Staff Report Item 8

TO: East Bay Community Energy Executive Committee Members

FROM: Nick Chaset, Chief Executive Officer

SUBJECT: Regulatory and Legislative Update

DATE: May 18, 2018

Background

Receive an in-depth update from staff on major regulatory and legislative matters facing EBCE, including review of scope of regulatory and legislative engagement, status of the Power Charge Indifference Adjustment proceeding, and review of major legislation.
Regulatory Update

PRESENTED BY: Nick Chaset
DATE: 5/18/18
• Hearings concluded last week
  • Focus was on the merits of parties’ proposals
• CCA team working on opening briefs, due June 1
• Reply briefs will be due June 15
• IOUs have requested Oral Argument, which could take place as early as late June
• Proposed Decision expected to be issued late July
• Final Decision could be voted on 30 days later
Regulatory Proceedings - Resource Adequacy (RA)

• CCA-wide team developing proposal for RA reforms
  • Selecting expert witnesses and outside legal counsel to assist
  • Key issues: multi-year contracting requirements; whether a central buyer should procure RA on behalf of all other load-serving entities

• Awaiting imminent Proposed Decision in Track 1 – may provide guidance or requirements for CCA proposals in Track 2

• Testimony (CCA proposal) will be due July 10
• Workshop on proposals will be held mid-July
• Responsive testimony will be due August 8
• Evidentiary hearings will be held late August
• Proposed Decision could be issued in Q4 2018
Awaiting updated staff proposal from California Energy Commission (CEC) amending the Power Content Label

• Current label sent annually to customers shows percent of which sources supply energy to customers (e.g., 25% wind, 30% solar, etc.)
• Amendments will add a GHG intensity pursuant to AB 1110
• Current staff proposal would assign greenhouse gas (GHG) emissions to out-of-state renewable energy generation that is not physically delivered to the California grid (PCC2 RECs), potentially causing customer confusion and increasing costs of supplying energy deemed to be GHG-free

CEC expecting to hold public workshop in late June to continue dialogue with stakeholders
• Final amendments expected to be issued this fall
Key Legislative Issue

• Regionalization (Holden, AB 813)
  • Informational Hearing was held on 3/14
  • Key issue: Governance
  • Benefit: Renewables Procurement
  • CalCCA Board has voted to support AB 813