

RESOLUTION NO. 21-032

A RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA BARBARA APPROVING THE SANTA BARBARA CLEAN ENERGY RATE SETTING FORMULA FOR EACH OF ITS ENERGY PRODUCT OFFERINGS ACROSS ALL CUSTOMER TYPES AND AUTHORIZING THE CITY ADMINISTRATOR TO DETERMINE RATES BY APPLICATION OF THE FORMULAS

THE COUNCIL OF THE CITY OF SANTA BARBARA RESOLVES AS FOLLOWS:

1. The City Council has received a Council Agenda Report dated May 11, 2021 and recommendation from the Sustainability & Resilience Department for establishment of rates for provision of electricity and other clean energy services provided by Santa Barbara Clean Energy (SBCE) consistent with the following considerations:

<b>Rate Consideration</b>	<b>Definition</b>
Revenue Sufficiency	<i>Rates should recover all program expenses, debt service requirements, and reserves</i>
Rate Competitiveness	<i>Rates should allow SBCE to successfully compete in the marketplace to retain and attract customers</i>
Rate Stability	<i>Rate changes should be minimized to reduce customer bill impacts</i>
Customer Understanding	<i>Rates should be simple, transparent, and easily understood by customers</i>
Equity Among Customers	<i>Rate differences among customers should be justified by differences in usage characteristics or cost of service</i>
Efficiency	<i>Rates should generally encourage conservation and efficient use of electricity</i>

2. On May 11, 2021 the Council conducted a public hearing to consider the report and recommendation and to receive public comments and consider objections, if any, to the proposed rates.

3. On April 20, 2021, the report and recommendation was reviewed, approved, and forwarded to the Council with a recommendation for approval by unanimous vote of the Finance Committee.

4. The report and recommendation referred to in paragraph 1 of this resolution are approved.

5. As stated in the approved report and recommendation, the rates for SBCE service are tied to the rates approved by the Public Utilities Commission for provision by Southern California Edison (SCE) of electricity within the City of Santa Barbara. The following rate formulas are adopted:

<b>Energy Product</b>	<b>Rate Formula</b>
SBCE 100% Green	= SCE base rate + \$0.012/kWh
SBCE Green Start	= SCE base rate
SBCE Resilient Net Surplus Compensation Rate	= \$0.0663/kWh for excess solar generation

6. The City Administrator is authorized to calculate the rates for SBCE by application of the formula to the various SCE rates across all customer classes and service categories. The City Administrator may delegate the authority granted by this resolution.

7. The rates established by this resolution are necessary to fund the operating expenses of SBCE and are exempt from the California Environmental Quality Act pursuant to Public Resources Code § 21080(b)(8) and 14 Cal. Code of Regs. § 15273.

8. This resolution shall be effective upon adoption.

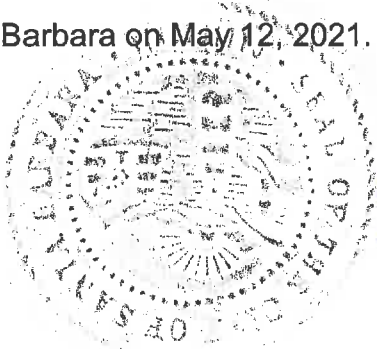
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STATE OF CALIFORNIA                    )  
  )  
COUNTY OF SANTA BARBARA         ) ss.  
  )  
CITY OF SANTA BARBARA                )

I HEREBY CERTIFY that the foregoing resolution was adopted by the Council of the City of Santa Barbara at a meeting held on May 11, 2021, by the following roll call vote:

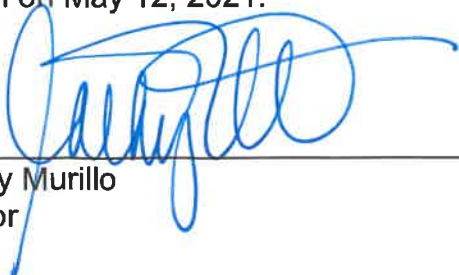
- AYES:                   Councilmembers Eric Friedman, Alejandra Gutierrez, Oscar Gutierrez, Meagan Harmon, Mike Jordan, Kristen W. Sneddon; Mayor Cathy Murillo
  
- NOES:                   None
  
- ABSENT:                None
  
- ABSTENTIONS:       None

IN WITNESS WHEREOF, I have hereto set my hand and affixed the official seal of the City of Santa Barbara on May 12, 2021.



  
\_\_\_\_\_  
Sarah P. Gorman, MMC  
City Clerk Services Manager

I HEREBY APPROVE the foregoing resolution on May 12, 2021.

  
\_\_\_\_\_  
Cathy Murillo  
Mayor