

PORTFOLIO & RATE RECOMMENDATION

Clean Energy Community Advisory Commission
September 17, 2018



AGENDA

- Background
 - PCIA challenges
 - Greenhouse Gas-free market and regulatory framework
 - Other CCA activity
- Proforma Assumptions
- Recommended Options & Alternatives
- Targeting Oct 30 Council Item
- Advisory Commission Discussion / Recommendation

SJCE OBJECTIVES

- At least one power mix option will have a rate equal to or less than PG&E's rates.
- At least one power mix option will have 10 percent or more renewables than PG&E.
- At least one power mix will be 100 percent renewable.
- The initial resource mix will include a proportion of renewable energy exceeding the RPS mandate.
- By 2021, SJCE's residents will have a base power mix that is 100 percent 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 net energy metering; a "Feed-In Tariff"; and other creative, customer-focused programs.
- By 2030, the base offering will be at least 60 percent renewable.
- By 2030, San Jose will have 668MW of local renewables and by 2040, San Jose will be the world's first one GW solar city.
- By 2030, 60 percent of all passenger vehicles in the City will be electric.
- By 2020, 100 percent of new homes will be ZNE; by 2030, 25 percent of existing homes will be efficient, all-electric.
- SJCE' must identify the disadvantage communities it will serve, describe the impacts of its service on disadvantaged communities, and set forth plans to benefit these communities.

PCIA CHALLENGES

- Two Options under consideration
 1. Proposed Decision – Issued Aug 1 by the ALJ
 - preserves the status quo
 2. ADP – Issued Aug 15 by Commissioner Peterman
 - Increases PCIA by as much as 30%
 - ERRRA reduced rates 10%
 - Results in ~40% revenue change
- CCA's and elected officials are engaged / media campaign
- The CPUC currently plans to decide the issue on September 27.



GHG-FREE ENERGY MARKET

- Regulatory Issues

- Power content label – currently based on annual quantities but under discussion.
- CPUC – Clean Net Short assessment – does not provide GHG-free credit for PCC2 or PCC3, or for renewables/GHG-free that might cause other renewables to back down.
- RPS compliance period ends December 31, 2020 –

- Market Issues

- GHG-free energy market is new and being defined
- Commercial customers looking for Climate Registry Scope 2 & Green-e.
- Pacific Northwest Large Hydro Power – low cost, low GHG-emission system
- nuclear GHG-free power is available.
- Other CCAs launching or increasing their load include LA County, East Bay Clean Energy, CleanPowerSF; this will create additional tightness in the market.

2019 LOAD AND RENEWABLE SUPPLY

- Estimated Retail Load: 4,135,344 GWh
- State Requirements
 - 31% RPS (1,282,000 GWh)
 - At least 75% of 31% PCC1 (962,000 GWh)
 - No more than 15% of 31% PCC2 (192,000 GWh)
 - No more than 10% of 31% PCC3 (128,000 GWh)
- Solicitation requested amounts:
 - 2,067,000 GWh GHG-free (~50%)
 - 1,758,000 GWh PCC1 (~43%)
 - 310,800 GWh PCC2 (~7.5%)

PROFORMA/IRP ASSUMPTIONS

- Base Product Content:
 - Renewables 10% above RPS requirement
 - 75% PCC1, 15% PCC2 and 10% PCC3
 - 100% GHG free by 2021
- Average cost of power \$52.80/MWh = 5.28¢/kWh
- PCIA currently ~2.7¢/kWh
 - Alternate proposed decision increases this by as much as 30%, to ~3.5¢/kWh

PRODUCT CONTENT OPTIONS

- RPS amount:
 - 10% above RPS standard? (41%)
 - 10% above PG&E? (43% but will change from year to year and hard to target)
 - Nice round number (50%)
- RPS options:
 - PCC1 limited to required by law or larger proportion?
 - How much PCC2?
 - Any PCC3?
- GHG-free options
 - 100%
 - 95-97% (to take advantage of PNW hydro and potentially save on cost)
 - Any nuclear? Account for RA



PROJECTS COSTS OF PORTFOLIO OPTIONS

Costs reflected as premium over cost of energy

- RPS as required by law/no extra GHG-free: \$4.27/MWh
- 50% RPS (42.5% PCC1, 7.5% PCC2)/50% GHG-free (no PNW): \$10.4/MWh (~\$25M more than law requires scenario)
- 41% RPS (35% PCC1, 6% PCC2)/59% GHG-free (no PNW): \$9.5/MWh (~\$21M more than law requires scenario)
- 50% RPS (23% PCC1, 27%PCC2)/45% GHG-free (PNW prices)/5% system: \$6.3/MWh (~\$8M more than law requires scenario)
- 50% RPS (23% PCC1, 15% PCC2, 12% PCC3/45% GHG-free (PNW prices)/5% system; \$5.7/MWh (~\$6M more than law requires scenario)
- Illustrates significant extra cost of heavy reliance on PCC1 and benefit of PNW low GHG

SOLICITATION RESPONSES

- 85% of initial response mostly from PG&E
- Initial responses total RPS offered only 36% of load – additional offers since
- PCC1 primarily from one counterparty; about half at or below pro-forma assumption
- PCC2 bids all above pro-forma assumption
- GHG-free bids most from one counterparty and mostly range from at or above pro-forma assumption
- Pacific Northwest hydro did not bid because of regulatory issues – may be persuaded to offer now
- SJCE is short listing suppliers but also inviting additional offers

LONG-TERM CONTRACTS

- Solar prices very attractive even with some storage
 - Best prices Southern California and Arizona
 - Local \$10-20 premium depending on comparison and location
 - Altamont, Livermore, Byron, Fresno
- Wind expensive and scarce (particularly CA)



QUESTIONS?

August 29, 2018

President Michael Picker
Commissioner Carla J. Peterman
Commissioner Liane M. Randolph
Commissioner Martha Guzman Aceves
Commissioner Clifford Rechtschaffen

RE: California Public Utilities Commission Proposed Decision and Alternate Proposed Decision on the Power Charge Indifference Adjustment

Dear President Picker and Commissioners:

I am writing on behalf of [organization] to strongly urge you to adopt the recently issued Proposed Decision (PD) issued August 1, 2018 regarding the Power Charge Indifference Adjustment (PCIA) and express our concerns with the Alternate Proposed Decision (APD).

California has been a leader in climate change and continues to seek solutions to improve and protect the environment. However, there is still more to do. Our state has adopted ambitious climate goals, and Community Choice Aggregators (CCAs) embody the voluntary actions local communities are taking to reduce greenhouse gas (GHG) emissions as quickly as possible. According to a new study¹ by UCLA's Luskin Center for Innovation, the growing number of CCAs in California are not only delivering a higher percentage of renewable energy than the Investor Owned Utilities (IOUs), they are also causing the share of the IOUs renewable energy to rise. This is helping the state to achieve its 2030 Renewables Portfolio Standard (RPS) targets about ten years in advance.

The California State Legislature has consistently affirmed policies to require fairness and equity for both the Investor Owned Utilities and CCAs. The PD strikes such balance by maintaining policies that encourage the IOUs to prudently manage their existing resources, which will benefit all ratepayers. Under the PD, CCAs will continue to grow and develop innovative local energy programs that benefit the energy sector broadly and IOUs will be incentivized to improve their portfolio management practices.

In contrast, the APD rewards IOUs' portfolio mismanagement of resources by disproportionately shifting costs to CCA customers in a manner that is contrary to statute. The cost shifts to CCA customers introduced by the APD would significantly jeopardize CCAs' ability to invest in long term renewable resources and customer programs, thus hindering the efforts of local governments across California from achieving their sustainability and GHG goals. For these reasons, we believe the APD does not reflect the Legislative intent of fairness and equity and would instead introduce unnecessary customer rate volatility and impede progress towards achievement of the state's climate goals.

¹ http://innovation.luskin.ucla.edu/sites/default/files/CCAs%20and%20the%20Grid_0.pdf

The Commission engaged in a year-long evidence-based process that yielded a result in the PD that, albeit imperfect, balances the interests of all stakeholders. [Organization] strongly urges the Commission to adopt the PD in order to ensure stability in California's energy market and to reflect the Legislature's directives fostering CCAs.

Sincerely,

cc: Governor Edmund G. Brown, Jr.

2018 San Jose Clean Energy Legislative Priorities

- 1) Oppose legislation that would suspend or slow the growth of CCAs, including legislation that would increase the power charge indifference adjustment (PCIA) fees that customers pay to "exit" from PG&E service and join SJCE. Support legislation that increases the transparency and predictability of the PCIA over time.
- 2) Oppose legislation that would change energy procurement toward reducing local flexibility and put authority with the IOU's or CPUC
- 3) Support for legislation requiring more renewable electricity procurement
California State Senate Bill: California Renewables Portfolio Standard Program: emissions of greenhouse gases (SB 100).

Proposed 2019 San Jose Clean Energy Legislative Priorities

- 1) Oppose legislation ~~or regulations~~ that would suspend or slow the growth of CCAs, including ~~legislation that would~~ efforts to increase the power charge indifference adjustment (PCIA) fees that customers pay to "exit" from PG&E service and join SJCE. Support legislation ~~and regulations~~ that increases the transparency and predictability of the PCIA over time ~~through Phase 2 of the PCIA proceeding~~. ~~Oppose legislation that would expand Direct Access.~~
- 2) Oppose legislation that would change energy procurement toward reducing local flexibility and put authority with the IOU's or CPUC.
- 3) Support ~~for~~ legislation requiring more renewable electricity procurement.
~~California State Senate Bill: California Renewables Portfolio Standard Program: emissions of greenhouse gases (SB 100).~~

2018 LEGISLATIVE GUIDING PRINCIPLES AND PRIORITIES

Legislative Guiding Principle (LGP) #1: Protect Local Control

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Airport	Support regulation or legislation requiring biometric verification of identification and criminal background data of TNC drivers statewide.	State	A system that mitigates identity and criminal background risk for TNCs.
Civic Innovation	Oppose any reduction in our ability to regulate wireless attachments on vertical infrastructure and regulate the deployment of fiber/coax without a commensurate obligation on carriers to broaden digital access or to support digital equity.	State & Federal	Local government would maintain control over aesthetics, location, and privacy/security for vertical infrastructure and charge market driven vertical infrastructure lease rates and regulate the deployment of fiber/coax unless industry is required to broaden digital access.
Civic Innovation	Support / Co-Sponsor legislation that would take a balanced approach to accelerating broadband including fiber, small cells, and macro cell towers.	State	New Legislation would balance local government control with the need for faster, more predictable, equitable, and inclusive broadband deployments.
Civic Innovation	Obtain visibility into state level franchise agreement status and maximize opportunity to negotiate new/revised agreements to accelerate broadband in an equitable and inclusive manner.	State	New/revised franchise agreements allow local government to direct more funding towards equitable broadband deployments and digital inclusion programs
Clean Energy	Oppose legislation that would suspend or slow the growth of Community Choice Aggregations (CCA), including legislation that would increase the Power Charge Indifference Adjustment (PCIA) fees that customers pay to "exit" from PG&E service and join San Jose Clean Energy (SJCE). Support legislation that increases the transparency and predictability of the PCIA over time.	State	Continued growth of CCA's, lower, predictable, and transparent PCIA fees
Clean Energy	Oppose legislation that would change energy procurement toward reducing local flexibility and put authority with the Investor Owned Utility's (IOU) or California Public Utilities Commission (CPUC)	State	Maintain local control over energy procurement decisions including Distributed Energy Resources (DER)
Clean Energy	Support for legislation requiring more renewable electricity procurement State Senate Bill 100: Renewables Portfolio Standard Program: Emissions of Greenhouse Gases.	State	Support for legislation that requires more renewable electricity procurement State Senate Bill 100: California Renewables Portfolio Standard Program: emissions of greenhouse gases. Pending in the Assembly Committee on Utilities and Energy.
CMO	Support legislation that protects local government revenues and local authority to operate its programs, including permitting, fees and funding	State & Federal	Support legislation that protects local government revenues by maintaining local authority over the collection of fees and generation of revenue. Support Airports ability to maintain control over its own permits and fees
Finance	Marijuana Banking Laws	State & Federal	Establish banking regulations which would make it safer for marijuana collectives to operate and pay taxes in a form other than cash
Housing/PBCE /Finance	Support or oppose clean-up legislation for State Senate Bill 35: Planning and Zoning: Affordable Housing: Streamlined Approval Process and other housing bills to fit the needs of charter cities and larger cities.	State	Clarify that provisions pertaining to zoning refer to land-use decisions in the General Plan in Charter cities. Clarify which bills are applicable to Charter cities. Obtain some latitude on streamlining for cities with large RHNA goals. Reform of Regional Housing Needs Allocation Methodology (RHNA) Surplus lands policies Align California Health and Safety Code so it is consistent with the welfare tax exemption Secondary Dwelling Units reforms

Legislative Guiding Principle (LGP) #2: Ensure Region's Competitiveness Through Strategic Economic Development

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Airport	Support the implementation of the San Jose International Airport Terminal Area Improvement Program, Phase II when conditions warrant proceeding with the program.	State & Federal	Increases in the funding for the Airport Improvement Program (AIP) grants from the federal government. Supportive conditions exist for financing the new terminal.
Airport	Support legislation that encourages and/or enhances economic development and/or additional air service at airports and, more specifically, at Mineta San Jose International Airport.	State & Federal	Increases in the funding for the Airport Improvement Program (AIP) grants from the federal government. Removal of the PFC cap. Favorable financing options for Airport projects.
Airport	Support legislation that authorizes local aviation authorities to use demand management strategies to encourage more efficient allocation of air service in the region.	Federal	Local managers have the flexibility they need to efficiently allocate air service in the region.
DOT	Autonomous Vehicles (AVs): Advance policies that encourage the testing and adoption of AVs in San Jose. Influence state and federal regulations and legislation on AVs around priority issues including access to AV collision and transportation-planning related data, local authority to manage congestion and regulate traffic laws, and cybersecurity.	State & Federal	Adoption of California DMV regulations and Federal legislation and regulations that both encourage the development of AV technology and consider local government needs.
Immigrant Affairs	Career pathways for local youth; 2-year certification programs	State	Increase opportunity for local youth to get hired locally.
Library	Advocate for workforce development programming that is available for programs and partnerships that the Library is engaged in, such as SJPL Works.	State & Federal	San Jose residents will have access to workforce development or small business support through the Library.
OED	Increase funding for manufacturing job creation and changes to the Cal Competes program (State Go Biz)	State	Additional funding resources for manufacturers that create jobs is needed.

Legislative Guiding Principle (LGP) #3: Protect and Increase Local Funding; No Unfunded Mandates

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Airport	Support, preserve and pursue funding sources and funding mechanisms for Airport operations and capital investments	State & Federal	Supporting funding for airport development, upgrades, and operations, including funding for: AIP grants, CBP Officers, TSA Officers, LEO grants, security programs, environmental programs. Passenger Facility Charges (PFC) are allowed to increase. Funding for federal mandates, including overtime needed for ongoing operations and safety requirements. User fees are used for aviation purposes. Airport bonds are tax deductible for all purchasers. Airport has attractive financing tools available for capital projects and other needed infrastructure. Maintaining current funding streams from all federal and state sources. Improving safety, security, and convenience of airport facilities and process through the support of funding mechanisms. Funding sources for capital and operating program are stable and predictable revenue streams. SJC receives the maximum amount of federal, state, regional, and private sector grants and/or funding. SJC continues to receive funding to assist it with the transition to environmental sustainability.
DOT	Transportation Funding: Preserve and pursue transportation funding sources, including federal funds, state transportation funds in State Bill 1: Transportation Funding and Cap & Trade, and regional funds, that help maintain, improve and expand transportation systems and improve mobility in San Jose. Advocate for California and San Jose's share of regional, state and federal transportation funding. Support efforts to reduce the approval of taxes and bonds for transportation and infrastructure funding measures to less than two-third majority.	State & Federal	Effectively communicate benefits of where California State Senate Bill SB 1 funds will be spent in the City of San Jose, which includes an annual to community, including \$17.5 million annually to CSJ for pavement maintenance. Effectively share information on projects in Regional Measure 3.
Finance	Support regulation or legislation that would require sellers to collect and remit sales and use tax from remote sales (a sale of goods or services into a state in which the seller would not legally be required to pay, collect, or remit state or local sales and use taxes).	State & Federal	Support regulation or legislation that would require sellers to collect and remit sales and use tax from remote sales.
Finance	Oppose any legislation State or Federal that impedes the City's ability to collect tax revenues whether it be sales and use tax, utility tax or any tax.	State & Federal	Preserve and protect City's ability to collect tax revenues.
Finance/Housing	Protect the City's ability to utilize municipal bonds.	Federal	Protect City's ability to utilize municipal bonds to help finance affordable housing, infrastructure and other critical public projects, support the preservation of federal tax-exemption on municipal bonds; and oppose or repeal any elimination of advance refundings on tax-exempt municipal bonds.
IT	Support amendments to Public Records laws that allow refusal of nuisance records requests. This to ensure a activist records requests in narrow circumstances that serve no community interest, do not overwhelm agencies and deflect resources from City services.	State	Require record request have a clear topic, date range, and span to be feasible to deliver. Specifically except disclosure of personally identifying information of residents and businesses and/or critical infrastructure data from public records requests to protect privacy rights and water/wastewater/energy/telecommunications infrastructure from malicious actors
IT	Support protecting rights of local government jurisdictions to manage community assets—e.g., building and equipment surfaces, poles, conduit, et al— for city services and inclusion.	State & Federal	Protect ability of City to protect its ROW interests. Protect revenues from historical and future investments in city assets. Grow protection to include cities' interests in digital inclusion and broadband development.

Legislative Guiding Principle (LGP) #4: Pursue or Retain Federal and State Funding for Key Efforts

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Airport	Support and/or modify regulations, policies and legislation to facilitate Airport operations and investments	State & Federal	Streamlined approve processes. Greater flexibility in: regulations, revenue generation, and spending. Federal regulations and operations support airport activity, including sufficient numbers of CBP and TSA officers and technology to accurately and efficiently process all current and future international and domestic flights in a timely manner. CBP expands the number of hours available to SJC to help grow our international traffic. New laws and regulations do not negatively impact aircraft operations. Airport is allowed to deliver projects in the most cost-effective way possible.
Airport	Support efforts to expedite and facilitate the adoption of Real ID at the DMV to allow Californians to use the nation's airports unencumbered.	State & Federal	All Californians who wish to travel have the documents they need to go through airport security. To make the DMV process for receiving a RealID as painless as possible.
Civic Innovation	Explore public private partnerships around Federal Infrastructure funding including but not limited to broadband deployment partnerships with telecom providers.	Federal	A San Jose public private partnership secures hundreds of millions of dollars from the Federal government to support infrastructure initiatives including but not limited to broadband internet.
CMO	Census 2020 and the lead up to it - Funding for LUCA (Local Update of Census Addresses) and education/outreach for hard to count populations, such immigrants and limited english speakers : implications for City funding for health, housing, transportation	Federal	Ensure accurate and fair count. Increase the number of households that respond to the Census; therefore increasing Fed funding earmarked to San Jose

Legislative Guiding Principle (LGP) #4: Pursue or Retain Federal and State Funding for Key Efforts Con't.

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
CMO	Ensure Federal Funding Assistance for Local Government: Oppose any Congressional proposals or federal regulations that would withhold grant or other funds as a penalty for noncompliance with federal justice or immigration policies.	Federal	Coalition build with other cities across California and the U.S. to protect the rights and data of undocumented residents. Collaborate with other cities which will help to broaden influence with Members of Congress and advocate in one coordinated effort. Advocate against the Federal government withholding funds to cities and states under the pretense of cutting funding to cities that the 115th Congress defines as a "Sanctuary City" or "Sanctuary State".
DOT	Mode Shift: Support policies, programs and funding that encourage alternative transportation modes such as biking, walking, transit, ridesharing and carpooling. Support land use policies that increase access and make alternative modes, including trails, viable and convenient choices.	State & Federal	Weigh in on policies and secure funding for alternative transportation modes, and support land use policies that encourage mode shift.
DOT	BART to Silicon Valley: Working closely with VTA, support efforts to advance BART Phase 2 in the New Starts process, leading to a Full Funding Grant Agreement (FFGA) for Phase 2.	Federal	Support VTA's efforts to advance BART Phase 2 in New Starts process as it works towards a FFGA.
DOT	Eastridge to BART Regional Connector: Working with VTA, support efforts to extend light rail from the existing Alum Rock Light Rail Station to the Eastridge Transit Center.	State	Support VTA in pursuing funding for the Eastridge to BART Regional Connector.
DOT	Diridon Station: Explore and pursue revenue and funding mechanisms to fund station planning, construction, and future operations and maintenance. Raise the profile of Diridon Station at the regional, state, and federal levels, including exploring statewide significance designation.	State & Federal	Identify and secure funding for Diridon Station planning, construction, and future operations and maintenance. Raise the profile of Diridon Station, including exploring statewide significant designation.
Housing	Protect, increase, and seek new funding and tools for affordable housing production and community development.	State & Federal	<p>Protect Federal tax programs that help San José's residents with priority on Private Activity Bonds and 4% tax credits for affordable housing, as well as protecting homebuyers' Mortgage Interest Deduction in our high-cost market, and preserving New Market Tax Credits.</p> <p>Protect and increase the City's direct funding from existing State and federal programs, such as CDBG, HOME, HOPWA, ESG, Affordable Housing & Sustainable Communities (AHSC) program, and the State's new Permanent Source for affordable housing.</p> <p>Protect and increase funding from federal and State programs that benefit San José affordable housing such as Low Income Housing Tax Credits, HCD multifamily programs, and HCD single family programs.</p> <p>Obtain new federal and State sources and establish priorities to benefit San José's affordable housing and infrastructure needs including: programs funded by \$4B in forthcoming Statewide bonds and the National Housing Trust Fund; programs that fund moderate- and middle-income housing, infrastructure funding for mobilehome parks, seismic upgrades, and green building upgrades; programs that reward and support affordable housing production with funding for community amenities such as parks, public art, trail improvements, public plaza infrastructure, and transportation connections; and, programs that prioritize funding to cities that facilitate their fair share of residential needs per State Housing Element law and Regional Housing Needs Allocations.</p> <p>Continue to protect inclusionary housing, including its applicability to rental properties per the Palmer fix.</p> <p>Provide funding and tools to facilitate the planning, development, and preservation of affordable and mixed-income residences in transit corridors, close to transit stations, in Urban Villages, in infill opportunity areas, and in other Priority Development Areas.</p>
Housing	End Homelessness - Support legislation and secure funding sources to end homelessness to benefit unhoused veterans, youths, families, individuals with mental and/or physical disabilities, and victims of domestic violence. Advocate for State and Federal agencies that separately fund capital development and supportive services to coordinate funding availability and awards.	State & Federal	Additional resources for homeless programs and housing
Library	Establish a permanent funding source for the implementation of the statewide College Promise program, and support amendments that promote the inclusion of local educational agencies and relevant stakeholders in the administration of the program to promote and support student success.	State	Sustainable and ongoing appropriation to fund College Promise is included in the adopted State Budget.
Library	Seek additional funding to provide greater capacity for the Partners in Reading adult literacy program; include career online high school and English-second language programming as an allowable expenditure	State & Federal	Expand enrollment in adult literacy programs and expand eligible programming to include career online high school and english as a second language programming.
Library	Protect against state or federal funding cuts to core library services or grants associated with literacy, early education, or technology upgrades and expansions.	State & Federal	Maintain existing funding levels.
PRNS	Support legislation to provide funding for senior services	State & Federal	Support legislation to provide funding for senior services that make San Jose age-friendly, including but not limited to providing nutritious meals and transportation, combatting social isolation and enhancing health and wellness.
PRNS/DOT	Support legislation to redefine Disadvantaged Community so San Jose's disadvantaged neighborhoods are eligible for grants.	State	Support legislation to redefine Disadvantaged Community so San Jose's disadvantaged neighborhoods are fairly evaluated for need-based grants, including those that will be offered if voters approve State Senate Bill 5: California Drought, Water, Parks, Climate, Coastal Protection and Outdoor Access For All Act of 2018.

Legislative Guiding Principle (LGP) #5: Create New Financing Tools for Local Government to Support Economic Development and Build Affordable Housing

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Housing	Support legislation which strengthens rent stabilization and protects the rights and housing opportunities for residents of areas undergoing development and at risk of displacement.	State & Federal	Strengthen rent stabilization. Support legislation to establish and implement anti-displacement policies that protect the rights and housing opportunities for residents of areas undergoing development and at risk of gentrification. Oppose legislation that reduces or limits the effectiveness of local rent stabilization and other anti-displacement policies for multifamily and mobilehome housing.
Housing	Support legislation which incentivizes Cities to permit new housing commensurate with job growth.	State & Federal	Work to support legislation which considers the relationship between jobs and housing in addressing regional housing needs and the fiscal impact on cities
Library	Create competitive grant funding for bridge library development in underserved areas with high concentrations of overcrowding, low income, low educational attainment, and high reduced/free lunch – not using the disadvantaged communities (DAC) formula	State	Establish a pilot program that provides an appropriation for competitive grant funding to be distributed over at least three rounds of awards.
OED	Any State funding opportunities to offset the cost of improvements for office/industrial development	State	Additional funding for improvements to office and industrial development

Legislative Guiding Principle (LGP) #6: Promote Sustainable Development, and Environmental Protection

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Airport	Oppose Legislation, policies, regulations, guidelines or procedures that would result in an increase in aircraft noise impacts on San Jose residents without an increased benefit to the community.	State & Federal	New laws/regulations would not result in increased aircraft noise without increased benefit to the community.
ESD	Support federal, state, and other agency funding and regulations that streamline permitting and provide funding for new markets for biosolids disposal	State & Federal	Support legislation that reduces cross-media (air vs. water) regulatory conflicts. Additional markets for biosolids and waste-to-energy technologies. Increases in federal/state/local funding for biosolids and bioenergy technology. Support the deregulation of beneficial reuses for safe and environmentally inert biosolids.
ESD	EPR: Support actions that reduce waste generation at the source and create new markets for recyclable materials; return State funding to Cities for recycling	State	Support actions that increase Extended Producer Responsibility (EPR) through reduced packaging or end of life take back mechanisms. Support the creation of new markets for recyclable materials, in order to prevent disposal at landfills.
ESD	Support state and federal efforts to promote water affordability with a goal of access to safe, clean and reliable water for all residents.	State	Council Direction 10.24.17
ESD	Stormwater funding for green infrastructure; litter prevention, and other stormwater pollutants	State	Additional funding will improve the City's ability to comply with State Municipal Regional Stormwater Permit requirements
ESD	Non-Governmental Organization (NGO) lawsuits/requirements beyond current regulatory requirements	State & Federal	Protect the City from lawsuits requiring work beyond its current regulatory requirements
ESD	Stormwater: unfunded mandates: Municipal Separate Storm Sewer System (MS4)	Federal	Ensure the City is not subjected to unfunded State stormwater mandates
ESD	Sunsetting Federal tax incentives for solar PV systems; International Trade Commission Section 201-Sunira Case-trade tariffs on solar PV	Federal	Support extension of tax incentives for residential and commercial PV system owners beyond 2023.
ESD	Energy Threats: Greenhouse gas hourly reporting requirements on "unspecified sources"	State	Support legislation that limits seasonal or hourly compliance obligations for Greenhouse Gas (GHG) emissions reporting for Community Choice Aggregations (CCAs).
ESD	Rebates for clean energy vehicles; phasing out of internal combustion engines	State	Support legislation that provides incentives for clean energy vehicles for low income families. Support incremental legislation that leads to the phasing out of internal combustion engines.
ESD/Citywide	Funding for Cities that have data-based plans for GHG reduction	State & Federal	Funding made available for cities that have adopted data-based GHG reduction plans.
ESD/Housing	Illegal dumping & homelessness mental health; statewide illegal dumping standardization	State	Support actions that alleviate homelessness, in order to prevent environmental degradation. Support actions that standardize enforcement of illegal dumping statewide and strengthen penalties.
Housing	Provide funding and tools to facilitate the planning, development, and preservation of affordable and mixed-income residences in transit corridors, close to transit stations, in Urban Villages, in infill opportunity areas, and in other Priority Development Areas.	State & Federal	Help staff do planning work and plan for affordability spread throughout the City
Housing/PBCE	Promote 'affordable by design' residences by clarifying code requirements for ADUs.	State	Help with mod- and middle-income affordable housing
PBCE/OED/DOT/PW	Support the creation of resources for community amenities that support Urban Villages such as parks, public art, trail improvements, public plaza infrastructure, and transportation connections.	State	Help with Urban Villages community amenities
Planning/Citywide	CEQA modifications	State	CEQA modifications to protect against abuse leading to frivolous lawsuits while maintaining local control.

Legislative Guiding Principle (LGP) #7: Provide Services that Promote Health, Economic Self-Sufficiency, Education and High Quality of Life for All San José Residents

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Civic Innovation / Library	Expand funding available for technology upgrades in libraries, including technologies or infrastructure that supports the efficient operation of the library and it's collections, or purchases that benefit programs that provide broadband or internet access to residents.	State & Federal	San Jose residents will have greater access to broadband and digital literacy resources, which will reduce barriers to accessing information.
Civic Innovation/Library	Protect against efforts to preempt or reduce the City's ability to leverage franchise agreements and other state level telecom agreements or local permits to expand broadband and other technologies in an equitable way that benefits all residents regardless of income.	State & Federal	The City of San Jose will retain local control over all physical assets related to infrastructure and will successfully leverage/influence the private market of broadband providers to increase broadband access in San Jose throughout all communities.
Immigrant Affairs	Pass a clean Dream Act (H.R. 3440) that moves DACA recipients from temporary protected status to permanent resident status.	Federal	Provides protections from deportations for DREAMers by providing permanent residency and a path to citizenship for thousands of San Joseans.
Immigrant Affairs	Oppose the Bridge Act, which temporarily extends the protected status of DACA recipients.	Federal	Bridge Act is stopped as it's not a viable or long-term solution.
Immigrant Affairs	Support funding/legislation that facilitates naturalization process for the over 84,000 permanent legal residents in Santa Clara County.	Federal	Increase the number of legal permanent residents who become US Citizens.
Immigrant Affairs	Oppose DHS ability to track social media usage for those applying for Visas, green cards and citizenship	Federal	Congress passes a law prohibiting the gathering of social media information on all immigrants and visa requesters
Library	Create funding for summer learning and summer meal initiatives.	State & Federal	The summer reading and summer meals initiatives will be expanded to serve more students and prevent summer learning loss and malnutrition.
Library	Support additional funding for after school programming and early education programs; ensure that libraries and other organizations in the educational ecosystem have access to funding to support and engage in programming	State & Federal	Our Libraries and educational partners will have the necessary resources to provide educational support to residents and participate actively in partnerships or cooperations with other organizations providing educational support to San Jose families.

Legislative Guiding Principle (LGP) #8: Support Efforts to Keep San José Safe

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
DOT	Vision Zero and Automated Speed Enforcement: Support regional, state, and federal policies that improve traffic safety with a goal of reducing and eliminating traffic fatalities and severe injuries. Sponsor state legislation that would allow a pilot program in San José for Automated Speed Enforcement.	State & Federal	Secure passage of automated speed enforcement legislation.
Fire	Monitor any changes to California Health and Safety Code 1797 with respect to emergency medical services (EMS) and the relationship between cities, counties, special districts and EMS providers. Identify any opportunities to improve existing regulations/laws.	State	Improvement to services to our residents and the reimbursement landscape for cities.
Immigrant Affairs	Protect legal permanent residents from legislation that would remove or minimize rights.	Federal	Maintain the rights of legal permanent residents.
Immigrant Affairs/Library	Protect data and personal information, which extends to information provided through social media, from any federal agency unless a legal judicial warrant has been granted. Oppose any effort that weakens confidentiality or privacy rights of residents and/or targets ethnic, cultural, or immigrant groups	State & Federal	Residents will not be subject to unlawful and discriminatory screenings or have personal information accessed by law enforcement or federal agencies unless a judicial warrant for the information has been obtained prior to the search.
IT	Support laws that require companies to monitor, protect, alert customers, and resolve incidences due to cybersecurity events in a responsible fashion. Require designation of an Information Security Officer for the organization (over a certain size) to coordinate, respond, and maintain an incident response plan, as well as address cybersecurity-related needs identified in audits in a prompt fashion.	State & Federal	State and Local governments, citizens, and businesses would have a higher assurance that companies are taking cybersecurity precautions necessary due to growing cybersecurity risks. Establish a baseline of protections across industries.
IT	Promote laws requiring that personally identifying information and/or critical infrastructure data collected be secured to an applicable industry standard.	State & Federal	Establish a baseline requirement across industries as Internet-of-Things technologies and their applications grow. GDPR is an example of an approach passed for the European Union.
OEM	Secure or protect ongoing funding for Federal Emergency Management Agency (FEMA), Homeland Security and emergency management efforts.	State & Federal	Secure or protect ongoing funding for Federal Emergency Management Agency (FEMA), Homeland Security and emergency management efforts to enable the City, as a local first responders, to effectively respond to all forms of emergencies and disasters.
PD	FirstNet: Work with California Governor's Office of Emergency Services (CalOES) and the Bay Area Regional Interoperable Communication System Authority Board (BayRics) for implementation of the nationwide broadband network for public safety	State	Continue to work with California Governor's Office of Emergency Services (CalOES) and the Bay Area Regional Interoperable Communication System Authority Board (BayRics) to ensure that the final plan for implementation of the nation's Public Safety broadband network (FirstNet) enhances regional interoperability and the safety of San José communities and first responders
PD	Database for individuals convicted of domestic violence	State & Federal	Create a database tracking individuals who have been convicted of domestic violence
PD	Increase resources that effectively address and assist individuals impacted by domestic / intimate partner violence through prevention, education, and intervention programs services and housing.	State & Federal	Seek State and Federal funding opportunities to assist those individuals in the community impacted by domestic/intimate partner violence that will help to reduce these acts of violence in the future.
PD	Urban Area Security Initiative (UASI) - Maintenance of the Urban Area Security Initiative as a stand-alone program with a funding allocation of not less than (\$600 million) as enacted in FY 2016.	Federal	Urban Area Security Initiative (UASI) - Maintenance of the Urban Area Security Initiative as a stand-alone program with a funding allocation of not less than (\$600 million) as enacted in FY 2016.
PRNS	Support legislation to increase state and federal funding for youth violence and gang intervention and prevention	State & Federal	Seek funding that supports the efforts of the Mayor's Gang Prevention Task Force (MGPTF) that includes the city's Youth Intervention Services and the San Jose BEST community based organizations

Legislative Guiding Principle (LGP) #9: Promote Investment in Infrastructure Maintenance and Rehabilitation

Department / Staff	Priority / Issue	State / Federal / State & Federal	Desired Outcome
Library	Expand access to libraries by lowering the voter approval threshold for issuing general obligation bonds for the construction of library facilities to 55%.	State	Successful adoption of State Constitutional Amendment 3 (SCA-3). SCA-3 pending in Senate Elections & Constitutional Admendments Committee
Library	Create competitive funding allocation for retrofits, maintenance, and rehabilitation of buildings and/or infrastructure nearing the end of useful life, or requiring retrofits to enhance physical or technological access.	State	San Jose libraries will be retrofitted to provide additional services or programming, including greater access to newer technologies.
PRNS	Support legislation to provide funding for senior services	State & Federal	Support legislation to provide funding for senior services that make San Jose age-friendly, including but not limited to providing nutritious meals and transportation, combatting social isolation and enhancing health and wellness.
PW	Support for federal and state efforts to expedite and/or streamline permitting for flood protection projects. City supports State Senate Bill 594: Flood Risk: Dam Failure: Expedited Permit Processing and Approval: Human Life Safety Protection.	State & Federal	Council Direction 11.3.17 (SCVWD Meeting). State Senate Bill 594: Flood Risk: Dam Failure: Expedited Permit Processing and Approval: Human Life Safety Protection currently pending in Senate Rules Committee.
PW	Support for federal and state legislative, administrative and regulatory efforts to secure funding, authorization and permits for flood protection efforts along Coyote Creek	State & Federal	Council Direction 11.3.17 (SCVWD Meeting)

SAN JOSÉ AIRPORT COMMISSION
DRAFT Work Plan for FY 18/19

Attachment A

Items for Briefing and Possible Action in FY 2018-19	Actions	Timeframe
Briefing on Airport capital projects update	Receive update briefing on the status of current Airport projects	August 2018
Review runway incursion mitigation study (formerly the airfield geometric correction study)	Provide briefing and seek Commission comment on the status of the runway mitigation study.	November 2018
Briefing on Southeast Area Study	Briefing on plans for upgrading the southeast area of the Airport	February 2019
Update on the airline lease agreement	Briefing on the status of airline lease agreement discussions	February 2019
Review Airport marketing plan	Briefing and seek Comment on the Airport's marketing plan	February 2019
Presentation of FY 19/20 Airport budget and airline rates and charges	Presentation of proposed FY19/20 Airport budget and airline rates and charges.	May 2019

SAN JOSÉ AIRPORT COMMISSION
DRAFT Work Plan for FY 18/19

Attachment A

Items for Briefing and Possible Action in FY 2018-19	Actions	Timeframe
Adopt annual Commission work plan for FY 19/20 and annual report for FY 18/19	Adopt Commission annual work plan of objectives for FY 2019/20 and the annual report of Commission actions on objectives for FY 18/19.	May 2019
Elect officers for FY 19/20	Election of Chair and Vice Chair of the Commission for FY 19/20.	May 2019
Review noise reports and community noise concerns	<ol style="list-style-type: none"> 1. Review quarterly and annual noise reports. 2. Hear and discuss community noise concerns 	Noise Report – Quarterly Community Noise Concerns – As Required
Concessions Update	Briefing on the status of concessions changes	As needed
Security Briefing	Briefing on non-sensitive security issues	As needed
Receive air service development update	Receive updates on air services recruitment efforts	As needed
Receive legislative updates	Receive updates on significant legislative developments	As needed

SAN JOSÉ AIRPORT COMMISSION
DRAFT Work Plan for FY 18/19

Attachment A

Items for Briefing and Possible Action in FY 2018-19	Actions	Timeframe
Receive Transportation Security Administration and Customs and Border Protection updates	Receive status reports on TSA and CBP resources, activities, etc.	As needed
Review of staff reports for City Council	Presentation of selected staff reports to Council not on the Commission work plan to provide the opportunity for Commission comment	As needed
Review of regulatory violations and lease agreement disputes	Review and resolve regulatory violations related to: 1. taxi operations 2. curfew violations 3. lease agreement disputes	As needed
Tour of Airport facilities	Provide pre-meeting tour of Airport facilities	As needed

Proposed FY 18-19 meeting dates:

- August 13, 2018
- November 5, 2018 (*November 12, 2018 is a holiday*)
- February 11, 2019
- May 13, 2019