



**Silicon Valley Clean Energy
Board of Directors Special Meeting**

Monday, October 9, 2017
6:00 p.m.

Sunnyvale Community Center | Recreation Center
Neighborhood Room
550 E Remington Drive
Sunnyvale, CA

MEETING MINUTES

Call to Order

Chair Rennie called the meeting to order at 6:08 p.m.

Roll Call

Present:

Chair Rob Rennie, Town of Los Gatos
Director Courtenay C. Corrigan, Town of Los Altos Hills (Arrived at 6:21 p.m.)
Alternate Director Anthony Eulo, City of Morgan Hill
Director Jim Griffith, City of Sunnyvale
Director Howard Miller, City of Saratoga
Director Rod Sinks, City of Cupertino
Director Liz Gibbons, City of Campbell
Director Jeannie Bruins, City of Los Altos
Director Burton Craig, City of Monte Sereno

Absent:

Vice Chair Daniel Harney, City of Gilroy
Director Margaret Abe-Koga, City of Mountain View
Director Dave Cortese, County of Santa Clara

Regular Calendar

1) SVCE Policy Direction Workshop

Chair Rennie began the meeting with opening comments.

Interim CEO Don Eckert introduced the workshop and described the outline of the workshop to cover foundation materials, a regulatory and legislative update, the customer survey, power supply options, and customer considerations.

Kevin Coffee, ZGlobal Vice President of Operations, introduced energy foundation materials explaining energy and power infrastructure, balancing authorities, the western power grid, and how power flows through the grid.

Dennis Dyc-O'Neal, Power Contracts and Compliance Manager, explained power flow and attribute tracking, Renewable Energy Credits (RECs), how RECs are tracked through the grid through WREGIS, Renewable Portfolio Standard (RPS) compliance periods, and RECs in Categories 1, 2, and 3, and responded to Board questions.

Hilary Staver, Regulatory and Legislative Affairs, presented a regulatory and legislative update on power source disclosure, AB 1110, the annual power content label (PCL), potential changes to the PCL under AB 1110, and other policy variables, and responded to Board questions.

Sarah Jo Manson, Community Outreach Specialist, introduced a brief history of customer surveys by SVCE, explained the results of a residential customer survey recently completed, and responded to Board questions.

Interim CEO Eckert introduced power supply mix options for 2019 and beyond, including energy type, financial forecasts, and a 5-year budget impact, and responded to Board questions.

Chair Rennie opened public comment on matters listed and not listed on the agenda.

Bruce Karney, Mountain View resident, commented on the power supply mix options and the importance of understanding what claims PG&E will be making in the coming years regarding renewable load percentage. Karney suggested potentially selling energy products which SVCE currently has contracts for that may no longer be attractive and analyzing the financial impacts of those sales.

James Tuleya, Sunnyvale resident and Carbon Free Silicon Valley Chair, commented on the customer survey results regarding customer understanding of the word "renewable," and emphasized that decarbonization is the goal of SVCE. Tuleya suggested a conditional policy that PCC2 energy can be used if GHG-free and suggested SVCE maintain higher renewable load than PG&E.

Peter Evans, resident of Los Altos Hills, suggested offering customers more choices, and suggested SVCE conduct internal GHG accounting from actual energy that is being scheduled currently.

Steve Schmidt, resident of Los Altos Hills, complemented the marketing department on the customer survey and expressed support for option 1 of the power supply mix options presented to deliver carbon-free electricity and to allow SVCE to put more money towards community programs to help customers further reduce their carbon footprint.

Chair Rennie closed public comment.

Directors and staff discussed power supply mix options as they relate to being carbon-free, customer communication, the regulatory and legislative impacts, and the financial impacts. ZGlobal VP of Operations Coffee provided additional information and responded to Board questions regarding SVCE's power supply mix being carbon-free.

Director Miller suggested a future agenda item on reviewing SVCE's power supply mix for 2017 and 2018.

Alternate Director Eulo suggested a third product option which would offer clean renewables slightly above renewable portfolio standards, with the remainder of the power supply mix being large hydropower.

Director Bruins left the meeting at 8:02 p.m.

Director of Marketing and Public Affairs presented on customer considerations regarding SVCE's differentiators as having a carbon free message and a goal of decarbonization, commercial and industrial customer leadership, and other implications for SVCE, and responded to Board questions.

Board Member Announcements and Direction on Future Agenda Items

Chair Rennie presented a summary of potential future agenda items to include discussion on a third product option as suggested by Alternate Director Eulo, and a discussion regarding costs associated with cleaning SVCE's power supply mix for 2017-18.

Director Corrigan suggested a discussion on a third product option that has more cost savings than current product options.

Alternate Director Eulo expressed support of a third product option as previously suggested and responded to questions by Directors. Director Sinks expressed concern over product differentiation and messaging.

Chair Rennie opened public comment.

Bruce Karney commented on the constraint of being less expensive than PG&E and the possibility of being more expensive than PG&E to be more greenhouse-gas free.

Gary Latshaw, Cupertino resident, commented on the value of biomass and responded to Board questions.

Chair Rennie closed public comment.

Director Corrigan expressed the importance of staying cost-competitive.

Director Miller provided a summary of future agenda items to include a discussion on 2017-18 plan for power supply mix, and a 2019 plan for power supply mix with the option of a third product alternative.

Adjourn

Chair Rennie adjourned the meeting at 8:29 p.m.