

Solar Net Energy Metering Public Workshops

October 2, 2019 - Davis Community Chambers October 14, 2019 - Woodland Council Chambers



Why are we here?

Valley Clean Energy's NEM policy explained

- What stays the same as PG&E?
- What changes?
- Are there any options I should know about?



Agenda

- Terms explained
- What is Valley Clean Energy?
- Background
- Program details
 - o Residential
 - Business
 - Aggregation customers
- Early opt in
- Notifications



Terms explained

• **NEM** = Net Energy Metering / Solar / Photovoltaic / PV

Solar customers are *"net energy metered"*—they earn the retail value of the energy they produce

• **NEMA** = Net Energy Metering - Aggregation

Customers with multiple meters can aggregate their accounts on one or more solar systems

• **True Up** – Balance account annually

Solar customers usually pay their electric bills once per year. Utilities require that accounts be "trued up" annually to pay for outstanding credits (at wholesale prices) or charge for any outstanding balance. This returns the account to a zero balance.

• **VCE** = Valley Clean Energy

Valley Clean Energy (VCE) is a Community Choice Aggregation program, created by local communities for the benefit of all.



- An alternative to PG&E, encouraging competition that benefits customers.
- Not for profit/locally controlled.
- Retains competitive customer rates for electricity that's higher in renewables and lower in carbon.
- Maintains local control with the best interests of our residential and commercial customers in Woodland, Davis, and unincorporated Yolo County in mind.
- AB 117 (2002) CCA Legislation default enrollment

VCE is Mission Driven—we deliver cost-competitive, clean electricity, product choice, local control, greenhouse gas emission reductions and reinvestment of revenues into local economies.

Has CCA been successful elsewhere?



- As of June 2019, there are 20 active CCAs in California. 12 are in PG&E territory.
- An estimated population of 10 million are members throughout the state.
- Dozens of other cities and counties are actively considering their own CCA programs.

VCE purchases clean electricity for its customers.

PG&E delivers it, maintains the hardware, provides repair services, and manages billing.



VCE is not for profit and is governed by locally elected leaders from our member jurisdictions.

- Two City Council members from Woodland
- Two Board of Supervisor members from Yolo County
- Two City Council members from Davis







What are the benefits?



REINVESTMENT IN THE COMMUNITY

Power content

VCE Power Content 2018



PG&E Power Content 2018





- Wind 48%
- Hydro 37%
- Market 15%

- Renewable 39%
- Hydro 13%
- Natural Gas 15%
- Nuclear 34%

How long has VCE been operating?

VCE was launched June 1, 2018.



VCE's charges are on the PG&E bill



Account No: XXXXXXXXXXXXXX

Statement Date: 08/02/2018 Due Date: 08/23/2018

Your Account Summary

Charges Current Gas Charges	7.48
Current PG&E Electric Delivery Charges VALLEY CLEAN ENERGY ALLIANCE Electric Generation Charges	\$82.34 38.30
Previous Unpaid Balance	\$0.00
Amount Due on Previous Statement Payment(s) Received Since Last Statement	\$76.61 -76.61

Service For:

CUSTOMER NAME ADDRESS CITY, STATE, ZIP

Questions about your bill?

Monday-Friday 7 a.m.-9 p.m. Saturday 8 a.m.-6 p.m. Phone: 1-866-743-0335 www.pge.com/MyEnergy

Local Office Address

PG&E LOCAL ADDRESS

Your Enrolled Programs

SmartRate[™] Pricing Plan



VCE's charges on your NEM bill

Your Account Summary

Amount Due on Previous Statement	\$27.58
Payment(s) Received Since Last Statement	-27.58
Previous Unpaid Balance	\$0.00
Current PG&E Electric Monthly Charges	\$10.51
VALLEY CLEAN ENERGY ALLIANCE Electric Generation	0.00
Charges	0.00
Current Gas Charges	17.68

Total Amount Due by 09/24/2019

```
$28.19
```

Your Net Energy Metering (NEM) Account Summary

Year-to-date (YTD) NEM charges are based on your YTD usage. Your NEM balance will be reconciled on your annual True-Up statement **(11/2019)**. No credits will be carried over to your next True-Up period. Please see the "Summary of Your NEM YTD Charges" for more details.

Total NEM Charges Before Taxes	\$254.61
Total Electric Minimum Delivery Charges	-82.78
Estimated Taxes	1.59
YTD Estimated NEM Charges At True-Up	\$173.42

Generation credit and fees

07/26/2019 - 08/26/2019

Net Usage				
Peak	152.667000	kWh	@ \$0.51832	\$79.13
Part Peak	-308.131100	kWh	@ \$0.28096	-86.57
Off Peak	591.806300	kWh	@ \$0.13452	79.61
NBC Net Usage Adjustment				-8.46
State Mandated Non-Bypassab	ole Charge ¹			23.72
Generation Credit				-41.07
Power Charge Indifference Adj	ustment			11.79
Franchise Fee Surcharge				0.29
Monthly NEM Charg	ges			\$58.44

We match PG&E rates, but...

	Residential Generation Rates									
Rate	Description	PG	(1) &E (\$/kWh)		(2) VCE Base neration Rate	Ex	(3) it Fee (PCIA)	F	(4) ranchise Fee Surcharge	(5) VCE Total (\$/kWh)
ETOU-A	Summer Peak	\$	0.20113	\$	0.17345	\$	0.02701	\$	0.00067	\$ 0.20113
_	Summer Off-Peak	\$	0.12555	\$	0.09787	\$	0.02701	\$	0.00067	\$ 0.12555
_	Winter Peak	\$	0.11379	\$	0.08611	\$	0.02701	\$	0.00067	\$ 0.11379
-	Winter Off-Peak	\$	0.09949	\$	0.07181	\$	0.02701	\$	0.00067	\$ 0.09949
_										

- VCE-related generation rates match PG&E even though our base rates are ~2.8 cents less (14% – 28% less per kWh for the ETOU-A rate)
- Power Charge Indifference Adjustment or PCIA is an exit fee. The PCIA compensates PG&E for above-market costs they have incurred procuring energy for customers that have now moved to CCAs—long-term contracts, etc. The CPUC approves the PCIA.
- The Franchise Fee Surcharge (FFS) is paid to local governments for rights of way for utility equipment.
- We offer a dividend program that provides credits when we meet our financial targets
- We provide 1 cent/kWh for excess generation on a monthly basis
- If you're on the retired E6 rate, you will stay on it unless you ask for a change

Paying ahead...

Rate Schedule: ETOUA S Residential Time-of-Use Service

Summary of NEM Charges

Bill Period End Date	Net Peak Usage (kWh)	Net Off Peak Usage (kWh)	Net Usage (kWh)	Estimated NEM Charges Before Taxes	Estimated Taxes	Estimated Total NEM Charges
09/13/2018	16	89	105	\$16.85	\$0.06	\$16.91
10/15/2018	84	400	484	76.09	0.27	76.36
11/14/2018	105	394	499	79.04	0.27	79.31
12/13/2018	128	553	681	119.65	0.37	120.02
01/14/2019	157	715	872	156.30	0.48	156.78
02/13/2019	173	692	865	153.69	0.48	154.17
03/17/2019	199	794	993	177.34	0.56	177.90
04/16/2019	163	511	674	111.86	0.39	112.25
05/15/2019	97	363	460	69.94	0.26	70.20
06/16/2019	131	497	629	108.06	0.37	108.43
07/16/2019	149	496	645	114.39	0.40	114.79
08/15/2019	181	575	756	137.92	0.51	138.43
TOTAL	1583	6079	7663	\$1,321.13	\$4.42	\$1,325.55

Differences in net usage may occur due to rounding

For customers that pay ahead to avoid a large bill at true-up-

- PG&E retains excess funds as a credit
- At the end of the year, they pay themselves first, then VCE
- The customer will be billed for any outstanding balance

PG&E Minimum Delivery Charges

VCE service does <u>not</u> change Minimum Delivery Charges

Electric Charges

Bill Period End Date	Minimum Delivery Charges
09/13/2018	\$2.30
10/15/2018	10.52
11/14/2018	9.86
12/13/2018	9.53
01/14/2019	10.51
02/13/2019	9.86
03/17/2019	10.52
04/16/2019	9.86
05/15/2019	9.53
06/16/2019	10.52
07/16/2019	9.86
08/15/2019	9.86
TOTAL	\$112.73

Explanation of Calculations

This is your True-Up statement. You are being billed for your total NEM Charges Before Taxes minus your total electric Minimum Delivery Charges in addition to any applicable charges and taxes.

Since this is your **True-Up statement**, all electric usage charges and credits are reset to zero starting with your next billing cycle.

Based on your Net Usage (kWh), the True-Up calculations are:

Total NEM Charges Before Taxes Total Electric Minimum Delivery Charges	\$1,321.13 -112.73
Taxes	4.42
Total NEM Charges Due	\$1,212.82

Minimum Delivery Charges are part of the PG&E portion of your bill—"PG&E Electric Delivery Charges"

Background

- The VCE board approved bringing in NEM customers beginning January 1, 2020
- We believe in renewable energy and are excited to include NEM customers in our program
- Solar customers will be enrolled on their true-up date in order to optimize outstanding credits
- VCE pays 1 cent per kWh above PG&E for excess generation on a monthly basis
- VCE provides a Dividend Program payable once per year for residential and twice per year for business customers

Residential and Business NEM

"What changes?"



- Policy is similar to PG&E
- For customers that installed solar systems prior to June 2018—
 - Maintain existing PG&E billing cycle (annual or monthly)
 - Receive 1 cent/kWh for excess generation on a monthly basis more than with PG&E
 - True up on your established true-up month
 - If on a monthly billing cycle, you will true up in February

NEMA

For Aggregation Customers

- Policy is similar to PG&E
- Annual billing cycle for customers that installed solar system(s) prior to June 2018
- Receive 1 cent/kWh for excess generation on a monthly basis
- Trued up on your normal true-up month
- All credits are zeroed out (if applicable) when your accounts are trued up

Early Opt In

- Customers <u>can</u> opt in early
- Early opt-ins start in February 2020
- Must opt in through the Call Center 855-699-8232
- Must opt in by January 15th to enroll in February
- Can select annual billing or monthly billing with a February true-up
- Strongly advise ensuring you don't have too many solar credits since you will be trued up by PG&E



Notifications

Customers will receive four notifications:

- Notice 1 Two months in advance A letter to announce that your account will be automatically enrolled in VCE (in your true-up month) unless you opt out
- Notice 2 One month in advance A postcard to remind you about upcoming enrollment
- Notice 3 A post-enrollment notification by postcard
- Notice 4 A follow-up post-enrollment postcard



UltraGreen - 100% Renewable Energy



100% Clean Energy:

- Option to "opt up" for slight rate premium (1.5¢/kWh)
- 100% renewable, 100% carbon-free energy
- Greatest reduction in greenhouse gas emissions
- Over and above our advertised 42% renewable

Let's review VCE's benefits

- Investment in the local community VCE received a \$2.9 million grant to install electric vehicle infrastructure throughout Yolo County
- Sustainability 42% renewable level compared to PG&E's 33%
- Local control governed by elected officials that understand the community and work to provide benefits that align with their values
- **Customer choice** a choice between PG&E and a locally owned, governed and focused energy provider; a choice in renewable levels
- **Competitive rates** VCE rates are equal to PG&E rates
 - Dividend Program paid once/year for residential and twice/year for business
 - 1 cent adder for excess generation

As a VCE customer, you are supporting local values that benefit the community.

How do I stay informed?

Join our email list

• ValleyCleanEnergy.org

Follow us on social media

- Facebook.com/ValleyCleanEnergy
- @VCleanEnergy

Attend a public Board of Directors meeting

• 2nd Thursday of each month, 5:30-7:30pm

Become a brand champion

• Email info@valleycleanenergy.org

Call us

• 855-699-8232







Questions



Jim Parks Valley Clean Energy jim.parks@valleycleanenergy.org 855-699-8232 ValleyCleanEnergy.org

Thank You https://valleycleanenergy.org/energy-choices/pge-nem-solar/

"We need to go the extra mile for CLEANER ENERGY."

– Cody Rominger and fiancée Meli Valderrama Rominger Family Farms, western Yolo County



IT'S IN OUR POWER ValleyCleanEnergy.org