For Grass Valley

January 20, 2022

Community Choice Aggregation Overview









- CCA stands for Community Choice Aggregation
- Authorized in California by Assembly Bill 117 (Migden, 2002)
- A CCA allows any city, county, or combination thereof to form an entity (JPA) to take over the responsibility for purchasing power for their community

How do CCA's Work?



 Should a CCA be established, one big thing changes and three things remain the same



Who Joins?



- Once elected officials vote to join a CCA, all the electric customers in their jurisdiction are automatically signed up
- Customers can remain with PG&E if they want, but its up to them to contact the CCA and go through the opt-out process
- Opting out is free and can be done at any time
 - Opting out after the 60-day grace period requires the customer to remain with PG&E for a minimum of 12 months

Statewide CCA's





Options for Grass Valley





Advantages of reduced risk and start-up capital Disadvantage is 1 of numerous Board

Advantage is you control JPA Disadvantage is start-up capital, operational risk and need of outside financing



Advantage is you control Department Disadvantage is General Fund at risk



You don't have to do anything. Many off ramps in the process before power is procured on your behalf.



Benefits to Grass Valley



- Local Control
 - Energy Procurement
 - Setting of Rates (Discount to PG&E is goal)
 - Programs
 - Creation of Jobs
 - Economic Development
 - Environmental/Social Goals
 - City provides a <u>choice</u> for residents and businesses in energy provider
- PG&E owned by shareholders, CCA's owned by constituents/ratepayers

Next Step



- Pioneer returns to the Council in two weeks to discuss:
 - Who is Pioneer?
 - The benefits to the City to join a JPA
 - The process and timeline to join
- Risk to the general fund is \$15,000 or ½ the cost to produce an impact assessment study
 - Pioneer pays the other 1/2



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