



# Disposition of Net Revenue

SVCE Board of Directors Meeting  
August 9, 2017



# Disposition of Net Revenue

- Greener Resources
- Lower Rates
- Customer Programs
- Reserves
- Dividends/Cash Rebates

# Disposition of Net Revenue

## Greener Resources

- 8% increase in power supply resources over lower cost

## Lower Rates

- 1% below PG&E across the board

## Customer Programs

- 2% of Operating Revenues

# Disposition of Net Revenue

## OPTION 1

- Reserves at 100% until target is reached in 2019; Remainder distributed as bill credit

## OPTION 2

- Reserves at 100% in 2017, reduced by 10% every year until target is reached in 2019
- Bill credit 0% in 2017, increasing by 10% every year until target reserves are reached, then remainder

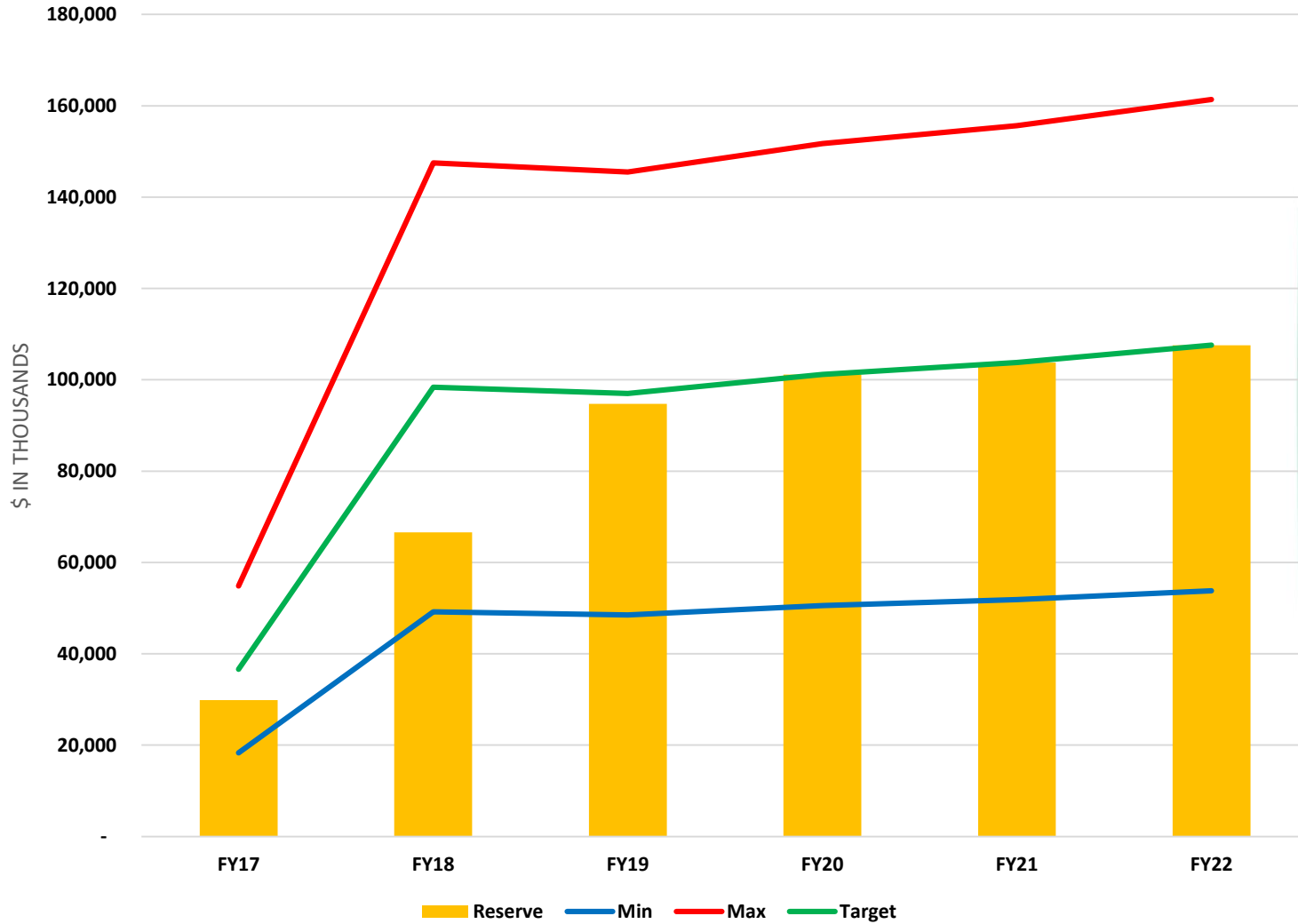
## OPTION 3

- Same as Option 2, except reserve funding starts at 90% in 2017

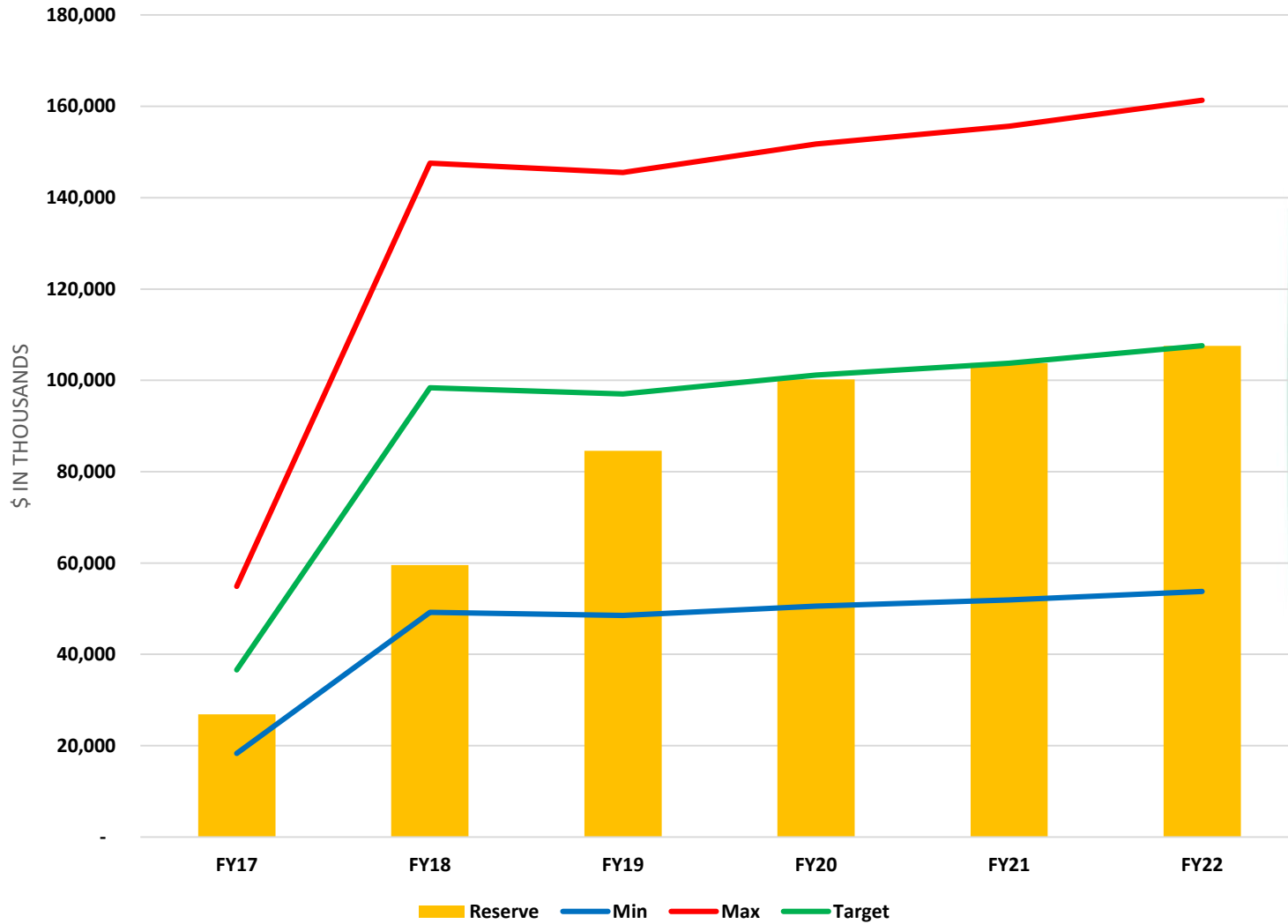
# Option 1



# Option 2



# Option 3



# Disposition of Net Revenue

## SILICON VALLEY CLEAN ENERGY FY 2016/17 - FY 2021/22 ALLOCATION OF SURPLUS

	FY 2016-17 AMENDED BUDGET	FY 2017-18 PROPOSED BUDGET	FY 2018-19 FORECAST	FY 2019-20 FORECAST	FY 2020-21 FORECAST	FY 2021-22 FORECAST
<b>OPTION 1</b>						
Reserve as % of Target	82%	72%	100%	100%	100%	100%
Dividend as a % of Revenue	0%	0%	4%	10%	8%	5%
<b>OPTION 2</b>						
Reserve as % of Target	82%	68%	98%	100%	100%	100%
Dividend as a % of Revenue	0%	2%	3%	9%	8%	5%
<b>OPTION 3</b>						
Reserve as % of Target	73%	61%	87%	99%	100%	100%
Dividend as a % of Revenue	3%	3%	5%	5%	8%	5%





**Thank you**