

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE: A) APPROVING THE CRITERIA FOR AN INTEGRATED RESOURCE PLAN (“IRP”) WHICH DETAILS PROCUREMENT PLANS TO ENSURE SAN JOSE CLEAN ENERGY (“SJCE”) MEETS THE PROGRAM GOALS AND HAS A RELIABLE AND COST-EFFECTIVE ELECTRICITY SUPPLY AND B) AUTHORIZING CITY MANAGER TO FILE SUCH PLAN THAT IS CONSISTENT WITH THE CRITERIA IN ATTACHMENT 1 AND THAT COMPLIES WITH ALL CALIFORNIA PUBLIC UTILITIES COMMISSION (“CPUC”) REQUIREMENTS BY AUGUST 1, 2018; AND REQUIRE SJCE TO PRESENT AN UPDATED IRP EVERY TWO YEARS TO CITY COUNCIL FOR REVIEW AND APPROVAL BY MARCH OF ALL EVEN YEARS.**

**WHEREAS**, on August 29, 2017, the Council of the City of San José (“City”) approved the San José Clean Energy (“SJCE”) Implementation Plan, established the SJCE Operating Fund, and approved the establishment of various revenue estimates and expenditure appropriations for City departments, including the Community Energy Department, to facilitate the initial operations of SJCE; and

**WHEREAS**, on January 30, 2018, the City Council approved September 1, 2018 as the date SJCE will launch electric generation service to Phase I customers, which includes City Accounts; and

**WHEREAS**, on February 13, 2018, the CPUC issued Decision 18-02-018 directing all Load Service Entities including the Investor Owned Utilities CCAs and Energy Service Providers to file Integrated Resource Plans (IRPs) with the CPUC no later than August 1, 2018 and by May 1 every even numbered year thereafter;

**WHEREAS**, Staff recommends that City Council adopt criteria for the development of an IRP and authorize the City Manager to file SJCE's 2018 IRP with the CPUC on August 1 so that SJCE can meet the requirements of CPUC D.18-02-018 as set forth in the Staff Report dated June 11, 2018;

**NOW, THEREFORE, BE IT RESOLVED** by the Council of the City of San José that:

- A. Approves the criteria for an Integrated Resource Plan ("IRP") which details procurement plans to ensure San José Clean Energy ("SJCE") meets the program goals and has a reliable and cost-effective electricity supply.
- B. Authorizes the City Manager authority to file such plan that is consistent with the criteria in Attachment 1 and that complies with all California Public Utilities Commission ("CPUC") requirements by August 1, 2018; and require SJCE to present an updated IRP every two years to City Council for review and approval by March of all even years.

ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_, 2018, by the following vote:

AYES:

NOES:

ABSENT:

DISQUALIFIED:

\_\_\_\_\_  
SAM LICCARDO  
Mayor

ATTEST:

\_\_\_\_\_  
TONI J. TABER, CMC  
City Clerk

## Attachment 1 – 2018 SJCE IRP CRITERIA

- The 2018 SJCE IRP criteria are based on SJCE’s previously approved implementation plan and Climate Smart San Jose. These plans detailed the policies and goals for SJCE.
- SJCE will phase in service to San Jose residents and businesses as follows:
  - September 2018 municipal load;
  - March 2019 remaining load.
- SJCE will offer at least one power mix option with a rate equal to or less than PG&E’s rates.
- SJCE will offer at least one power mix option at 10 percent or more renewables than PG&E.
- SJCE will offer at least one power mix option that is 100 percent renewable.
- SJCE's initial resource mix will include a proportion of renewable energy exceeding California's prevailing Renewable Portfolio Standard (RPS) procurement mandate.
- By 2021, SJCE’s residents will have a base power mix that is 100% Greenhouse Gas emissions (GHG) free.
- SJCE will maintain, at minimum, low income programs at the same level as PG&E.
- After becoming established, SJCE will develop local programs including energy efficiency, demand response, distributed generation and renewable energy.
- SJCE will encourage distributed renewable generation in the local area through the offering of a net energy metering tariff; a standardized power purchase agreement or "Feed-In Tariff"; and other creative, customer-focused programs targeting increased access to local renewable energy sources.
- By 2030, SJCE’s base offering will be at least 60% renewable.
- By 2030, San José will have 668MW of local renewables and by 2040, San José will be the world’s first one GW solar city.
- By 2030, 60% of all passenger vehicles in the City will be electric.
- By 2020, 100 percent of new homes will be ZNE, and by 2030, 25 percent of existing homes will be energy efficient and all-electric.
- SJCE will comply with all applicable State Law including the Renewable Portfolio Standard, Resource Adequacy requirements, and GHG reduction requirements.
- SJCE’s IRP shall comply with the CPUC’s requirements with respect to disadvantaged communities including identifying the disadvantage communities SJCE will serve, describing the impacts of such service on the disadvantaged communities, and setting forth SJCE’s plans to benefit these communities.