File No. <u>170307</u>

Committee Item No. _____ Board Item No. _____29.

COMMITTEE/BOARD OF SUPERVISORS

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Committee: Board of Supervisors MeetingDate: ________April 4, 2017

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OTHER	(Click the text below for a direct link to the document)
	California State Assembly Bill 523

Prepared by:	Brent Jalipa	Date:	March 30, 2017
Prepared by:		Date:	

FILE NO. 170307

RESOLUTION NO.

[Supporting California State Assembly Bill 523 (Reyes) - Electric Program Investments Charge: Allocation-Equity in Clean Energy Investments]

Resolution supporting California State Assembly Bill 523, Electric Program Investments Charge: Allocation—Equity in Clean Energy Investments, authored by Assembly Member Reyes, dedicating a minimum of 25% of the available funds administered by the California Energy Commission in the Electric Program Investment Charge for clean energy projects located within and benefiting individuals living in designated disadvantaged communities and an additional 10% of the funds to low income communities.

WHEREAS, The California Public Utilities Commission created the Electric Program Investment Charge (EPIC) in December of 2011, authorizing investor owned utilities to collect funds for innovative investments in clean energy; and

WHEREAS, A report released in December 2017 by the CEC found that individuals living in disadvantaged communities and low income communities face significant barriers to fully participate in the State's clean energy programs like EPIC; and

WHEREAS, In 2015, EPIC funded 12 projects out of 81 research and deployment projects in disadvantaged communities and by this measure only 14% of EPIC's programs are reaching disadvantage communities even though DAC constitute 25% of the state, demonstrating a need for more clear targeted investment; and

WHEREAS, Disadvantaged communities and low-income households below eighty percent of the statewide median income pay triple of what higher income households pay for all their utility services; and

Supervisors Ronen; Fewer, Peskin BOARD OF SUPERVISORS

WHEREAS, Renewable energy spending, research and programs are not reaching disadvantaged and low income who are the most impacted by negative fossil fuel energy production; and

WHEREAS, It is critical that as the green economy develops, communities who are most impacted by pollution are included on economic impacts of the renewable industry; and

WHEREAS, Assembly Bill 523, known as the Electric Program Investment Charge: Allocation-Equity in Clean Energy Investment, is currently being considered by the California State Legislature, and would require the CEC to allocate at least 25% of the EPIC funds to disadvantaged communities and an additional 10% of the EPIC funds to low-income communities; now, therefore, be it

RESOLVED, That the San Francisco Board of Supervisors urges the California State Legislature to pass AB 523, such that the California Energy Commission ensures that clean energy projects funded by the EPIC program benefit disadvantaged and low-income communities; and, be it

FURTHER RESOLVED, That the Clerk of the Board of Supervisors is hereby directed to forward this resolution to the office of Assembly Member Eloise Gomez-Reyes, Chair of the Assembly Utilities and Energy Committee, Speaker of the Assembly and President Pro Tem of the Senate of the California State Legislature.

CALIFORNIA LEGISLATURE-2017-18 REGULAR SESSION

ASSEMBLY BILL

No. 523

Introduced by Assembly Member Reyes (Principal coauthor: Senator Lara)

February 13, 2017

An act to add Section 25711.6 to the Public Resources Code, relating to energy.

LEGISLATIVE COUNSEL'S DIGEST

AB 523, as introduced, Reyes. Electric Program Investment Charge: allocation.

The California Constitution establishes the Public Utilities Commission (PUC), with jurisdiction over all public utilities, as defined. Existing decisions of the PUC institute an Electric Program Investment Charge (EPIC) to fund renewable energy and research, development, and demonstration programs.

Existing law creates in the State Treasury the Electric Program Investment Charge Fund to be administered by the State Energy Resources Conservation and Development Commission (Energy Commission) and requires the PUC to forward to the Energy Commission at least quarterly moneys for those EPIC programs the PUC has determined should be administered by the Energy Commission for deposit in the fund.

Existing law requires the Energy Commission, in administering moneys in the fund for research, development, and demonstration programs, to develop and implement the EPIC program for the purpose of awarding funds to projects that may lead to technological advancement and breakthroughs to overcome barriers that prevent the achievement of the state's statutory energy goals and that may result

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n a portfolio of projects that are strategically focused and sufficiently narrow to make advancement on the most significant technological challenges.

This bill would require the Energy Commission to allocate at least 25% of the moneys in the fund for technology demonstration and deployment at sites located in disadvantaged communities, as defined. The bill would require the Energy Commission to allocate at least 10% of the moneys in the fund for technology demonstration and deployment at sites located in, or benefiting, low-income communities, as defined. The bill would require the Energy Commission to give preference for funding to clean energy projects under the EPIC program that benefit residents of low-income or disadvantaged communities.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Section 25711.6 is added to the Public Resources
 Code, to read:

25711.6. (a) The commission shall give preference for funding
pursuant to this chapter to clean energy projects that benefit
residents of low-income or disadvantaged communities.

6 (b) The commission shall expend at least 25 percent of the 7 moneys appropriated from the fund for technology demonstration 8 and deployment at sites located in disadvantaged communities.

9 (c) The commission shall expend at least 10 percent of the 10 moneys appropriated from the fund for technology demonstration 11 and deployment at sites located in, or benefiting, low-income 12 communities located in the state.

13 (d) For purposes of this section, the following definitions apply:

(1) "Disadvantaged communities" means communities identifiedpursuant to Section 39711 of the Health and Safety Code.

16 (2) "Low-income communities" means communities within17 census tracts with median household incomes at or below either18 of the following levels:

(A) Eighty percent of the statewide median income.

20 (B) The applicable low-income threshold listed in the State 21 Income Limits updated by the Department of Housing and 22 Community Development and filed with the Office of

Administrative Law pursuant to subdivision (c) of Section 50093 of the Health and Safety Code. 2

Print Form-
Introduction Form RECEIVED
By a Member of the Board of Supervisors or the MayorA WERAMCISCO
I hereby submit the following item for introduction (select only one):
1. For reference to Committee. (An Ordinance, Resolution, Motion, or Charter Amendment)
2. Request for next printed agenda Without Reference to Committee.
3. Request for hearing on a subject matter at Committee.
4. Request for letter beginning "Supervisor inquires"
5. City Attorney request.
6. Call File No. from Committee.
7. Budget Analyst request (attach written motion).
8. Substitute Legislation File No.
9. Reactivate File No.
10. Question(s) submitted for Mayoral Appearance before the BOS on
a case check the appropriate boxes. The proposed legislation should be forwarded to the following:
Small Business Commission 🗌 Youth Commission 🗌 Ethics Commission
Planning Commission Building Inspection Commission
Note: For the Imperative Agenda (a resolution not on the printed agenda), use a Imperative Form.
Sponsor(s):
Ronen
Subject:
Supporting California Assembly Bill 523 (Reyes) Electric Program Investments Charge: Allocation-Equity in Clean Energy Investments
The text is listed below or attached:
Signature of Sponsoring Supervisor: Lill Rone
For Clerk's Use Only: