

April 18, 2017

The Honorable Steven Bradford California State Senate State Capitol, Room 2054 Sacramento, CA 95814

Catherine S. Blakespear Mayor

RE: SB 618 (Bradford) Load-Serving Entities: Integrated Resource Plans Notice of OPPOSITION

Dear Senator Bradford:

Tony Kranz Deputy Mayor I write to notify you that the City of Encinitas is opposed to your SB 618 because we believe it is contrary to the legislative and regulatory framework that governs locally established and operated Community Choice Aggregators (CCAs). Cities should have the opportunity to serve as aggregators for municipal operations or the community at large. Unfortunately, your bill takes the "Community" out of Community Choice.

Tasha Boerner Horvath Council Member The bill seems simple, since it mainly changes "review" to "review <u>and approve</u>," but that means that the California Public Utilities Commission (CPUC) must approve every CCA's Integrated Resource Plan (IRP). Since IRPs are required periodically, this will affect existing, and especially incipient CCAs, which could be stalled indefinitely.

Mark Muir Council Member This proposal runs contrary to the legislative and regulatory framework that promotes local creation and regulation of CCAs. CCAs are nonprofit agencies formed to respond to and invest in the needs of their communities. SB 618 proposes to shift the decision-making authority on power contracts from locally-elected officials to the CPUC. Taking decision-making out of the hands of CCAs dismisses the purpose for creating CCAs, and would remove their ability to procure electricity at the local level.

Joe Mosca Council Member CCAs have a mission to provide reliable, clean, and affordable power while addressing the needs of their communities. They are governed by boards consisting entirely of local elected officials who are directly accountable to their ratepayers and voters. Transferring decision-making away from the community is contrary to their purpose.

Local governance with extensive public input is already required for CCAs, rendering this bill unnecessary and contrary to the legislative and regulatory framework that is already in place. For these reasons, the City of Encinitas must oppose SB 618.

Karen P. Brust City Manager Sincerely,

Catherine S. Blakespear Mayor

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cc: Senator Patricia Bates

Assembly Member Rocky Chavez JGC Governmental Relations Catherine Hill, League of California Cities

Erin Evans-Fudem, League of California Cities

City Council

**Encinitas Environmental Commission** 

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