



CITY OF MONROVIA
OFFICE OF THE CITY CLERK
M E M O R A N D U M

TO: MAYOR AND CITY COUNCIL
FROM: ALICE D. ATKINS, MMC, CITY CLERK
DATE: OCTOBER 4, 2022
SUBJECT: OCTOBER 4, 2022 – REGULAR MEETING

Below are changes and updates related to tonight's meeting agenda.

ORDER OF BUSINESS

The following action is required in order to add the one (1) item below to tonight's Regular Meeting Agenda:

1. A motion that there is a need to take immediate action and that the need for action came to the attention of the local agency subsequent to the agenda being posted.

AND

2. A motion to add the above referenced item to the Agenda.

REPORTS OF CITY COUNCILMEMBERS AND SUB-COMMITTEES

RCC-5 Mayor Becky A. Shevlin

(b) Appointment to Fill Unscheduled Vacancy on the Measure K Citizen Advisory Committee for an unexpired term ending June 30, 2024

ADMINISTRATIVE REPORTS

AR-1 Presentation, Discussion, and Possible Direction to Staff Regarding Membership in the Clean Power Alliance (CPA) Joint Powers Authority (JPA)

A preliminary draft of this report was inadvertently included with the Agenda. ***Please refer to the revised Agenda Report attached to this memo.*** The attachments remain unchanged.



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M E M O R A N D U M

TO: MAYOR AND CITY COUNCIL
FROM: ALICE ATKINS, CITY CLERK
DATE: OCTOBER 4, 2022
SUBJECT: NOMINATION FOR MEASURE K CITIZEN ADVISORY COMMITTEE APPOINTMENT –
UNSCHEDULED VACANCY

Below is the nomination for an appointment to fill the unscheduled vacancy on the Measure K Citizen Advisory Committee that occurred as a result of the resignation of Boardmember Janet Wall following her appointment as City Treasurer.

On September 17, 2019, City Council adopted Resolution No. 2019-52 to formally establish the Monrovia Measure K Citizen Advisory Committee. The Committee consists of five members, with one member appointed to the committee by Mayor and each member of the City Council. On January 7, 2020,

Pursuant to Resolution No. 2019-52, adopted by the City Council on September 17, 2019, Mayor Pro Tem nominates **Michael Kaplan** for appointment to the Committee to fill the unexpired term of Janet Wall ending June 30, 2024.

RCC-5(a)



CITY COUNCIL AGENDA REPORT



DEPARTMENT: City Manager's Office

MEETING DATE: October 4, 2022

PREPARED BY: Daisy Guerrero, Senior Management Analyst

INTRODUCED BY: Dylan Feik, City Manager

PRESENTATED BY: Ted Bardacke, CEO – Clean Power Alliance

AGENDA LOCATION: AR-1

TITLE: Presentation from Clean Power Alliance and Discussion and Possible Direction to Staff Regarding Membership in the Clean Power Alliance (CPA) Joint Powers Authority (JPA)

OBJECTIVE: To present CPA's Clean Energy Goals presentation and seek Council's direction regarding interest in joining the CPA Joint Power Authority (JPA).

BACKGROUND: The State of California recognizes that regional and local governments play a critical role in meeting statewide greenhouse gas (GHG) reduction targets. Through legislation and a variety of initiatives, the State is preparing communities for the impacts of climate change. As an example, Executive Order S-3-05 (2005) calls for state agencies to work towards reducing GHG emissions as follows:

- by 2010, reduce GHG emissions to 2000 levels;
- by 2020, reduce GHG emissions to 1990 levels; and
- by 2050, reduce GHG emissions to 80 percent below 1990 levels.

As organizations and agencies work towards meeting clean energy goals set by the State, local agencies have been utilizing a combination of efforts, including the creation of Community Choice Aggregators (CCAs). With the passing of AB117 (Migden) in 2002, CCAs may provide public agencies, including cities, the opportunity to procure their own energy for the residents and businesses in their jurisdiction and the JPA format relieves the member agencies of liability to their general funds. CCAs can purchase power and sell it to its customers, utilizing existing infrastructure from companies like Southern California Edison (SCE). The Clean Power Alliance (CPA) recently invited Monrovia, Hermosa Beach, and Santa Paula to join their membership.

On September 7, 2022, the CPA sent correspondence (Attachment A) to Mayor Becky Shevlin regarding the City's invitation to become a member of its JPA, which would provide electricity service to customers within the City's jurisdictions beginning in January 2024.

ANALYSIS: CPA is a JPA that was established to provide cost-competitive electrical services, reduce greenhouse gas (GHG) emissions through the availability of renewable electricity, stimulate renewable energy reduction programs, and sustain long-term rate stability for residents and businesses through local control. CPA is comprised of 32 cities, and the unincorporated areas of Los Angeles and Ventura counties. Each member agency selects a representative to serve on the Board of Directors with the intent of aligning the CPA's goals to closely reflect the goals and values of the local communities they serve.

Currently, the CPA purchases renewable electricity on behalf of its members, while SCE manages the transmission and distribution of the power purchased through existing power lines and continues to provide customer billing. CPA is the largest CCA in California, serving more than three million people

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through approximately one million customer accounts. CPA has more customers with 100 percent renewable energy than any other energy provider in the United States, and plays a critical role in accelerating the distribution of clean energy by creating programs that support local and resilient renewable energy.

As part of its unique profile, CPA provides three clean energy products: 40 percent Lean Power, 50 percent Clean Power, and 100 percent Green Power. Each JPA member is required to select a Default Energy Product to be applied to customers in the municipality. However, a customer still has the option to decide on their electricity product and can take an Opt Action to upgrade its clean energy product to a higher tier or downgrade to a lower tier. A customer can also opt-out of the service altogether and return to SCE. Customer choice is one of the benefits of the CPA program.

Below is a summary of the Default Energy Product selections within the CPA’s Service Territory.

100% Green Power 21 Municipalities			40% Lean Power 5 Municipalities	50% Clean Power 6 Municipalities
Agoura Hills	Malibu	Sierra Madre	Arcadia	Alhambra
Beverly Hills	Manhattan Beach	South Pasadena	Paramount	Carson
Calabasas	Ojai	Thousand Oaks	Simi Valley	Downey
Camarillo	Oxnard	Unincorporated Los Angeles County	Temple City	Hawaiian Gardens
Claremont	Redondo Beach	Unincorporated Ventura County	Westlake Village	Moorpark
Culver City	Rolling Hills Estates	Ventura		Whittier
Hawthorne	Santa Monica	West Hollywood		

Green Power: CPA’s 100% green power comes from 100% renewable energy sources—like wind, solar and geothermal. By paying a small premium, about \$3 more per \$100 of electricity charges – for energy that has zero emissions and supports green jobs and green economy.

Lean Power: Lean Power provides 40% clean power, with the added benefit of local management control. Lean Power is also the most affordable way to get clean, reliable power while putting revenue back into your home and community through customer programs, community resilience projects, and job creation. Beginning in 2023, 40% of Lean Power will come from renewable energy sources. As a result, Lean Power saves you about \$1 per \$100 of electricity charges compares to Clean Power.

Clean Power: Provides 50% clean power and the opportunity to support building a cleaner.

The most likely risk associated with CCA is based on the potential for errors made in forecasting energy needs and costs. If Monrovia had its own CCA with its own unique energy needs, forecasting and purchasing supplies would be critically important. CCAs across the state, and CPA specifically, have experienced professional staff and an established track record of meeting or exceeding its capacity and load requirements.

Under the Joint Powers Agreement, if the City becomes a “Party” to the Agreement (by meeting the conditions in Section 2.5 of the Agreement), then the Monrovia City Council will appoint, and designate in writing, one regular Director to represent the City on the CPA Board of Directors. Each Director has one vote.

Upon the City’s withdrawal or involuntary termination, the City shall remain responsible for liabilities arising from the City’s membership in the CPA through the date of its withdrawal or involuntary

termination. This Section also provides that the CPA may withhold funds otherwise owed to the City or may require the City to deposit sufficient funds with the CPA, as reasonably determined by the CPA, to cover the City's liability for certain costs. This continuing liability provision is less objectionable because the City would have a seat on the Board, so the City will know and vote on the amounts that go towards covering continuing membership liabilities. To date, no member agency in California has exited from a CCA JPA.

Should the City Council decide to move forward, the City will need to adopt an ordinance no later than November 30, 2022, to implement Community Choice Aggregation within the City's jurisdiction, and approve the CPA Joint Powers Authority Agreement.

ENVIRONMENTAL IMPACT: The City of Monrovia continues its efforts to address greenhouse gas (GHG) emissions, to achieve sustainability and lower City operation costs. If it is the direction of the City Council to become a member of the JPA, the City of Monrovia would consider approval of an agreement with Clean Power Alliance to become a member of the JPA and implement a Community Aggregation Program to provide more local control over renewable energy options communitywide and significantly reduce citywide emissions.

FISCAL IMPACT: While there is no cost to the City for joining the JPA, the City paid \$10,000 to Clean Power Alliance for a feasibility study to assess the potential impacts of Monrovia joining the CPA. Additionally, if the City were to remove itself from the JPA, it would be obligated to compensate the JPA for energy supplies reserved for Monrovia customers.

OPTIONS: The following options are provided for consideration:

1. Direct staff to bring an ordinance back for consideration at an upcoming meeting
2. Decline membership in the Clean Power Alliance's Joint Powers Authority at this time
3. Request additional information before taking action

RECOMMENDATION: Staff recommends that the City Council discuss the issue and, if deemed appropriate, provide further direction to staff.

COUNCIL ACTION REQUIRED: Pleasure of the City Council.