ORDINANCE NO. 902

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SONORA AUTHORIZING THE IMPLEMENTATION OF A COMMUNITY CHOICE AGGREGATION PROGRAM IN THE CITY OF SONORA

WHEREAS, on September 24, 2002, the Governor of California signed into law Assembly Bill 117 (Statute 2002, Chapter 838; see California Public Utilities Code section 366.2; hereinafter referred to as the "Act"), which authorizes any California city or county, whose governing body so elects, to combine electricity load of its residents and businesses in a Community Choice Aggregation program (CCA). The Act expressly authorizes participation in a CCA through a joint powers authority; and

WHEREAS, on September 9, 2015, the County of Placer and the City of Colfax entered into the original Joint Exercise of Powers Agreement for the purpose of establishing the Sierra Valley Energy Authority as a joint powers authority under the Joint Exercise of Powers Act, Government Code section 6500, et seq.; and

WHEREAS, the California Public Utilities Commission certified the "Implementation Plan" of the Sierra Valley Energy Authority, confirming compliance with the requirements of the Act; and

WHEREAS, on February 22, 2017, the Amended and Restated Joint Powers Agreement became effective and authorized the Cities of Auburn, Lincoln, Rocklin, and the Town of Loomis to become Voting Members of the Joint Exercise of Powers Agreement and established a Community Choice Aggregation Program within the jurisdictions of the Voting Members; and

WHEREAS, Resolution No. 2017-3 of the Sierra Valley Energy Authority approved a name change from Sierra Valley Energy Authority to Pioneer Community Energy ("Pioneer"), as it is known today; and

WHEREAS, Subsequent amendments to the Amended and Restated Joint Powers Agreement have authorized the County of El Dorado and the Cities of Grass Valley, Nevada City, and Placerville to become Voting Members; and

WHEREAS, Currently electricity is generated and provided to the residents of the City of Sonora by Pacific Gas and Electric Company (PG&E) with no alternative provider for the City of Sonora.

WHEREAS, the City of Sonora finds it important that its residents, businesses, and public facilities have alternative choices to energy procurement beyond PG&E.

WHEREAS, in July 2024, the City of Sonora and Pioneer began discussions and studies to consider the financial feasibility and assessed risk of the addition of the City of Sonora into the service area of Pioneer.

WHEREAS, contingent on the completion of those discussions and studies, the City of Sonora believes joining Pioneer will provide financial and other advantages to businesses and residents of the City of Sonora.

WHEREAS, the Amended and Restated Joint Exercise of Powers Agreement requires a prospective member to individually adopt a resolution of intent expressing the desire to become a member of the

Joint Powers Authority and adopt an ordinance electing to implement a CCA within its jurisdiction under California Public Utilities Code section 366.2.

WHEREAS, the City of Sonora finds that the adoption of this ordinance is exempt from the requirements of the California Environmental Quality Act (CEQA) pursuant to the CEQA Guidelines, as it is not a "project" since it has no potential to result in a direct or reasonably foreseeable indirect physical change to the environment. (14 Cal. Code Reg. § 15378). Further, the ordinance is exempt from CEQA, as there is no possibility that the ordinance or its implementation would have a significant effect on the environment. (14 Cal. Code Reg. § 15061(b)(3)).

NOW THEREFORE, THE COUNCIL OF THE CITY OF SONORA DOES HERBY ORDAIN AS FOLLOWS:

SECTION 1:

The recitals above are true and correct and are incorporated by this reference and constitute findings in this matter.

SECTION 2:

The City Council of the City of Sonora authorizes the implementation of a Community Choice Aggregation Program within the areas currently served by PG&E through participation in the Community Choice Aggregation Program of the Pioneer Community Energy Joint Powers Authority, contingent on all of the following: (a) completion of the impact analysis by Pioneer, (b) adoption of a resolution of intent by the City of Sonora expressing the City of Sonora's desire to become a member of Pioneer, (c) approval of Pioneer Community Energy's Amended and Restated Joint Exercise of Powers Agreement, as amended, by the City of Sonora, (d) approval by the Governing Board of Pioneer Community Energy of the membership of City of Sonora, and (e) the certification by the California Public Utilities Commission of the Implementation Plan filed by Pioneer to include the City of Sonora.

SECTION 3:

The provisions of this Ordinance are separate and severable. If any provision of this Ordinance is for any reason held by a court to be invalid, the City Council of the City of Sonora declares that it would have passed this Ordinance irrespective of the invalidity of the provision held to be invalid and such invalidity shall therefore not affect the remaining provisions of this Ordinance which shall remain in full force and effect or the validity of its application to other persons or circumstances.

SECTION 4:

This Ordinance shall take effect and be in full force thirty (30) days from and after introduction and adoption.

SECTION 5:

A summary of this Ordinance will be published within fifteen (15) days after its passage, with the names of the members of the City Council voting for and against same in the Union Democrat, a newspaper of general circulation printed and published in the City of Sonora.

AYES:	
NOES:	
ABSTAIN:	
ABSENT:	
ATTEST:	APPROVED:
Tracy Skelly City Clerk, City of Sonora	Ann Segerstrom Mayor

Ordinance No. 902