

Board of Directors Meeting

Thursday, May 2, 2019

3:00 p.m.

I. Welcome & Roll Call

II. General Public Comment

III. Consent Agenda

Item 1

Appoint Christian Cruz as the Interim Board Secretary for each Board meeting until such time a permanent Board Secretary is appointed by the Board or until such time another Interim Board Secretary needs to be appointed meeting

Item 2

Approve Minutes from April 4, 2019 Board of
Directors Meeting

Item 3

Authorize the Executive Director to execute a Professional Legal Services Agreement between CPA and Hall Energy Law, PC for a not-to-exceed amount of \$325,000

Item 4

Approve and Adopt Resolution No. 19-05-009
Authorizing an Increase in the Executive
Director's Expenditure Authority to \$125,000 and
Affirming the Executive Director's Contracting
Authority

Item 5

Receive and file report from the Community
Advisory Committee April 11, 2019 Meeting

IV. Regular Agenda

Item 6

Approve Voyager Scholarship Program as recommended by the Community Advisory Committee

Item 7

Approve the following positions on bills in the 2019/2020 legislative session and authorize staff to communicate those positions to State Legislators, the Governor, and other interested stakeholders:

1. AB 56 (Garcia) – Oppose
2. SB 155 (Bradford) – Oppose unless amended
3. SB 638 (Allen) – Support
4. SB 774 (Stern) – Support if amended
5. AB 1144 (Friedman) – Support

Item 8

Staff Presentation on Fiscal Year 2019/20
Budget Priorities

FY 2019/20 Budget Priorities and Timeline

May 2, 2019

FY 2019/20 Budget – Board & Committee Schedule

- ✓ March 27, 2019 (Finance) – Budget Priorities
- ✓ April 17, 2019 (Executive) – Budget Priorities
- ✓ April 24, 2019 (Finance) – Draft FY 2019/20 Budget
 - **May 2, 2019 (Board) – Budget Priorities**
 - May 15, 2019 (Executive) – Draft FY 2019/20 Budget
 - May 22, 2019 (Finance) – Proposed FY 2019/20 Budget
 - June 6, 2019 (Board)- Proposed FY 2019/20 Budget

FY 2019/20 Budget Priorities – Agency Objectives

- Provide stable and competitive rates
- Manage energy market risks and control costs
- Reduce electric sector greenhouse gas emissions
- Stimulate renewable energy development
- Implement local programs and distributed energy resources

FY 2019/20 Budget Priorities

- Meeting CPA's strategic objectives in FY 2019/20
 - Programs
 - People
 - Place
 - Systems

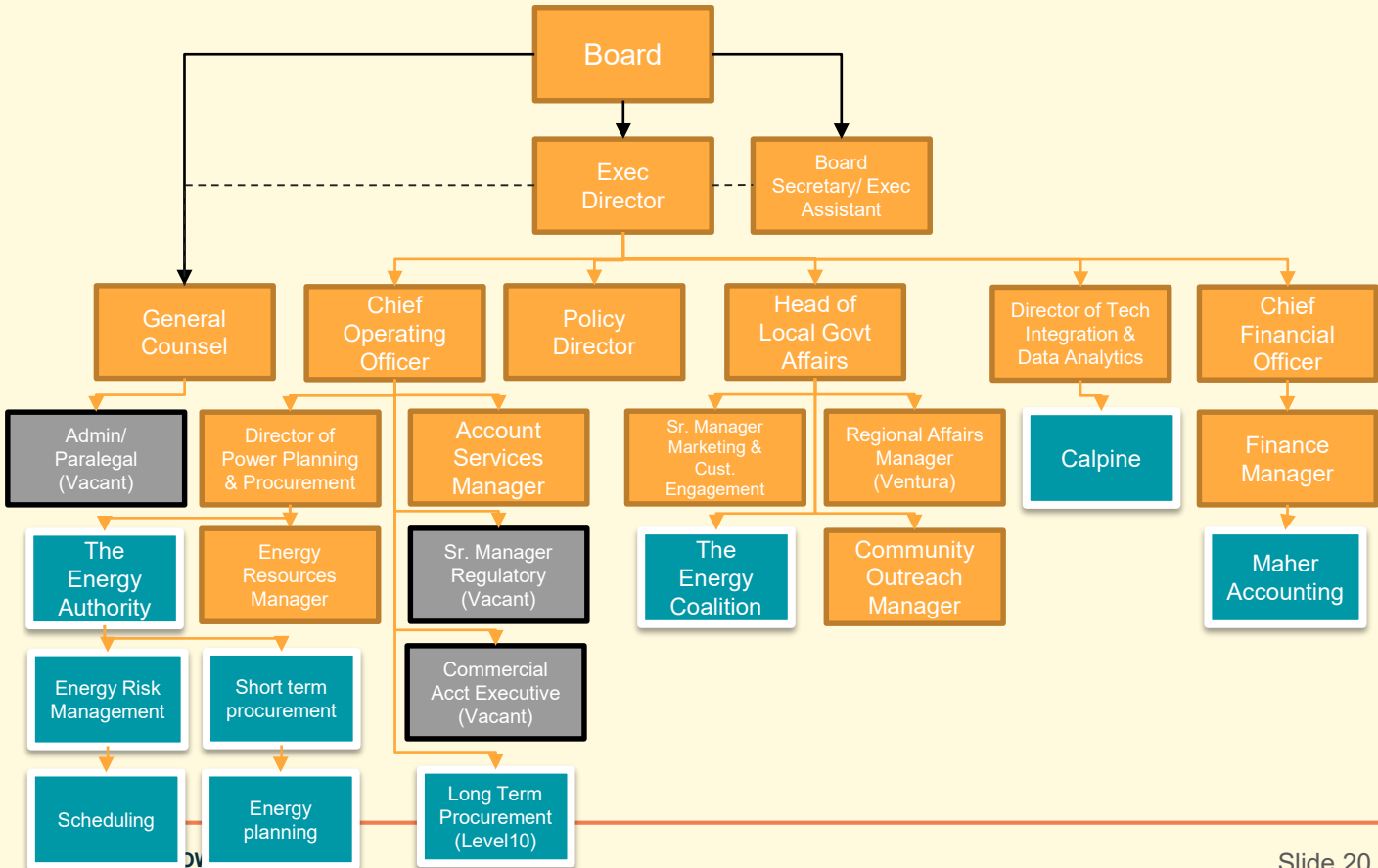
FY 2019/20 Budget Priorities – Programs

- Distributed Energy Resources (DER) Pilot
 - Planning costs included in the Calpine contract.
 - Implementation costs to be included in the Draft FY 2019/20 Budget.
- Customer Programs
 - Strategic planning kick off this month. Expected completion by end of calendar year 2019.
 - Staffing and implementation costs for customer programs to be included in a budget amendment planned for late 2019 upon completion of the strategic planning process.

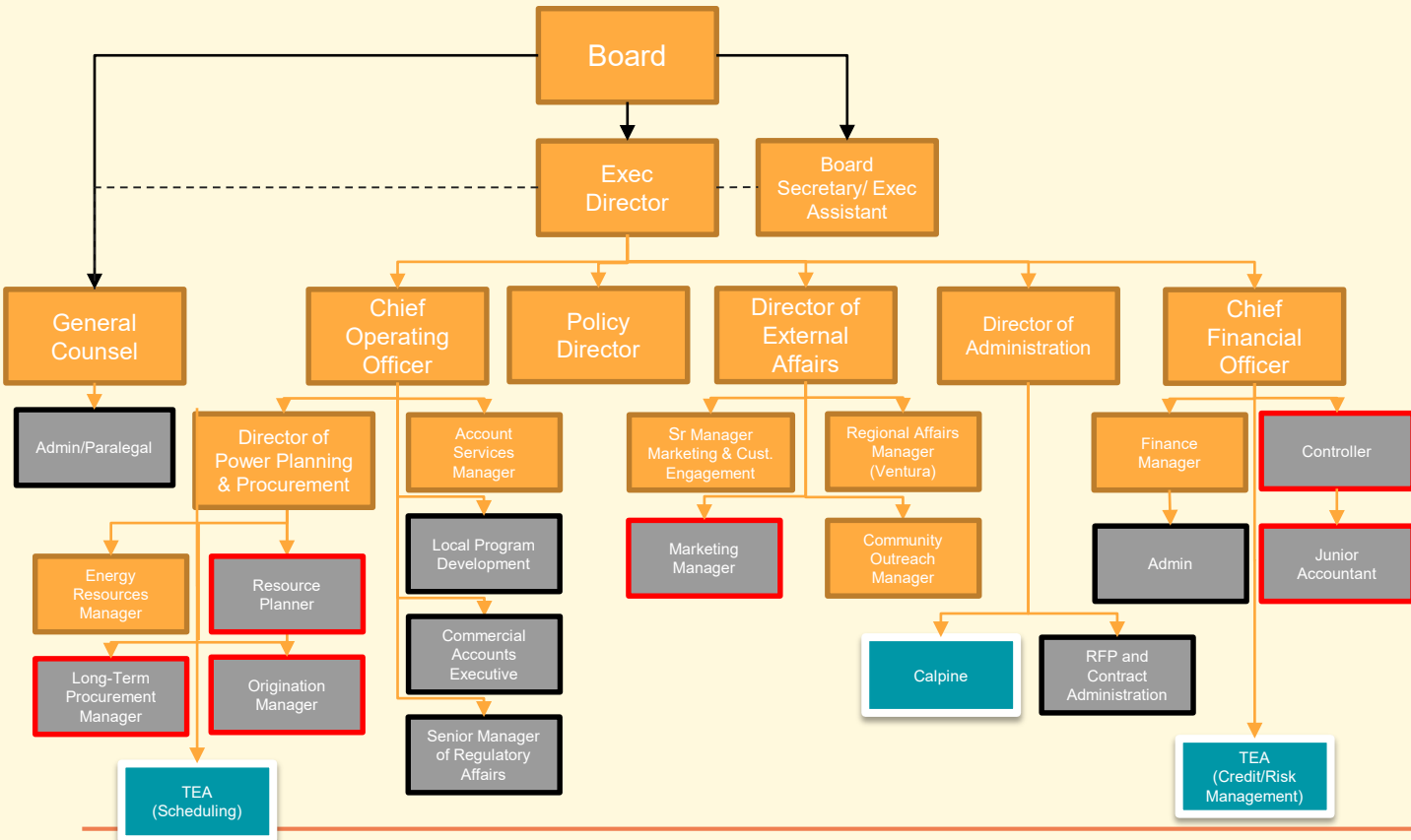
FY 2019/20 Budget Priorities - People

- Moving Core Functions to In-House Staff
- Currently 15 FTEs, planning ~20 FTE by June 30, 2019 and up to 30 FTEs by June 30, 2020
- Staffing Priorities
 - Attract high quality staff with experience in energy procurement, finance, regulatory affairs, commercial customer engagement
 - Avoid duplication with outsourced services and maximize value per dollar spent
 - Develop a competitive staff benefits to align with the local labor market and CCA norms

Current Org Structure with Core Consultants



Future Org Structure with Consultants



FY 2019/20 Budget Priorities – Place

- Accommodation for Board and other public meetings
- Accommodation for additional staff
- Build an environment that encourages creativity and innovation
- Affordable centrally located with access to public transportation
- Advanced video conferencing system to provide better collaboration from remote meeting locations
- Draft FY 2019/20 Budget would allow CPA to relocate to its own offices in DTLA by January 2020
- Costs would include real estate broker (other services), rent and utilities (occupancy) and other office related expenses (G&A) and furniture, audio visual and IT equipment (capital assets)

FY 2019/20 Budget Priorities - Systems

- Finding opportunities and Reducing Risk
 - Leverage big data and energy portfolio management systems to optimize energy procurement and risk management, reduce GHG emissions, and create a platform to deliver enhanced energy services and local programs
 - Energy Contract and Portfolio Risk Management System – Funding for a new system to be included in the FY 2019/20 Budget
 - Systems Planning Roadmap – FY 2019/20 Budget to include funding to develop a 5-year systems planning roadmap that addresses energy contract and risk management, billing and data management, hourly customer level usage information, and accounting/payables

V. Management Update

VI. General Counsel Update

VII. Committee Chair Updates



Legislative & Regulatory Committee Chair

Finance Committee Chair

Energy Planning & Resources Committee Chair

Communications & Outreach Ad Hoc Chair

VIII. Board Member Comments

IX. Report from the Chair

X. Adjourn

Next Meeting – June 6, 2019

