



LOCAL AGENCY FORMATION COMMISSION CITY AND COUNTY OF SAN FRANCISCO MINUTES

City Hall, Legislative Chamber, Room 250
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

April 25, 2014 - 2:00 PM

Regular Meeting

1. Call to Order and Roll Call

The meeting convened at 2:08 p.m.

Present: Commissioners John Avalos, London Breed, Eric Mar, and Hope Schmeltzer
Absent: Commissioners David Campos

There was a quorum

2. Approval of LAFCo Minutes from the January 24, 2014, Regular Meeting and the March 3, 2014, Special Joint Meeting with the San Francisco Public Utilities Commission (Action)

Public Comment: None

Commissioner Breed, seconded by Commissioner Schmeltzer, moved to approve the minutes of the January 24, 2014, Regular Meeting and the March 3, 2014, Special Joint Meeting with the San Francisco Public Utilities Commission. The motion carried by the following vote:

Ayes: Commissioners Avalos, Breed, Mar, and Schmeltzer
Noes: None
Absent: Commissioners Campos

Action: Minutes Approved

3. Community Choice Aggregation (CCA) Activities Report

A. Status Update on CleanPowerSF Program

Barbara Hale, Assistant General Manager-Power (San Francisco Public Utilities Commission (SF PUC)), presented information to the Commission on the status of bills that were introduced by the State. Assemblymember Tom Ammiano has introduced AB 2159 to augment local choices for securing clean energy and will allow cities and counties more options for making clean energy available to consumers in their

communities. AB 2159 was passed by the Utilities Committee and it is being sent forward to the Local Government Committee.

Assemblymember Steven Bradford has introduced AB 2145, which would change the opt-out process for CCA programs to an opt-in process. The Commission directed the Interim Executive Officer to draft a letter of opposition to the bill, which should include the Commission's desire to implement the program and ways it will help include low-income families and not negatively impact them.

B. Status Update on Proceedings at the California Public Utilities Commission (CPUC)

Barbara Hale reported that PG&E has proposed to implement a program allowing customers to join a tariff program that relies on greener energy. The CPUC has indicated they will be making decisions by early summer on how the green tariff program will be shaped.

C. Status Update on the Request for Proposals (RFP) to Provide Build Out Strategy and Plan for CleanPowerSF Program (Energy Efficiency, Facilities, and Local Jobs Policy)

Nancy Miller, Interim Executive Officer (LAFCo), reported on the four proposals received in response to the RFP and the resulting scores for each of the consultants. EnerNex, LLC received the highest score from the panel and Ms. Miller provided an overview of their qualifications and background. She also provided an overview for San Francisco Community Power and MRW & Associates who may provide services on an "as needed" basis. A power point presentation was also presented with a summary of the tasks to be completed and next steps of the process.

The Commission requested an update from the SF PUC on the various questions asked during the March 3, 2014, Special Joint Meeting with SF PUC. Barbara Hale highlighted a response memo that she indicated will be provided to the LAFCo Clerk by the end of the day for distribution to the Commissioners.

Public Comment: Eric Brooks (SF Green Party/Our City); spoke on various concerns regarding AB 2145 and AB 2159.

Action: No action was taken.

4. Approval of the Contract with EnerNex for Tasks Under a Not-to-Exceed Budget

Public Comment: Eric Brooks (SF Green Party/Our City); spoke on the advocates' concerns regarding the proposals received and suggestions on how to move forward with the contracts.

Nancy Miller, Interim Executive Officer, and Jason Fried, Senior Program Officer (LAFCo) provided an overview of the contracts and a summary of the tasks.

Commissioner Schmeltzer, seconded by Commissioner Breed, moved to approve the contract with EnerNex, LLC for tasks under a not-to-exceed budget. The motion carried by the

following vote:

Ayes: Commissioners Avalos, Breed, Mar, and Schmeltzer

Noes: None

Absent: Commissioners Campos

Action: Approved

5. Approval of the Contract with San Francisco Community Power on an As-Needed Basis Subject to Prior Approval by the Commission for Tasks and Not-to-Exceed Amounts

Public Comment: Eric Brooks (SF Green Party/Our City); spoke on the advocates' concerns regarding the proposals received and suggestions on how to move forward with the contracts.

Nancy Miller, Interim Executive Officer, and Jason Fried, Senior Program Officer (LAFCo) provided an overview of the contracts and a summary of the tasks.

Commissioner Schmeltzer, seconded by Commissioner Breed, moved to approve the contract with San Francisco Community Power on an as-needed basis subject to prior approval by the Commission for tasks and not-to-exceed amounts. The motion carried by the following vote:

Ayes: Commissioners Avalos, Breed, Mar, and Schmeltzer

Noes: None

Absent: Commissioners Campos

Action: Approved

6. Approval of the Contract with MRW & Associates on an As-Needed Basis Subject to Prior Approval by the Commission for Tasks and Not-to-Exceed Amounts

Public Comment: Eric Brooks (SF Green Party/Our City); spoke on the advocates' concerns regarding the proposals received and suggestions on how to move forward with the contracts.

Nancy Miller, Interim Executive Officer, and Jason Fried, Senior Program Officer (LAFCo) provided an overview of the contracts and a summary of the tasks.

Commissioner Schmeltzer, seconded by Commissioner Breed, moved to approve the contract with MRW & Associates on an as-needed basis subject to prior approval by the Commission for tasks and not-to-exceed amounts. The motion carried by the following vote:

Ayes: Commissioners Avalos, Breed, Mar, and Schmeltzer

Noes: None

Absent: Commissioners Campos

Action: Approved

7. Consideration and Approval of the Proposed LAFCo Budget for Fiscal Year 2014/2015 (pursuant to Government Code, Section 56381)

Jason Fried, Senior Program Officer (LAFCo), provided an overview of the proposed budget and highlighted changes from last year's budget and personnel costs. Nancy Miller, Interim

Executive Officer (LAFCo), presented information on the impacts to the General Fund and answered questions raised throughout the discussion.

Public Comment: Eric Brooks (SF Green Party/Our City); spoke on various concerns regarding the budget and the need for a broadband system in San Francisco.

Commissioner Breed, seconded by Commissioner Mar, moved to approve the proposed LAFCo budget for Fiscal Year 2014/2015. The motion carried by the following vote:

Ayes: Commissioners Avalos, Breed, Mar, and Schmeltzer

Noes: None

Absent: Commissioners Campos

Action: Approved

8. Executive Officer's Report

None

9. Public Comment:

None

10. Future Agenda Items

Commissioner Schmeltzer requested additional information on the legislative issues discussed during the meeting and a status update on the contracts approved.

Commissioner Breed requested a copy of the letter in opposition to AB 2145 be provided to the Commissioners before it is sent. Nancy Miller indicated she will be drafting the letter with the Chairperson and Vice-Chairperson and will provide a copy to all of the Commissioners.

Public Comment: Eric Brooks (SF Green Party/Our City); expressed various concerns regarding future agenda items.

11. Adjournment

The meeting adjourned at 3:21 p.m.

N.B. The Minutes of this meeting set forth all actions taken by the Local Agency Formation Commission on the matters stated, but not necessarily in the chronological sequence in which the matters were taken up.