COUNCIL AGENDA: 3/19/19 FILE: 19-083 ITEM: 7.1



Memorandum

#### TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: Lori Mitchell

SUBJECT: SEE BELOW

**DATE:** March 14, 2019

# Approved D.D.S. Date 3/18/19 SUPPLEMENTAL

## SUBJECT: ORDINANCE TO AMEND TITLE 26 OF MUNICIPAL CODE

## **REASON FOR THE SUPPLEMENTAL**

This supplemental memorandum is being issued to clarify language in the staff memorandum dated March 7, 2019 regarding an amendment to Title 26 of the San José Municipal Code to permit rate decreases and adjustments to rates that are fixed against Pacific Gas and Electric Company rates without requiring customer notice or a finding of extraordinary circumstances by City Council.

## **ANALYSIS**

The staff memorandum makes the following recommendation:

"Approve an ordinance amending Section 26.40.020 of Chapter 26.40 of Title 26 of the San Jose Municipal Code ("Title 26") to permit San José Clean Energy ("SJCE") to (1) decrease rates, and (2) adjust rates that are fixed against Pacific Gas and Electric Company ("PG&E") rates, without requiring written notice to customers or a finding of extraordinary circumstances by City Council if the rate is decreased or modified more than twice a year."

The proposed ordinance specifies any rate increase or decrease of SJCE rate for the GreenSource product will be consistent with Resolution No. 78864, so that rate will remain at one percent (1 %) below PG&E's generation rate.

/s/ LORI MITCHELL, Director, Community Energy Department

For questions, please contact Lori Mitchell, Director of Community Energy Department, at (408) 535-4880.