

Attachment A

Clean Energy Community Advisory Commission 2022-2023 Annual Report

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Clean Energy Community Advisory Commission (CECAC) Annual Report FY 2022-2023			
Objective of FY 2022-2023	Timeframe	Status & Accomplishments	Future Target/Goals
1 FY 22-23 Workplan Equity, Collections, and Disconnections Presentation FY 21-22 Annual Report	July 28, 2022	<p>Commissioners reviewed the CECAC FY 22-23 Workplan and asked staff to add value metrics. Workplan was approved with this addition.</p> <p>Next, commissioners listened to a presentation on equity and reducing disconnections. No action was taken.</p> <p>Finally, commissioners reviewed and approved the CECAC FY 21-22 Annual Report.</p>	Add value metrics to FY 23-24 Workplan
2 2022 Integrated Resource Plan	September 29, 2022	<p>Commissioners received a briefing from staff on San José Clean Energy's (SJCE) 2022 Integrated Resource Plan. The commissioners approved the following recommendation to be included in the City Council memo.</p> <p>COMMISSION RECOMMENDATION/INPUT <i>The Clean Energy Community Advisory Commission (Commission) agrees with the staff recommendation to file the CPUC Compliant Portfolio that achieves slightly lower emissions than SJCE's proportional share of 25 MMT by 2035. The Commission also agrees with staff recommendation to use the more aggressive City Carbon Neutral Portfolio as a procurement guide to meet the City's goal to be carbon neutral by 2030. The Commission appreciates that SJCE staff has undertaken aggressive procurement of cost-effective long-term renewable resources from 2019-2022 and encourages staff to seek innovative solutions to overcome any current</i></p>	Report back to CECAC with next Integrated Resource Plan in 2024.

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		<i>and ongoing market challenges that may impact SJCE's ability to meet the aggressive goal of carbon neutrality by 2030. The Commission recommends that new resource procurements of 10 years or longer should be approved by City Council and public presentations to City Council should include the expected annual cost of the contract and the expected lifetime cost of the contract. The Commission notes that Commissioners reviewed staff's presentation but did not review the complete Integrated Resource Plan. The Commission also notes that staff has indicated that the federal savings from the Inflation Reduction Act are not yet included in this plan.</i>	
3 Downtown West Mixed-Use Development Cost-of-Service Summary Report for 2023 Rates	November 3, 2022	<p>Commissioners received a briefing from staff on the benefits and risks of San José provided electric distribution service using Downtown West as a case study. The commissioners approved the following recommendation to be included in the City Council memo.</p> <p>COMMISSION RECOMMENDATION/INPUT <i>The Commission expresses appreciation for the work to define the costs and benefits of City municipal electric distribution service to new developments in the City of San José but is concerned the work to define the costs and benefits of City municipal electric distribution service to new developments in the City of San Jose, as presented to the CECAC, is incomplete. We would like to note that the Commission was not provided the August 24, 2022 memo to Council regarding Downtown West Project (DTW).</i></p>	Staff will return to CECAC with more information about city provided electric distribution service.

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		<p><i>The Commission recognizes that the City Council asked the staff to propose an ordinance at the December 6, 2022 City Council meeting to allow the formation of a City owned municipal utility. We recognize the proposed ordinance does not commit the City to take further steps to operate a municipal utility.</i></p> <p><i>The Commission expresses no views on the merits of DTW or the merits creating a municipal utility, but strongly advises the Council to seek an independent review of the opportunities and risks before proceeding at this time.</i></p> <p>Commissioners received a briefing from staff on the cost-of-service summary report for 2023 rates. The commissioners approved the following recommendation to be included in the City Council memo.</p> <p>COMMISSION RECOMMENDATION/INPUT <i>The Clean Energy Community Advisory Commission (Commission) expresses appreciation for the work to conduct the SJCE cost of service study and findings that will allow SJCE to keep rates aligned to underlying costs, build operating reserves for resiliency, and set rates to address local goals.</i></p> <p><i>The Commission agrees with staff recommendation to offer GreenSource at a lower cost than 2022 and maintain renewable energy content at 60%; maintain TotalGreen's premium relative to GreenSource; and increase the discount for SJ Cares from 5% to 10%</i></p>	

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		<p><i>below GreenSource, maintain the same power mix as GreenSource.</i></p> <p><i>The Commission appreciates that SJCE customers are expected to see a reduction in monthly generation charges.</i></p>	
<p>4 Programs Roadmap Update</p> <p>Climate Commission</p>	January 19, 2023	<p>Commissioners received an update from staff on the SJCE Programs Roadmap. The commissioners approved the following recommendation to be included in the Transportation and Environment Committee memo.</p> <p>COMMISSION RECOMMENDATION/INPUT <i>During the meeting on January 19, 2023, the Clean Energy Community Advisory Commission (CECAC) agreed with staff recommendations on the 2023 programs roadmap update. The CECAC further agrees with the recommendation that in the near term, before SJCE builds its operational reserves, SJCE will continue to execute existing programs and develop new educational pilots and programs that largely leverage external funding and set the groundwork for future program success. SJCE staff should focus on cost effectiveness and recognize that success will be driven by effective coordination with external partners and agencies.</i></p> <p>Commissioners received a briefing from staff on the creation of a citywide climate commission. The commissioners approved the following recommendation to be included in the City Council memo.</p>	<p>Staff will provide another update on the SJCE Programs Roadmap in FY 23-24.</p> <p>CECAC members are invited to serve the remainder of their terms on the newly established Climate Commission starting in January 2024.</p>

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		COMMISSION RECOMMENDATION/INPUT <i>During the meeting on January 19, 2023, the Clean Energy Community Advisory Commission (CECAC) was presented the concept of establishing a new citywide Climate Commission where CECAC members are invited to serve the remainder of their term. Overall, the CECAC was supportive of the concept and offered feedback on the scope and composition of the commission. Specifically, CECAC recommends seats be filled by San José residents who represent a balance of community members and experts. CECAC also recommends City staff consider increasing the size to 11 seats. Finally, CECAC recommends that commissioners, City staff, and the public be able to nominate candidates for the new Climate Commission to assist with filling vacancies. CECAC looks forward to further engagement from City staff on the formation of the new commission.</i>	
5 Elect Officers Regulatory and Legislative Plans Title 26 and Energy Risk Management Policy Revisions	March 23, 2023	Commissioners elected Commissioner Niemeyer as the new Chair and approved keeping Commissioner Strawa as Vice Chair. Commissioners received a briefing from staff on SJCE's legislative and regulatory priorities in 2023. Commissioners also received a briefing from staff on updates planned for Title 26 of San José's Municipal Code and SJCE's Energy Risk Management Policy.	Legislative and regulatory priorities will be shared with CECAC again in FY 23-24.
6 Update on SJCE short and long-term financial position, budget, and rates Review 2022-2023 Annual Report and 2023-2024 Workplan	June 1, 2023	Commissioners were updated on SJCE short and long-term financial position, budget, and rates Commissioners had initial review of the 2022-2023 Annual Report and 2023-2024 Workplan	Approve 22-23 annual report and 23-24 workplan. Review and vote on language for addition of Title 28 to San

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<p>Revise San José municipal code to form municipal electrical utility</p> <p>Consider creating Ad Hoc Committees per the Commission's workplan</p>		<p>Commissioners had initial briefing of revising San José municipal code to form municipal electrical utility</p> <p>The Goal Generating Ad Hoc committee was created.</p>	<p>José municipal code for starting a municipal utility.</p>