[Urging Equitable Electricity Rates]

Resolution urging the California Public Utilities Commission (PUC) to devise a rate structure that treats homeowner associations and other residents in multi-unit dwellings equitably with other consumers of power.

WHEREAS, The California Public Utilities Commission is the body charged with overseeing and regulating California's electricity rates; and,

WHEREAS, This year's energy crisis in California has sent rates skyrocketing; and,

WHEREAS, In an effort to decrease the economic impacts of the crisis on businesses and customers, in May 2001 the PUC set up a new five-tier rate structure designed to punish consumers whose power usage exceeds a set baseline per meter and reward those whose usage is below that baseline per meter; and,

WHEREAS, Though this rate structure achieves the goals of reducing rates for some consumers, it appears to have the reverse effect on other groups; and,

WHEREAS, One such group includes residents of multi-family dwellings, who may face higher bills even if they reduce their usage, because their power is routed through only a few meters, which then show that they are greatly exceeding baseline power usage levels; and,

WHEREAS, In some instances, despite reductions in usage of 10%, some homeowner associations with fewer meters still face double-digit rate increases; and,

WHEREAS, Because California has 30,000 homeowner associations with approximately 8.5 million members, the overcharging of this group represents a problem of huge economic proportions;

WHEREAS, Despite this mandate to resolve this issue, which was recently reviewed by the PUC as part of phase two of the Baseline Order to Investigate Rates (OIR) proceedings application case number R01-05-047, the PUC gave the issue a low priority; and,

WHEREAS, It behooves the PUC to give this matter immediate attention and to revise their rate system to account for the number of meters used by certain multiple-residence consumers; now, therefore be it

RESOLVED, That the Board of Supervisors of the City and County of San Francisco hereby urges the California Public Utilities Commission (PUC) to devise a rate structure that treats homeowner associations and other residents in multi-unit dwellings equitably with other consumers of power; and be it

FURTHER RESOLVED, That the Board urges the PUC to put the highest priority on resolving the issues raised in application case number R01-05-047 of phase two of the Baseline OIR proceedings; and be it

FURTHER RESOLVED, That a copy of this resolution be forwarded to the President of the PUC, Governor Gray Davis and San Francisco's state legislative delegation.

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BOARD OF SUPERVISORS 09/24/01



## City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

## Resolution

File Number:

011688

Date Passed:

Resolution urging the California Public Utilities Commission (PUC) to devise a rate structure that treats homeowner associations and other residents in multi-unit dwellings equitably with other consumers of power.

October 1, 2001 Board of Supervisors — ADOPTED

Ayes: 9 - Ammiano, Gonzalez, Hall, Leno, McGoldrick, Newsom, Peskin,

Sandoval, Yee

Absent: 2 - Daly, Maxwell

File No. 011688

I hereby certify that the foregoing Resolution was ADOPTED on October 1, 2001 by the Board of Supervisors of the City and County of San Francisco.

OCT 1.2 2001

Date Approved

Mayor Willie L. Brown Jr.

Gloria L. Young Clerk of the Board