



Discussion of Default Renewable Energy Rate

Regular Meeting, Monrovia City Council

Presentation by Dylan Feik, City Manager

June 6, 2023

Agenda Outline

- ▶ Background
- ▶ Discussion of Default Rate

Background

- ▶ Study Session - October 18, 2022
- ▶ Regular Meeting - November 1, 2022
 - ▶ Adoption of Ordinance 2022-10 to join Clean Powers Alliance
- ▶ Regular Meeting - November 15, 2022
 - ▶ 2nd Reading of Ordinance
- ▶ CPA Board Meeting - December 1, 2022
 - ▶ CPA Board voted to admit Monrovia as a full member

Background (cont.)

- ▶ All relevant documents can be [found here](#) on the City's website
- ▶ City staff held joint meetings with CPA staff to begin preparing outreach and marketing materials
- ▶ In May, CPA reviewed rate structures for the upcoming year
- ▶ CPA's Board sets rates annually, effective July 1, to provide rate stability and predictability. Due to market conditions, multiple SCE rate changes, and annual volatility in the PCIA, or "exit fee," comparisons can fluctuate over the course of a year.

2023/24 Rates

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FY 23/24 Residential Bill Comparison*

Energy Product	Typical Residential Bill	Comparison to SCE base
SCE base rate	\$192	
Lean Power	\$188	-2.0%
Clean Power	\$190	-1.0%
100% Green Power	\$197	3.0%

**Comparisons are based on representative 2018 PCIA vintage Domestic rate schedule and load profile, SCE rates as of March 1, 2023, and CPA FY 2023/2024 rate approach adopted by the CPA Board on May 4, 2023. Rates subject to change. Individual customer comparisons will vary by specific rate schedule and customer usage.*



Monroviaans now have 4 options for electricity!

Option #1

**Start Making Your
Community Better**



Lean Power
40% clean power

Option #2

**Support the Future of
Your Community**



Clean Power
50% clean power

Option #3

**Invest in Your
Community and the
World**



100% Green Power
100% renewable energy.

Option #4 - opt out altogether and simply remain with SCE

Current Default Energy Products in CPA Territory



Lean Power

5 Communities
121,500 Customers
93.2% Participation Rate

- ⚡ Arcadia
- ⚡ Paramount
- ⚡ Simi Valley
- ⚡ Temple City
- ⚡ Westlake Village



Clean Power

6 Communities
263,400 Customers
93.7% Participation Rate

- ⚡ Alhambra
- ⚡ Carson
- ⚡ Downey
- ⚡ Hawaiian Gardens
- ⚡ Moorpark
- ⚡ Whittier



100% Green Power

21 Communities
618,200 Customers
92.7% Participation Rate

- ⚡ Agoura Hills
- ⚡ Beverly Hills
- ⚡ Calabasas
- ⚡ Camarillo
- ⚡ Claremont
- ⚡ Hawthorne
- ⚡ Culver City
- ⚡ Los Angeles County
- ⚡ Malibu
- ⚡ Manhattan Beach
- ⚡ Ojai
- ⚡ Oxnard
- ⚡ Redondo Beach
- ⚡ Rolling Hills Estates
- ⚡ Santa Monica
- ⚡ Sierra Madre
- ⚡ South Pasadena
- ⚡ Thousand Oaks
- ⚡ Ventura County
- ⚡ Ventura
- ⚡ West Hollywood

Default change to Clean Power scheduled for October 2023 (15,600 customers)

Default change to 100% Green scheduled for October 2023 (33,000 residential and 62,000 non-residential customers)

Default change to 100% Green scheduled for October 2024 (111,500 low-income customers)

Low-income customers in 100% Green default communities receive 100% renewable energy at the Clean Power rate



Environmental Benefits - The Power of Choice

- ▶ Choosing the default choice is a major consideration for the City
- ▶ Customers are most likely to remain with the default rate product
- ▶ Residents appreciate they can choose or opt out and remain with SCE
- ▶ 100% Green Power is the quickest way a customer can go “full renewable”

Rate Option	2024 Forecasted GHG Emissions (CO2e US tons)	GHG Emissions Reduction from SCE Base
SCE Base	65,900	
Lean Power	64,700	-2%
Clean Power	48,000	-27%
100% Green Power	0	-100%

Default Rate Product	Participation Rate	Opt Actions		
		Stay at Default	Opt Up	Opt Down
100% Green Power	95.3%	94.1%	NA	5.9%
Clean Power	96.7%	97.4%	0.9%	1.8%
Lean Power	96.0%	99.0%	1.0%	NA
Total	95.9%	96.5%	0.6%	2.9%

Seeking Council Direction

- ▶ City Council to provide direction on default rate
 - ▶ All customers may opt out and choose a different rate
- ▶ Staff will return at June 20th City Council meeting for final adoption of default rate
- ▶ Staff and CPA will finalize marketing materials and begin conducting outreach thru remainder of 2023 and early 2024
- ▶ Questions?