SILICON VALLEY CLEAN ENERGY AUTHORITY

RESOLUTION NO. 2019-16

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SILICON VALLEY CLEAN ENERGY AUTHORITY APPROVING ADDITION OF NEW COMMERCIAL AND INDUSTRIAL B-CLASS GENERATION RATE SCHEDULES AND RATES

WHEREAS, the Silicon Valley Clean Energy Authority ("Authority") was formed on March 31, 2016 pursuant to a Joint Powers Agreement to study, promote, develop, conduct, operate, and manage energy programs in Santa Clara County; and

WHEREAS, historically, PG&E's "A" and "E" rate classes have applied to commercial and industrial customers; and

WHEREAS, PG&E is introducing a new "B" rate class, with rate schedules corresponding to each of the current A and E rate schedules that serve most commercial and industrial accounts. All new commercial and industrial accounts starting service as of November 1, 2019 will be enrolled in these B rates, and legacy customers with A and E class rates will have the option to transition over to the B rates. Transition to B rates will become mandatory November 2020; and

WHEREAS, to accurately bill commercial and industrial customers enrolled in the B rate class and collect for service, SVCE must implement a rate schedule that corresponds to the PG&E B rate; and

WHEREAS, SVCE B-Class generation rates will absorb current power cost indifference adjustment (PCIA) and franchise fee surcharge (FFS) per applicable rate components for energy and demand, and then apply a 4% discount to the remainder; and

WHEREAS, as PG&E will not issue its final commercial and industrial B class generation rates until late October 2019, the Board of Directors desires to grant the Chief Executive Officer the authority to implement the Authority's B-Class electric generation rate schedule and rates for its commercial and industrial customers when PG&E finalizes its commercial and industrial B-class rates.

NOW THEREFORE, the Board of Directors of the Silicon Valley Clean Energy Authority does hereby resolve, determine, and order as follows:

<u>Section 1.</u> Upon the release of PG&E's final commercial and industrial B-Class generation rates, the Chief Executive Officer is hereby authorized to amend the Authority's 2019 Electric Generation Rates Schedule to implement the Authority's B-Class electric generation rates schedule.

<u>Section 2.</u> The Authority's B-class electric generation rates, as implemented by the Chief Executive Officer pursuant to Section 1 above, shall become effective the later of November 1, 2019, or the date that PG&E's final B-class

commercial and industrial generation rates become effective. The Authority's new commercial and industrial B-class electric generation rates shall be set forth in an Amended 2019 Electric Generation Rates Schedule. The Chief Executive Officer shall provide a copy of the Amended 2019 Electric Generation Rates Schedule to the Board of Directors at its first meeting after the commercial and industrial B-class electric generation rates are implemented.

PASSED AND ADOPTED this 9th day of October 2019, by the following vote:

JURISDICTION	NAME	AYE	NO	ABSTAIN	ABSENT
City of Campbell	Director Gibbons	1			
City of Cupertino	Director Sinks	~			
City of Gilroy	Director Tovar				
City of Los Altos	Alternate Director Fligor	~			
Town of Los Altos Hills	Director Corrigan	 ✓ 			
Town of Los Gatos	Director Sayoc	~			
City of Milpitas	Director Montano	\checkmark			
City of Monte Sereno	Director Ellahie	~			
City of Morgan Hill	Director Martinez Beltran				~
City of Mountain View	Director Abe-Koga	~			
County of Santa Clara	Director Ellenberg				~
City of Saratoga	Director Miller	~			
City of Sunnyvale	Director Smith	~			

Chair

ATTE

Andrea Pizano, Board Secretary