

MEETING of the Legislative & Regulatory Committee of the
Clean Power Alliance of Southern California
Wednesday, June 24, 2020 10:00 a.m.

MINUTES

The Executive Committee conducted this meeting in accordance with California Governor Newsom's Executive Order N-29-20 and COVID-19 pandemic protocols.

CALL TO ORDER & ROLL CALL

Committee Chair Lindsey Horvath called the meeting to order at 10:04 a.m. and Clerk of the Board Gabriela Monzon conducted roll call.

Roll Call			
Agoura Hills	Deborah Klein Lopez	Committee Member	Remote
Carson	Reata Kulcsar	Alternate Committee Member	Remote
Redondo Beach	Christian Horvath	Committee Member	Remote
West Hollywood	Lindsey Horvath	Chair	Remote

All votes are unanimous unless otherwise stated.

GENERAL PUBLIC COMMENT

There was no public comment.

CONSENT AGENDA

1. Approve Minutes from May 27, 2020 Legislative & Regulatory Committee Meeting

Motion: Committee Member Deborah Klein Lopez, Agoura Hills

Second: Committee Member Christian Horvath, Redondo Beach

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

REGULAR AGENDA

2. Assembly Constitutional Amendment (ACA) No. 5

Ted Bardacke, Executive Director, discussed the actions taken by the California Community Choice Association (CalCCA) leadership to endorse

the amendment. Mr. Bardacke noted that one major consideration at the CalCCA Board level was whether to incorporate social issues that are not market-related into its platform or leave those issues for the individual CCA's to address on their own. Mr. Bardacke explained that the question may arise as to how and should CCA's engage in fundamentally restructuring how public essential services are provided by incorporating social uses that are not market-related.

Committee Member Lopez expressed support for CPA's participation at the CalCCA level to endorse the amendment and to continue to address social issues as part of CPA and CalCCA's platforms.

Chair Horvath similarly expressed support for the endorsement of the amendment and thanked Mr. Bardacke for representing CPA's interest in social issues at the CalCCA.

3. Regulatory Update on Resource Adequacy Program

Matt Langer, Chief Operating Officer, provided an overview of the recent and forthcoming changes to California's Resource Adequacy (RA) framework and explained that the California Public Utilities Commission (CPUC) recently adopted a Central Procurement Entity (CPE) decision that established a new entity for local RA that made So Cal Edison (SCE) the CPE for its respective service territory and removed those obligations from Load Serving Entities (LSEs) such as CPA. Mr. Langer explained that CPA was participating in a workgroup that will explore the use of a crediting mechanism that provides compensation for the value LSEs contribute to the grid. Lastly, Mr. Langer shared a list of principles and objectives CPA will consider as it prepared to discuss a potential collaboration with CalCCA and SCE on a proposal to structurally change the RA program that not only continued to incentivize LSEs to invest in local clean energy, but better aligned with the state's environmental policy goals.

In response to Committee Member Kulcsar's questions about transparency in the process, Mr. Langer indicated that SCE was required to submit compliance filings and have an independent evaluator provide feedback on its process. Mr. Langer explained that local RA already procured by CPA could still count for system RA, but it would continue to push for the crediting system. Chair Horvath asked why the CPUC did not appear to prioritize a more collaborative approach to local RA and whether it was necessary to communicate with legislators about the need for restructuring of the RA framework. Staff clarified that both the CPUC members and its staff prefer a more centralized planning framework and therefore felt strongly that a CPE allowed it to maintain control of the process. Staff noted that COVID-19 negatively impacted legislation that would have established a residual RA framework where LSEs continued to procure local RA with a CPE

providing backup local RA procurement; and similarly affected a CalCCA sponsored bill that would have expanded transparency in procurement and allowed CCAs to review Investor Owned Utilities (IOU) contracts where there were cost implications. Mr. Bardacke noted that there was a broader effort coming to restructure RA and address transparency throughout the process.

COMMITTEE MEMBER COMMENTS

None.

ADJOURN

Chair Horvath adjourned the meeting at 10:44 a.m.