

RESOLUTION NO. 2026-18

A RESOLUTION OF THE BOARD OF DIRECTORS OF SAN DIEGO COMMUNITY POWER AMENDING THE FISCAL YEAR 2025- 2026 OPERATING BUDGET AND DESIGNATING \$115,000,000 AS RATE STABILIZATION RESERVES.

**THE BOARD OF DIRECTORS OF SAN DIEGO COMMUNITY POWER DOES HEREBY FIND, RESOLVE,
AND ORDER AS FOLLOWS:**

- A. San Diego Community Power (“Community Power”) is a joint powers authority formed pursuant to the Joint Exercise of Powers Act, Cal. Gov. Code § 6500 *et seq.*, California Public Utilities Code § 366.2, and a Joint Powers Agreement effective on October 1, 2019, and amended and restated on December 16, 2021 (“JPA Agreement”).
- B. The JPA Agreement provides that Community Power’s fiscal year (“FY”) shall be 12 months commencing each year on July 1 and ending on June 30 the following year.
- C. The JPA Agreement further provides that all expenditures shall be made in accordance with the approved budget and upon the approval of any officer so authorized by the Board in accordance with its policies and procedures.
- D. Community Power Board adopted the FY 2025-2026 Operating Budget on June 25, 2026.
- E. Community Power Board approved an amendment to the FY 2025-2026 Operating Budget on February 26, 2026.
- F. Community Power Board on July 28, 2022, approved Community Power’s Budget Policy that states the Chief Executive Officer or Chief Financial Officer may authorize expense transfers between and within Budget Level 2 categories provided that net transfers total \$150,000 or less from the budget category. Budget movements exceeding this threshold require Community Power Board approval.
- G. Community Power Board received and filed the Treasurer’s Report for 12-Month Period Ending June 30, 2026, that included preliminary year-end unaudited financial results for the 2025-2026 fiscal year ending June 30, 2026.
- H. Staff has completed its review of the unaudited financial results for Fiscal Year 2025-2026 and conducted a comprehensive assessment of year-end budget performance.
- I. As part of that review, staff identified \$1 million of Budget Level 2 categories where actual expenditures exceeded available appropriation authority and determined that transfers of existing appropriations are necessary to align budget authority with final fiscal year

expenditures and that the amount exceeds the approval threshold of the Chief Executive Officer and Chief Financial Officer under the Budget Policy.

- J. The recommended budget transfers reallocate existing appropriations between Budget Level 2 categories, do not increase total revenue appropriations, expense appropriations, or overall budget authority, and are administrative in nature.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of San Diego Community Power as follows:

1. The Board of Directors hereby receives and files the FY26 Financial Year-End Review, including the unaudited financial results for the fiscal year ended June 30, 2026.
2. The Board of Directors finds that staff has completed a review of FY26 year-end financial results and budgetary performance and has identified the need for limited transfers of existing appropriation authority between Budget Level 2 categories. The Board hereby approves the following budget neutral-transfers to ensure appropriations are appropriately aligned with actual fiscal year expenditures.

Budget Level 2 Category	Budget Adjustment
Professional Services & Consultants	(\$1,000,000)
General & Administration	\$500,000
Debt Service	\$500,000
Net Change to Operating Budget	\$ -

3. The Board of Directors further finds that the approved transfers reallocate existing budget authority only, do not increase total appropriations, and have no material impact on the overall FY26 Operating Budget.
4. This resolution shall take effect immediately upon its adoption and shall remain in effect except as amended or until repealed by the Board of Directors.

PASSED, APPROVED AND ADOPTED at a meeting of the Board of Directors of San Diego Community Power held on October 22, 2026.

AYES: CHAIR LAWSON-REMER, VICE CHAIR YAMANE, DIRECTORS ELO-RIVERA, FISHER, PURVIS AND SUZUKI
NOES: NONE
ABSTAIN: NONE
ABSENT: DIRECTORS INZUNZA AND SAN ANTONIO



Terra Lawson-Remer, Chair
Board of Directors
San Diego Community Power

ATTEST:



[Maricela Hernandez \(Oct 26, 2026 15:10:50 PDT\)](#)

Maricela Hernandez, MMC, CPMC
Clerk of the Board/Secretary
San Diego Community Power

APPROVED AS TO FORM:



Veera Tyagi, General Counsel
San Diego Community Power