



LOCAL AGENCY FORMATION COMMISSION CITY AND COUNTY OF SAN FRANCISCO MINUTES

City Hall, Room 400
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

SPECIAL JOINT MEETING with the SAN FRANCISCO PUBLIC UTILITIES COMMISSION

July 9, 2013 - 10:00 AM

1. Call to Order

2. Roll Call

The meeting convened at 10:10 a.m.

Local Agency Formation Commission (LAFCo) Roll Call

Present: Chairperson John Avalos, Vice-Chair David Campos, Commissioners London Breed, Eric Mar, and Leah Pimentel (arrived at 10:20 a.m.)

Absent: Commissioner Hope Schmeltzer

San Francisco Public Utilities Commission (SF PUC) Roll Call

Present: President Art Torres, Commissioners Ann Moller Caen, Francesca Vietor, and Anson Moran

Absent: Vice President Vince Courtney

There was a quorum of both commissions.

3. Opening Remarks and Discussion of Expectations for the Joint Meeting

Chairperson Avalos opened up with his remarks on the expectations of the meeting and recognized all the work done and progress made by the SF PUC staff.

Public Comment

- Francisco Da Costa; spoke on various concerns regarding clean power and contamination within San Francisco.

No action was taken.

4. General Public Comment

Francisco Da Costa; spoke on various concerns regarding the survey that was discussed at a previous LAFCo meeting.

5. CleanPowerSF Regulatory Update

Harlan Kelly, General Manager, SF PUC, gave an update on the policy issues SF PUC staff has been working on and the progress being made with the CleanPowerSF program.

Kim Malcolm, Community Choice Aggregation (CCA) Director, SF PUC, provided an update on three matters before the California Public Utilities Commission (CPUC): 1) the PG&E proposal to maintain its option to market against CCAs; 2) CPUC staff approval of CleanPowerSF's Implementation Plan; and 3) PG&E's proposed "green" tariff.

Public Comment

- Francisco Da Costa; spoke on various concerns regarding PG&E, CPUC, possible litigations, and the need for expertise in these areas.

No action was taken.

6. Schedules of Rates and Charges of the San Francisco Public Utilities Commission Power Enterprise for Phase One of the CleanPowerSF Community Choice Aggregation Program for Renewable Power Procurement Within San Francisco

Kim Malcolm, CCA Director, SF PUC, presented a power point presentation on the proposed not-to-exceed rates, including the history and design of the program, and how it's evolved to become more viable.

Todd Rydstrom, SF PUC, answered questions raised by the Commissioners on the progress made to reduce the not-to-exceed rates.

Barbara Hale, Assistant General Manager - Power, SF PUC, presented information and answered questions raised throughout the hearing.

There was an extensive discussion among the Commissioners and staff on how the CleanPowerSF rates compare to other CCA programs and how they can be competitive with PG&E rates.

Nancy Miller, Interim Executive Officer, LAFCo, presented information and answered questions raised throughout the hearing.

Public Comment

- Eihway Su (Sierra Club); shared her personal experience on finances and how it relates to a monthly household energy bill.
- Male Speaker; shared his support of the program and concerns.

- Jennifer Dierkens (Sierra Club); thanked the Commissions on their work to reduce the not-to-exceed rates and encouraged them to pass the rates.
- Cameron Bingley (Sierra Club); voiced his support of the program and the proposed rates.
- David McCoard (Sierra Club); thanked staff for their work on bringing the not-to-exceed rate down and encouraged the Commissions to move forward on the program.
- Hunter Stern (IBEW 1245); expressed support of the CCA program, but relayed IBEW's desire that additional discussions take place with labor unions.
- Dr. Espanola Jackson; encouraged more consideration be given to solar power.
- Francisco Da Costa; expressed his concerns on the type of power and costs being considered.
- Don Battles (South San Joaquin Irrigation District); shared their positive experience, as a partner of Shell Energy, and expressed the District's support of the company.
- Theodore Kerr; voiced his opposition to the program and the contract with Shell.
- June Brashares; expressed support of the program and the benefits it will provide to San Francisco.
- Leda Dupree; encouraged the Commissions to move forward with the program.
- Mark Cesare; encouraged the Commissions to set the not-to-exceed rates as low as possible and move as quickly as possible.
- Gabie Berliner (Sierra Club); shared her experience with solar power and expressed her desire to see the CleanPowerSF program be implemented as soon as possible.
- Jed Holtzman; encouraged the Commissions to try and bring the rate down below \$0.11 and to stay aggressive on implementation of the program in order to meet our climate goals.
- Teresa McFarland (Sierra Club); expressed her support of CleanPowerSF and encouraged the Commissions to move forward.
- Brooke Wainwright (Sierra Club); encouraged the Commissions to pass the not-to-exceed rates today and expressed support of the program.
- Jess Dervin-Ackerman (Sierra Club); expressed the Sierra Club's desire that the not-to-exceed rates be set at \$0.11 or less today so that the transition to 100% renewable energy can begin and the program can be launched.
- Ian Monroe (Stanford University); expressed his support of CCA, concerns with global climate change, and encouraged the Commissions to pass the not-to-exceed rates.
- Rebecca Evans (League of Conservation Voters); encouraged the Commissions to vote today and applauded their efforts.
- Ben Pittenger; expressed his concerns with global energy use, and support of local build out and energy efficiency.
- Mae Lei; expressed her opposition to the program and how it affects immigrants.
- Sam Matthews (Sierra Club); expressed his support of the program and encouraged them to pass the not-to-exceed rates.
- Celia Kitchell; shared her concerns with ensuring the program remain competitive in order to overcome utility monopolies and encouraged the Commissions to approve the not-to-exceed rates at \$0.11.

Tyrone Jue, SF PUC, answered questions raised by the Commissioners on public outreach and the work staff has done.

Vice-Chair Campos, seconded by Commissioner Breed, moved to ADOPT the Resolution recommending the San Francisco Public Utilities Commission approve the not-to-exceed rates for the CleanPowerSF Program. The motion carried by the following vote:

AYES: Chairperson Avalos, Vice-Chair Campos, Commissioners Breed, Mar, and Pimentel.

NOES: None.

Action: ADOPTED

7. Adjournment

The meeting adjourned at 12:21 p.m.