

**REGULAR MEETING of the Board of Directors of the
Peninsula Clean Energy Authority (PCEA)
Thursday, February 25, 2021
MINUTES**

Peninsula Clean Energy
Video conference and teleconference
6:30 p.m.

CALL TO ORDER

Meeting was called to order at 6:31 p.m.

ROLL CALL

Present: Dave Pine, County of San Mateo
Carole Groom, County of San Mateo
Jeff Aalfs, Town of Portola Valley, *outgoing Chair*
Rick DeGolia, Town of Atherton, *incoming Chair*
Donna Colson, City of Burlingame, *incoming Vice Chair*
Julia Mates, City of Belmont
Coleen Mackin, City of Brisbane
Roderick Daus-Magbual, City of Daly City
Carlos Romero, City of East Palo Alto
Sam Hindi, City of Foster City
Harvey Rarback, City of Half Moon Bay
Laurence May, Town of Hillsborough
Alex Terrazas, City of Los Banos
Betsy Nash, City of Menlo Park
Ann Schneider, City of Millbrae
Tygarjas Bigstycck, City of Pacifica
Michael Smith, City of Redwood City
Marty Medina, City of San Bruno
Laura Parmer-Lohan, City of San Carlos
Rick Bonilla, City of San Mateo
Flor Nicolas, City of South San Francisco
Jennifer Wall, Town of Woodside
Pradeep Gupta, Director Emeritus
John Keener, Director Emeritus

Additional Board Members Present:

Christine Krolick, Town of Hillsborough

Absent: Town of Colma

Staff: Jan Pepper, Chief Executive Officer
 Andy Stern, Chief Financial Officer
 Leslie Brown, Director of Customer Care
 Rafael Reyes, Director of Energy Programs
 Phillip Kobernick, Programs Manager
 KJ Janowski, Director of Marketing and Community Affairs
 Kirsten Andrews-Schwind, Senior Manager of Community Relations
 Darren Goode, Media Relations
 Siobhan Doherty, Director of Power Resources
 Chelsea Keyes, Power Resources Manager
 Mehdi Shahriari, Senior Renewable Energy Analyst
 Jeremy Waen, Director of Regulatory and Legislative Affairs
 Mark Fenstermaker, Pacific Policy Group
 David Silberman, General Counsel
 Shayna Barnes, Administrative Assistant
 Anne Bartoletti, Board Clerk/Office Manager/Executive Assistant to the CEO

A quorum was established.

PUBLIC COMMENT:

Bill Nack, IBEW Local 617 Consultant, Comments included in the Agenda Packet
 Dave Mauro, IBEW Local 617 Business Manager, Comments included in the Agenda Packet
 Luis Amezcua, Senior Campaign Representative of the Sierra Club, Comments posted on website

David Silberman—General Counsel—presided over the official swearing-in of new Board members Christine Krolik—Town of Hillsborough, and Alex Terrazas—City of Los Banos.

ACTION TO SET THE AGENDA AND APPROVE CONSENT AGENDA ITEMS

Motion Made with Item 10 pulled from the Agenda / Seconded: Bonilla / May

Motion passed 21-0

Resolutions 02-25-21 (3), (4), (5)

JURISDICTION	NAME	YES	NO	ABSTAIN	ABSENT
County of San Mateo	Director Pine	X			
County of San Mateo	Director Groom	X			
Town of Atherton	Director DeGolia	X			
City of Belmont	Director Mates	X			
City of Brisbane	Director Mackin	X			
City of Burlingame	Director Colson	X			
Town of Colma					X
City of Daly City	Director Daus-Magbual	X			
City of East Palo Alto	Director Romero	X			
City of Foster City	Director Hindi				X

City of Half Moon Bay	Director Rarback	X			
Town of Hillsborough	Director May	X			
City of Los Banos	Alternate Terrazas	X			
City of Menlo Park	Director Nash	X			
City of Millbrae	Director Schneider	X			
City of Pacifica	Alternate Bigstycck	X			
Town of Portola Valley	Director Aalfs	X			
City of Redwood City	Alternate Smith	X			
City of San Bruno	Director Medina	X			
City of San Carlos	Director Parmer-Lohan	X			
City of San Mateo	Director Bonilla	X			
City of South San Francisco	Director Nicolas	X			
Town of Woodside	Director Wall	X			
	Totals	21			2

REGULAR AGENDA

1. CHAIR REPORT

Jeff Aalfs—Chair—reported this is his last Chair Report, after succeeding Dave Pine as Chair three years ago. He reported that a new Chair and Vice Chair would be selected tonight. He thanked the Board, staff, and the public. Board members and staff thanked Jeff for his leadership.

2. CEO REPORT

Jan Pepper—Chief Executive Officer—reported that COVID-19 Load Impact Analysis and Reach Codes updates were included in the CEO Report in the Agenda Packet, and notes from the first CC Power Board meeting were included with the Information Only Reports in the Agenda Packet. She reported that CC Power created a Policy Subcommittee, and reported that CalCCA sponsored Senate Bill SB612 which provides customers the right to a proportionate share of IOU (Investment Owned Utility) legacy resource products that are paid for in PCIA (Power Charge Indifference Adjustment).

3. CITIZENS ADVISORY COMMITTEE REPORT

Desiree Thayer—Chair—reported that the Citizens Advisory Committee (CAC) received reports on the Strategic Budget Priorities and Legislative Platform from Jan Pepper, and an update on Building Electrification Programs from Shraddha Mutyal. Desiree invited Board members to the March 11 CAC meeting to hear a panel of speakers on building electrification, and she reported that the CAC is working with staff to identify topics for new work group projects.

4. AUDIT AND FINANCE COMMITTEE REPORT

Donna Colson—Chair—reported that the committee had a robust discussion of the pros and cons of Strategic Budget Priorities and revisions to Policy 18 Financial Reserves Policy.

5. SELECTION OF CHAIR AND VICE CHAIR

Jeff Aalfs—outgoing Chair--reported that the Board formed a Nominating Committee chaired by Dave Pine. Dave Pine reported that the sole candidate nominated for Chair was Rick DeGolia. Dave reported the Nominating Committee received two nominations for Vice Chair: Donna Colson and Laura Parmer-Lohan. Dave praised the experience of both candidates for Vice Chair, and reported that the Committee recommends Donna Colson for Vice Chair for her long service on the Board, Chairing the Audit and Finance Committee, and service on the Executive Committee and Strategic Planning subcommittee.

Motion Made to approve nominations of Rick DeGolia for Chair, and Donna Colson for Vice Chair
/ Seconded: May / Mates

Motion passed 22-0

JURISDICTION	NAME	YES	NO	ABSTAIN	ABSENT
County of San Mateo	Director Pine	X			
County of San Mateo	Director Groom	X			
Town of Atherton	Director DeGolia	X			
City of Belmont	Director Mates	X			
City of Brisbane	Director Mackin	X			
City of Burlingame	Director Colson	X			
Town of Colma					X
City of Daly City	Director Daus-Magbual	X			
City of East Palo Alto	Director Romero	X			
City of Foster City	Director Hindi	X			
City of Half Moon Bay	Director Rarback	X			
Town of Hillsborough	Director May	X			
City of Los Banos	Alternate Terrazas	X			
City of Menlo Park	Director Nash	X			
City of Millbrae	Director Schneider	X			
City of Pacifica	Alternate Bigstycyk	X			
Town of Portola Valley	Director Aalfs	X			
City of Redwood City	Alternate Smith	X			
City of San Bruno	Director Medina	X			
City of San Carlos	Director Parmer-Lohan	X			
City of San Mateo	Director Bonilla	X			
City of South San Francisco	Director Nicolas	X			

Town of Woodside	Director Wall	X			
	Totals	22			1

6. SELECTION OF CITIZENS ADVISORY COMMITTEE RECRUITMENT COMMITTEE

Kirsten Andrews-Schwind—Senior Manager of Community Relations—reported that the CAC has some openings and candidates will be recruited from the County of San Mateo and the City of Los Banos. She requested volunteers for a Recruitment Committee to interview candidates and select new members.

Board members volunteered to serve on the CAC Recruitment Committee: Carole Groom, Donna Colson, Rick Bonilla, Marty Medina, Alex Terrazas. Rick DeGolia—Chair—accepted the volunteers without a vote.

7. REVIEW STRATEGIC BUDGET PRIORITIES

Andy Stern—Chief Financial Officer—reported that staff evaluated several forecast models in response to increases in PCIA (Power Charge Indifference Adjustment) and decreases in PG&E generation rates. He reported that strategic budget priorities were discussed with the Executive Committee, Audit and Finance Committee, and Strategic Budget Priorities subcommittee, and the Committees supported implementation of proposed strategic budget changes.

Andy reviewed potential savings initiatives and an updated budget forecast. Board members discussed Days Cash on Hand, PCE’s rate discount, projected load and revenues from the City of Los Banos, and Resource Adequacy (RA) costs and obligations.

8. APPROVE REVISED POLICY 18 FINANCIAL RESERVES POLICY

Andy Stern reviewed the current Reserve Policy, Days Cash on Hand (DCOH) and compared PCE’s Reserve Policy and Credit Rating to the policies and ratings of other CCAs (Community Choice Aggregators). Andy reviewed proposed changes to the Reserve Policy that would remove estimates of future programs commitments.

Board members discussed the reserves policies and rate discounts of other CCAs, PCE’s DCOH, the impact of adjusting the rate discount, the PCIA rate for Los Banos, and the expectations of the rating agencies.

Motion Made with Direction to Staff / Seconded: Bonilla / Medina

Motion passed 22-0

Resolution No. 02-25-21 (1)

JURISDICTION	NAME	YES	NO	ABSTAIN	ABSENT
County of San Mateo	Director Pine	X			
County of San Mateo	Director Groom	X			

Town of Atherton	Director DeGolia	X			
City of Belmont	Director Mates	X			
City of Brisbane	Director Mackin	X			
City of Burlingame	Director Colson	X			
Town of Colma					X
City of Daly City	Director Daus-Magbual	X			
City of East Palo Alto	Director Romero	X			
City of Foster City	Director Hindi	X			
City of Half Moon Bay	Director Rarback	X			
Town of Hillsborough	Director May	X			
City of Los Banos	Alternate Terrazas	X			
City of Menlo Park	Director Nash	X			
City of Millbrae	Director Schneider	X			
City of Pacifica	Alternate Bigstycyk	X			
Town of Portola Valley	Director Aalfs	X			
City of Redwood City	Alternate Smith	X			
City of San Bruno	Director Medina	X			
City of San Carlos	Director Parmer-Lohan	X			
City of San Mateo	Director Bonilla	X			
City of South San Francisco	Director Nicolas	X			
Town of Woodside	Director Wall	X			
	Totals	22			1

9. APPROVE REVISED POLICY 1 ON LEGISLATIVE INITIATIVES AND ADOPT PCE LEGISLATIVE PLATFORM FOR CY (CALENDAR YEAR) 2021

Jan Pepper reviewed proposed changes to Policy 1 to reference a new Legislative Platform. Jan reviewed the eight key areas of the platform, including Governance and Authority, Decarbonization, IOU (Investment Owned Utility) Charges and Exit Fees (PCIA), Resource Adequacy, Environmental Justice, Community Resilience, Local Economic Development, and California Energy Market Structure.

Board members discussed decarbonization goals, and local versus statewide transportation electrification.

Motion Made / Seconded: Parmer-Lohan / Hale

Motion passed 19-0

Resolution No. 02-25-21 (2)

JURISDICTION	NAME	YES	NO	ABSTAIN	ABSENT
County of San Mateo	Director Pine	X			

County of San Mateo	Director Groom	X			
Town of Atherton	Director DeGolia	X			
City of Belmont	Director Mates	X			
City of Brisbane	Director Mackin	X			
City of Burlingame	Director Colson	X			
Town of Colma					X
City of Daly City	Director Daus-Magbual	X			
City of East Palo Alto	Director Romero	X			
City of Foster City	Director Hindi	X			
City of Half Moon Bay	Director Rarback	X			
Town of Hillsborough	Director May	X			
City of Los Banos	Alternate Terrazas	X			
City of Menlo Park	Director Nash	X			
City of Millbrae	Director Schneider	X			
City of Pacifica	Alternate Bigstycck	X			
Town of Portola Valley	Director Aalfs	X			
City of Redwood City	Alternate Smith	X			
City of San Bruno	Director Medina	X			
City of San Carlos	Director Parmer-Lohan	X			
City of San Mateo	Director Bonilla	X			
City of South San Francisco	Director Nicolas	X			
Town of Woodside					X
	Totals	21			2

10. APPROVE REVISED POLICY 16 SELECTION OF THE CHAIR AND VICE CHAIR AND APPOINTMENT TO THE EXECUTIVE COMMITTEE AND OTHER STANDING BOARD COMMITTEES

This item was pulled from the Agenda.

11. BOARD MEMBERS' REPORTS

Donna Colson—Vice Chair—reported that Carlos Romero will join the DEIA (Diversity, Equity, Accessibility, and Inclusion) subcommittee. Pradeep Gupta—Director Emeritus—reported that the Texas wholesale energy prices spiked by thousands of dollars per MWh (megawatt hour) during the February freeze, and that the system came within four minutes of a blackout. Jeff Aalfs reported that space is available for Board members to attend the March 16-19 Haas energy symposium, and he will present a symposium on March 2, about the policy implications of what happened in Texas.

ADJOURNMENT

Meeting was adjourned at 8:40 p.m.