

RESOLUTION NO. 6329(20)

**A Resolution of the City Council of the City of Lompoc,
County of Santa Barbara, State of California,
Approving a One-Time \$150 Utility Bill Rebate/Credit to
Utility Customers with Electric Accounts, Approving an
Amendment to City's Budget Resolution No. 6265(19)
Appropriating \$2,300,000 from the Electric Utility
Reserves for Such Rebates/Credits, and Amending
Resolution No. 5889(14) to Authorize Use of Greenhouse
Gas Allowance Proceeds for That Purpose.**

WHEREAS, the California Global Warming Solution Act (AB32) became effective on January 1, 2013; and

WHEREAS, the California Air Resources Board (CARB) annually issues the City's Electric Division freely-allocated GHG-allowances, which must be consigned for auction during the year they are issued; and

WHEREAS, in accordance with Title 17 California Code of Regulations Subsection 95892(d)(3), CARB GHG-allowance auction proceeds and allowance value obtained by the City's Electric Division as an electrical distribution utility shall be used exclusively for the benefit of retail electric ratepayers consistent with the goals of AB32, including on-bill or off-bill non-volumetric distribution of such proceeds to such ratepayers, and may not be used for the benefit of entities or persons other than such ratepayers; and

WHEREAS, on February 18, 2014, the City Council of the City of Lompoc (City) adopted Resolution No. 5889(14) authorizing the use of greenhouse gas allowance proceeds for four specific purposes annually through at least calendar year 2020; and

WHEREAS, on March 17, 2020, the City Council adopted Resolution No. 6310(20) proclaiming a local emergency relating to the COVID-19 virus; and

WHEREAS, on May 5, 2020, the City Council adopted Resolution No. 6328(20) extending the local emergency relating to the COVID-19 virus; and

WHEREAS, the City Council wishes to make a one-time distribution of a \$150 rebate to all of City's customers with Electric accounts, both business and residential, utilizing CARB GHG allowance reserves.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LOMPOC, CALIFORNIA,
DOES HEREBY RESOLVE AS FOLLOWS:**

SECTION 1. Resolution No. 5889(14) is hereby amended to add Section 8, to read in its entirety as follows:

“SECTION 8. Proceeds from CARB freely-allocated GHG allowance sales may be directly distributed to Utility customers with Electric accounts, in a non-volumetric manner, in the form of on-bill or off-bill distributions.”

SECTION 2. The following budget appropriations from the Electric Carbon Credit Proceed cash account to Electric revenues are approved as follows:

FY 2019-20 Supplemental Revenue Appropriations:

<u>Account Number</u>	<u>Account Name</u>	<u>Revenues</u>
752REL -456180	Electric Rebates	\$2,300,000

FY 2019-20 Fund Balance:

<u>Account Number</u>	<u>Account Name</u>	<u>Fund Balance</u>
752-320520	Electric Carbon Credit Fund Balance	\$2,300,000

SECTION 3. A one-time \$150 rebate/credit shall be provided to each of City’s Utility customers with Electric accounts, both business and residential, in the billing cycle immediately following May 19, 2020, which credit shall be applied to the customer’s entire utility bill and unused portions of which shall roll over to subsequent months until the entire credit is used.

SECTION 4. Effective Date. This Resolution is effective on the day of its adoption.

The foregoing Resolution was proposed by Council Member _____, seconded by Council Member _____, and was duly passed and adopted by the Council of the City of Lompoc at its regular meeting on May 19, 2020, by the following vote:

AYES: Council Member(s):

NOES: Council Member(s):

ABSENT: Council Member(s):

ATTEST:

Jenelle Osborne, Mayor
City of Lompoc

Stacey Haddon, City Clerk
City of Lompoc