

MEETING of the Legislative & Regulatory Committee of the  
Clean Power Alliance of Southern California

Wednesday, January 22, 2020 10:00 a.m.

555 W. 5th Street, 35<sup>th</sup> Floor, Los Angeles, CA 90013

**MINUTES**

Agoura Hills City Hall  
Planning Conference Room  
30001 Ladyface Court,  
Agoura Hills, CA 91301

Redondo Beach City Hall  
Planning Conference Room  
415 Diamond Street  
Redondo Beach, CA 90277

Carson City Hall  
Executive Conference Room  
701 E. Carson Street  
Carson, CA 90745

West Hollywood City Hall  
City Manager's Conference Room, 3<sup>rd</sup> Fl.  
8300 Santa Monica Blvd.  
West Hollywood, CA 90069

**I. WELCOME & ROLL CALL**

Committee Chair Lindsey Horvath called the meeting to order at 10:02 a.m. and Jennifer Ward, Director of External Affairs, conducted roll call.

<b>Roll Call</b>			
<b>Agoura Hills</b>	Deborah Klein Lopez	Committee Member	Remote
<b>Carson</b>	Cedric Hicks	Committee Member	Remote
<b>Redondo Beach</b>	Christian Horvath	Committee Member	Remote
<b>West Hollywood</b>	Lindsey Horvath	Chair	Remote

**II. GENERAL PUBLIC COMMENT**

Harvey Eder provided public comment.

### III. CONSENT AGENDA

1. Approve Minutes from October 23, 2019 Legislative & Regulatory Committee Meeting

**Motion:** Committee Member Christian Horvath, Redondo Beach

**Second:** Committee Member Deborah Klein Lopez, Agoura Hills

**Vote:** Item 1 was approved a by unanimous roll call vote.

### IV. REGULAR AGENDA

2. Approved 2020 Legislative and Regulatory Platform

Gina Goodhill, Policy Director, provided a presentation on changes made to CPA's 2019/2020 Legislative and Regulatory Platform and reviewed the proposed 2020 Platform.

In response to Chair Horvath's question, Ms. Goodhill clarified that the proposed platform closely resembles CalCCA's platform. Committee Member Klein Lopez commented that the inclusion of the term resilience was important, as it would be considered a key item at the legislature.

Committee Member Hicks asked about the expansion of CPA territory and suggested that a change to verbiage from "Territory and activities" to "service offerings and activities," would provide more clarity. Ms. Goodhill clarified that additional information was added to reflect current discussion in the legislature and the California Public Utilities Commission (CPUC) about the PG&E bankruptcy and potential change in the role of Independently Owned Utilities (IOU). Specifically, Ms. Goodhill added that CCA's could potentially take on new roles, such as providers of last resort and the inclusion of this language also provides direction to CPA to participate in those discussions.

The Committee and staff agreed with the suggested change to the platform in Section D.

**Motion:** Committee Member Christian Horvath, Redondo Beach

**Second:** Committee Member Cedric Hicks, Carson

**Vote:** Item 2 was approved, as amended, a by unanimous roll call vote.

Harvey Eder provided comments on Item 2.

3. Regulatory Update

CC Song, Director of Regulatory Affairs, provided a brief overview of the regulatory landscape. Specifically, Ms. Song reviewed Resource Adequacy (RA) and the Power Charge Indifference Adjustment (PCIA).

Ms. Song noted that RA has been impacted, in part, because of proliferation of CCAs and the planned retirement of gas resources. Ms. Song also noted that the CPUC has implemented policy changes, such as a recently approved interim resources accounting methodology for energy storage paired with energy generating source, set up to assist Load Serving Entities (LSEs) to procure storage resources for procurement track requirements. Ms. Song stated that the CPUC adopted a decision that changed the criteria of import RA close to the deadline, prompting CalCCA, CAISO, and PowerX to raise concerns about the market impact of this change in criteria. Additionally, CalCCA filed a motion to delay the implementation of the new RA requirements, which was granted. Ms. Song indicated that CPA would wait for the CPUC to determine if the submitted applications would be granted a hearing.

Ms. Song also stated that CPUC recently proposed that Investor Owned Utilities (IOUs) be the central buyer for local RA resources. Although initially met with pushback, a consensus proposal was ultimately submitted to the CPUC. This proposal included establishing a non-IOU as the backstop central buyer for RA resources and a decision will likely be made in February 2020.

In response to Committee Member Hicks' request, Ms. Song confirmed that the Committee would receive a written update.

Ms. Song noted that the CPUC adopted a decision that approved SCEs 2020 ERRRA application. However, Ms. Song added that SCE anticipates that their PCIA would require a trigger application, since their under collection will likely exceed 7%. Ms. Song clarified that this will likely increase the PCIA rate to just over 2 cents per kWh and that CPA would follow the status of the trigger application and provide updates to the Committee. Ted Bardacke, Executive Director, highlighted that there was a cap to the PCIA, however, the trigger circumvents the cap which is logically inconsistent.

Harvey Eder provided comments on item 3.

**V. COMMITTEE MEMBER COMMENTS**

Committee Member Klein Lopez commented that it would be beneficial to continue outreach to state and local representatives including those who are not in CPA territory. Ms. Goodhill indicated that this would be priority in the next year.

**VI. ADJOURN**

Chair Horvath adjourned the meeting.