

Power Procurement, Rate Setting and Power Mix For San José Clean Energy

November 6, 2018

Item 7.1



POWER PORTFOLIO MIX

Portfolio mix for GreenSource (base product) that is 45% Renewable and 80% GHG-free

- 1% below PG&E rates

Portfolio mix for TrueGreen (premium product) that is 100% Renewable

- 0.5-1 cent per kWh higher than San Jose Clean Energy's GreenSource product



SUPPLY CONTRACT EXECUTION – CY 2019

Increase the authorization for all power supply contracts by \$156 million from \$70 million for a total not to exceed amount of \$226 million

- Energy
- Renewable Energy
- Resource Adequacy ("RA")
- Greenhouse Gas ("GHG") free power

ADJUSTING LAUNCH DATE

Move the launch from March to **February of 2019**

- This will increase revenue to offset additional RA costs

Delay enrollment for:

1. Small commercial customers (small business)*
2. Residential NEM customers (on-site solar)*

**PCIA (exit fees) increase significantly for these customers*

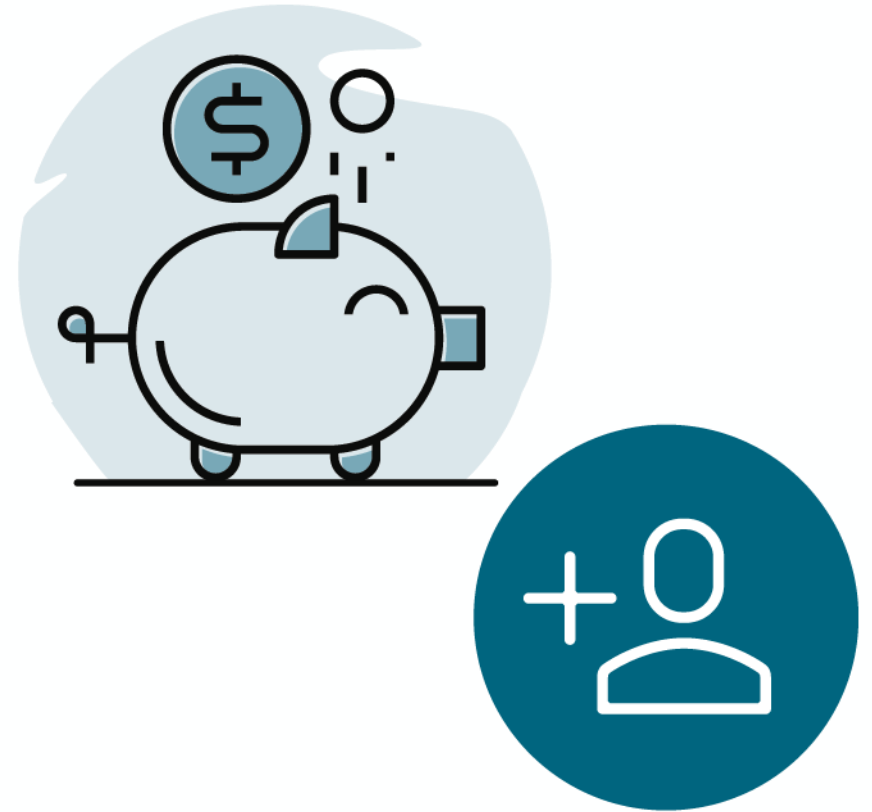
BUDGET ACTIONS & STAFF ADJUSTMENTS

Budget

- Recognize additional revenue and costs related to launch changes
- Clean up actions

Staff Adjustment

- Add a position to focus on regulatory and legislative policy





QUESTIONS?