: 0-100 percent of Federal Poverty Guidelines, and 101-200 percent of Federal Poverty Guidelines.

#### **5. Automatic Extended Payment Plans**

- Ordered by the CPUC in June 2021 whereby:
  - IOUs directed to automatically enroll eligible customers per the below:
    - Residential and small business customers with arrears 60+ days old as of 9/30/2021
    - 24 month plans for residential customers, 24+ for small business customers
    - Small business customers' monthly bill increase for payment plan capped at 10%
    - 5% for small business customers located in a Disadvantaged Community
    - Customers may miss up to 3 payments before the payment plan is considered broken and arrearages may result in disconnection



# Public Comment for Item 14

### Receive Update on Community Benefits for the Proposed Ormat-Brawley Power Purchase Agreement

Presenter:

Andrea Torres, Sr. Portfolio Manager in Power Services



### **Ormat: Brawley Solar + Storage**

- Hybrid 42 MW solar + 35 MW storage in Brawley, CA (Imperial County).
- Located on privately owned land previously zoned for agriculture adjacent to a wastewater treatment plant
- Project will connect to the existing North Brawley
   Geothermal Power plant substation
- County Board of Supervisors approved the CUP in May.
- Expected COD: 4/30/2025





### **Ormat Brawley: Staff Analysis**

- The Brawley project will provide over 120,000 MWh of renewable energy per year in addition to energy management and capacity benefits. With commercial operations commencing in Q2 of 2025, the Brawley project will contribute to SDCP's compliance requirements for mid-term reliability.
- Brawley is located in Imperial County that contributes to SDCP's local utility-scale project goals by 2035 and community benefits for Imperial County.
- Pricing is competitive against comparable product offerings received from SDCP's RFOs.
- Ormat is an experienced developer, owner and operator, particularly with advanced battery applications.



### **Ormat Brawley: Community Benefits**

- Located within a DAC community (25% percentile for CalEnviro screens).
- At least 80% of all construction workers will be local and/or union labor.
- Ormat will contribute \$136,000 per year under the County's Public Benefit Agreement
- Ormat will pay \$550,000 to the County to mitigate the loss of farmland
- All electrical work to performed by Qualified Electricians and/or Apprentices.
- Apprentice program will include 15% of total labor hours.
- Ormat is committed to a clean energy and battery storage workforce training program or STEM program within 20 miles of the project. Curriculum is to be provided to SDCP.
- Ormat is committed to best efforts in sourcing County-taxable purchases from price competitive retail vendors and will direct use taxes on out-of-County taxable purchased construction related items to Imperial County to fullest extent possible.



### **About Ad Hoc Committees**

- Per law, ad hoc committees serve only a limited or single purpose, they are not perpetual and they are dissolved when their specific task is completed.
- These meetings are not subject to the Brown Act.
- Meeting frequency will be monthly.
- The ad hoc committee will be responsible for a presentation to the larger CAC monthly.
- The continuation or dissolution of the ad hoc committee will be discussed at the January CAC meeting.





#### **Receive Update on Ad-Hoc Committees**

Presenter:

Jen Lebron, Director of Public Affairs



### **Community & Equity Ad Hoc Committee Purpose**

- Provide meaningful, focused feedback to the Board of Directors about a variety of SDCP efforts.
- Help develop a checklist or framework that can assist the Board of Directors, SDCP staff and potential development partners in assessing a developer's community engagement and outreach efforts early in the power procurement process.
- Help develop a volunteer pool to expand community outreach efforts.



### **Programs Ad Hoc Committee Purpose**

- Provide meaningful, focused feedback to the Board of Directors about programmatic offerings and outreach.
- Work closely with the SDCP Programs team to do deep dives on upcoming offerings.
- Make recommendations on outreach opportunities across communities.
- Act as the first group of volunteers for program evaluation committees, such as the Community Clean Energy Innovation Grant committee



# Public Comment for Item 15

# Standing Item: Update on CAC Fiscal Year 2022-2023 Work Plan



Presenter:

Jen Lebron, Director of Public Affairs

#### Community Advisory Committee (CAC) Work Plan Fiscal Year 2022 - 2023





# Public Comment for Item 17

Standing Item: Discussion of Potential Agenda Items for Board of Directors Meetings

### **Committee Member Announcements**

### Adjournment



### Next Community Advisory Committee Meeting

July 13, 2023