Don't Break Contracts of Two Million Solar Consumers

Stop Blaming Consumers. Start Fixing What's Really Driving High Rates: Utility Spending & Profits

Sign on here







































EARTHWORKS























The Democratic Club of West Orange County

D.C.W.O.C.







Consejo de Federaciones Mexicanas

COFEM

























































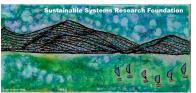












LONG BEACH ALLIANCE FOR CLEAN ENERGY

















The Honorable Cottie Petrie Norris 1021 O Street, Suite 8120 Sacramento, CA 95814

Dear Chair Petrie-Norris;

We are writing to strongly oppose <u>AB 942</u>, which would break long-standing contracts on two million solar consumers who signed up for solar before April 2023.

Californians have been active players in building a clean energy powered future, with two million customer-sited solar systems now producing around twenty percent of our state's electricity needs on California's hottest days. These consumers signed a contract, the terms of which were set by the state of California. Reneging on those contractual agreements would harm millions of people who answered California's call to invest in clean energy as a way to reduce peak demand, stabilize rates, and clean up the air. We need you to stand up for consumers and reject this irresponsible bill.

California has repeatedly upheld the state's decision to honor rooftop solar contracts for the twenty-year life of the solar panels. The CPUC's own consumer guide requires solar contracts under the state's net metering policy be guaranteed for twenty years. When customers took the risk to invest in solar, they signed a state mandated legal agreement with their utility that specified in the terms and conditions that the rooftop solar system can stay on the net metering plan for twenty years from the time of interconnecting the solar panels to the electric grid. This is based on a long standing policy that solar customers have the same terms for twenty years, or the expected life of the solar system, affirmed by Governor Jerry Brown_in his signing letter for SB 327 in 2013, and the CPUC in 2014 and again in 2022.

The CPUC's new proposal, to break energy contracts mid-stream, would be patently unfair. It would punish the very people who California encouraged to invest in solar energy. And it would gut consumer confidence and trust in government, right when we need more Californians to make the choice to invest in clean energy technologies.

California should address the cause of high electricity rates, which is out of control utility spending to maximize profit.

The data is clear that more than 90% of the rate hikes over the last decade are driven by increased utility spending. PG&E, SoCal Edison, and SDG&E spending on poles and wires increased by 300% over the last twenty years, even though peak

electricity demand was flat. Only 12% of that spending was for wildfire mitigation, according to the utilities' own rate filings.

To address rising rates, California must focus on what's really wrong with our energy system: uncontrolled utility spending and record utility profits. We'll never control rates or meet our goals for clean, reliable energy if we don't get at these roots of the problem.

The utilities already get a state authorized 10% or higher profit from every dollar they spend on poles and wires. The <u>CPUC is considering a new proposal to increase these already excessive profit rates</u>, despite <u>record utility profits</u> and evidence that this structure is creating a perverse incentive for them to spend more than necessary.

In contrast, California's two million rooftop solar consumers are saving all other ratepayers \$1.5 billion in 2024 alone according to <u>a study endorsed</u> by more than a dozen of the top energy economists.

California leaders should stop blaming consumers for the errors and missteps of the state's private utility companies and the inability for the CPUC to rein in their out of control spending. Reneging on two million contracts would not only be unfair but it would reduce energy choices for consumers, and threaten a promising solution to rein in future costs.

Against a backdrop of out-of-control rate increases and a range of confusing utility bill fees and charges, California ratepayers are now threatened by a proposal to break California's promise on solar energy.

Unfortunately, instead of protecting consumers, California's chief cop on the beat—the Public Utilities Commission— is considering punishing them. Instead of focusing on what's really wrong with electric utilities—out of control spending and profit making on the backs of ratepayers—the CPUC is now pushing to break the contracts with two million solar homes, schools, and businesses. This would be a terrible move for California.

Please reject AB 942 and the CPUC's proposal to break 2 million rooftop solar customer contracts and urge them to focus on the real source of high rates: increased utility spending. AB 942 would increase rates, limit choice, derail the state's clean energy progress, erode public trust in government, and avoid the hard work of actually reforming our state's utility industry.

This is a crossroads moment for California: if the state is truly serious about tackling both air pollution, energy reliability and electricity rates, it will focus on utility spending and stand with consumers who need more choice, clean air, and more affordable energy.

Laura Deehan
State Director
Environment California

Jenn Engstrom State Director CALPIRG

Bernadette Del Chiaro Senior Vice President, California Environmental Working Group

Gregory Stevens
Northern California Policy Director
California Interfaith Power and Light

Ben Schwartz
Policy Manager
The Clean Coalition

Dave Rosenfeld Executive Director

Solar Rights Alliance

Karinna Gonzalez
Deputy Director
Hammond Climate Solutions Foundation

RL Miller Co-founder Climate Hawks Vote

Dave Shukla
Operations
Long Beach Alliance for Clean Energy

Pat Kelly-Fischer Board Member Environmental Action

Susan Morgan Founder Indivisible Marin

Lisa Swanson
Policy Chair
Climate Reality Project, Orange County Chapter

Suzanne Hume Educational Director & Founder CleanEarth4Kids.org

Roger Lin Senior Attorney Center for Biological Diversity Carolyn Chase

CEO

San Diego EarthWorks

Isaiah Glasoe

Founder

SDRPU

Eric Brooks

Coordinator

Californians for Energy Choice

Eric Brooks

Campaign Coordinator

Our City San Francisco

Andrew Carman

Director

Environteers.org

Ellie Cohen

CEO

The Climate Center

Tara Barauskas

Executive Director

Community Corp. of Santa Monica

Wendi Kallins

President

Sustainable Marin

Jim Mahler

President

AFT Guild, Local 1931

Pauline Seales

Organizer

Santa Cruz Climate Action Network

Laura Neish

Executive Director

350 Bay Area Action

Kae Bender

Secretary

SocioEnergetics Foundation

Richard Skaff

Executive Director

Designing Accessible Communities

Jose Torre-Bueno

Executive Director

Center for Community Energy

Jan Dietrick

Policy Lead

350 Ventura County Climate Hub

Jill ZamEk

Board Member

San Luis Obispo Mothers for Peace

Sherry Lear

Steering Committee

350 Southland Legislative Alliance

Sherry Lear Organizer 350 South Bay Los Angeles

Eric Lever

1st Vice President

Democratic Club of West Orange County

Rev. Pastor Ambrose Carroll, Esperanza Vielma, Francisco Moreno Co-founders Coalition for Environmental Equity and Economics (CEEE)

Esperanza Vielma
Executive Director
Environmental Justice Coalition for Water (EJCW)

Rev. Pastor Ambrose Carroll Executive Director Green the Church

Francisco Moreno
Executive Director
COFEM (the Mexican Federations in the United States)

Destiny Rivas
Executive Director
San Joaquin Urban Native Council

Centro Binacional para el Desarrollo Indígena Oaxaqueño

Todos Unidos

Federación de Guanajuatenses

Cuic Cook	Cafe	Cool	0
-----------	------	------	---

FECAMIN (Federation of Clubs and Associations of Michoacanos in North America) Anahuak Youth Soccer Association

Anahuak Youth Soccer Association

Federación de Clubes y Asociaciones

Federación Duranguenese USA

Organización Regional de Oaxaca Por El Respeto y La Defensa De Nuestra Cultura

Federación de Nayaritas en Estados Unidos

Federación de Clubes Colima

Sonora USA

Mujeres Unidas Sirviendo Activamente MUSA The Federation of Hidalguenses in California

Fraternidad Sinaloense de California FSC

Karen Nelson Exec. Director

Climate Breakthrough

Magi Amma President The Climate Alliance

Shoshana Wechsler

Co-Coordinator Sunflower Alliance

Sharon Broberg
Steering Committee Member
350 Santa Barbara

Felipe Aguirre Director Comite Pro Uno

Daniel Chandler Steering Committee Member 350 Humboldt

Liat Meitzzenheimer President Fresh Air Vallejo

Rebecca Elliot Admin Indivisible San Jose

Glen Brand Vice President, Policy. & Advocacy Solar United Neighbors Action

Robert Whitehair Co-Leader San Mateo Climate Action Team

Ronnie Lipschutz President Sustainable Systems Research Foundation Matthew Gillian
Executive director
Inspiration Transportation

Sonoma County Climate Activist Network (SoCoCAN!)

Jennifer Tanner Leader Indivisible CA Green Team

Ogie Strogatz Member, Steering Committee Indivisible ReSisters Contra Costa

Ruth Richardson Co-leader Rooted in Resistance

Adriene Couter Leader Rooted in Resistance (Indivisible)

Sally Mentzer
Chair, Pastoral Care Committee
Unitarian Universalist Church in Redwood City

Kyle Ferrar Western Program Director FracTracker Alliance

Jack Eidt Co-Founder SoCal 350 Climate Action

Robert Gould, MD President San Francisco Bay Physicians for Social Responsibility

Steve Bardwell

President Morongo Basin Conservation Association

Michael J. Painter Coordinator Californians for Western Wilderness

Alan Weiner Chapter lead 350 Conejo / San Fernando Valley